

# Financial Report

FOOTPRINTS FUNDRAISING INC.

INC9884228

30 June 2009

**FOOTPRINTS FUNDRAISING INC.  
INC9884228**

# Contents

	<b>Page</b>
Committee's Report	2
Income Statement	3
Balance Sheet	4
Statement of Changes in Equity	5
Cash Flow Statement	6
Notes to the Financial Statements	7
Statement by Member of the Committee	15
Declaration by Public Officer in Respect of Fundraising Appeals	16
Auditor's Report	17

**FOOTPRINTS FUNDRAISING INC.  
INC9884228**

## Committee's report

for the year ended 30 June 2009

Your committee members submit the financial report of Footprints Fundraising Inc. for the financial year ended 30 June 2009

### **Committee Members**

The names of the committee members throughout the year and at the date of this report are:

Simon Monk (Public Officer)  
Christy McCarthy (Secretary)  
Aine Leonard  
Chris Noble  
Matt Bourne  
Graham Kingaby  
Mike Hartz  
Kristi Mansfield

### **Principal Activity**

The principal activity of the association during the financial year was the collection and distribution of donations to various charitable organisations throughout Australia and overseas.

### **Significant Changes**

There was no significant change in the nature of the principal activity during the year.

### **Operating Result**

The loss after providing for income tax amounted to (\$2,214).

Signed in accordance with a resolution of the Members of the Committee by:



*Simon Monk*

Public Officer



*Christy McCarthy*

Committee Member

Dated this 4th day of December 2009

## Income Statement

for the year ended 30 June 2009

	Notes	2009 \$	2008 \$
Donations received	2	256,474	188,805
Other income	2	1,323	2,733
Donations paid	3	(255,960)	(188,805)
Finance costs	3	(390)	(2,952)
<hr/>			
Profit before income tax		1,447	(219)
Income tax expense	4	(3,661)	(1,888)
<hr/>			
<b>Profit/(Loss) from operations</b>		<b>(2,214)</b>	<b>(2,107)</b>

The accompanying notes form part of these financial statements.

## Balance Sheet

as at 30 June 2009

	Notes	2009 \$	2008 \$
<b>Current Assets</b>			
Cash and cash equivalents	5	585	379
Trade and other receivables	6	35,636	5,717
<b>Total Current Assets</b>		<b>36,221</b>	<b>6,096</b>
<b>Non-Current Assets</b>			
Deferred tax asset	7	160	1,207
<b>Total Non-Current Assets</b>		<b>160</b>	<b>1,207</b>
<b>Total Liabilities</b>			
Trade and other payables	8	55,107	6,056
Current tax liabilities	9	2,614	20,373
<b>Total Current Liabilities</b>		<b>57,721</b>	<b>26,429</b>
<b>Net Assets/(Liabilities)</b>		<b>(21,340)</b>	<b>(19,126)</b>
<b>Equity</b>			
Accumulated losses		(21,340)	(19,126)
<b>Total Equity/(Deficiency)</b>		<b>(21,340)</b>	<b>(19,126)</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

For the year ended 30 June 2009

	Retained Earnings/ (Accumulated losses) \$	Total \$
Balance at 1 July 2007	(17,019)	(17,019)
Loss attributable to members	(2,107)	(2,107)
<b>Balance at 30 June 2008</b>	<b>(19,126)</b>	<b>(19,126)</b>
Balance at 1 July 2008	(19,126)	(19,126)
Loss attributable to members	(2,214)	(2,214)
<b>Balance at 30 June 2009</b>	<b>(21,340)</b>	<b>(21,340)</b>

## Cash Flow Statement

for the year ended 30 June 2009

	Notes	2009 \$	2008 \$
<b>Cash Flow from Operating Activities</b>			
Receipts from donors		252,202	206,292
Payments to charities		(232,556)	(255,656)
Interest received		933	2,732
Income tax paid		(20,373)	-
<b>Net cash provided by (used in) operating activities</b>	12	<b>206</b>	<b>(46,632)</b>
<b>Cash Flow from Investing Activities</b>			
<b>Net cash provided by (used in) investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash Flow from Financing Activities</b>			
<b>Net cash provided by (used in) financing activities</b>		<b>-</b>	<b>-</b>
Net increase/(decrease) in cash held		206	(46,632)
Cash at beginning of year		379	47,011
<b>Cash at end of year</b>	5	<b>585</b>	<b>379</b>

The accompanying notes form part of these financial statements.

## Notes to the Financial Statements

for the year ended 30 June 2009

### **1. Statement of significant accounting policies**

The financial report covers Footprints Fundraising Inc. as an individual entity. Footprints Fundraising Inc. is an association incorporated in New South Wales under the Associations Incorporation Act 2009.

This financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Act 2009 and Charitable Fundraising Act (NSW) 1991.

The financial report of Footprints Fundraising Inc as an individual entity complies with all Australian equivalent to International Financial Reporting Standards (AIFRS) in their entirety. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

#### **Reporting basis and conventions**

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

#### **Accounting policies**

##### **a. Income tax**

The charge for current income tax expenses is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

### **1. Statement of significant accounting policies (continued)**



## Notes to the Financial Statements

for the year ended 30 June 2009

### **a. Income tax (continued)**

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised to comply with the conditions of deductibility imposed by the law.

### **b. Provisions**

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

### **c. Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

### **d. Revenue**

Revenue from donations is recognised when pledged.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

## Notes to the Financial Statements

for the year ended 30 June 2009

### 1. Statement of significant accounting policies (continued)

#### e. Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

#### f. Critical accounting estimates and judgements

The Committee Members evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

#### Key estimates - impairment

The association assesses impairment at each reporting date by evaluating conditions specific to the company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the assets is determined.

### 2. Revenue

	2009	2008
	\$	\$
Donations received	256,474	188,805
Interest received	1,323	2,733
<b>Total Revenue</b>	<b>257,797</b>	<b>191,538</b>

### 3. Profit

#### Expenses

Donations paid	255,960	188,805
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#### Finance costs:

External	390	2,952
<b>Total Finance costs</b>	<b>390</b>	<b>2,952</b>

There was no remuneration paid to the auditors, Grant Thornton Audit Pty Ltd, for audit and non-audit services during the year.

## Notes to the Financial Statements

for the year ended 30 June 2009

<b>4. Income tax expense</b>	Notes	2009	2008
		\$	\$
The components of tax expense comprise:			
Current tax		3,661	1,888

The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:

Prima facie tax payable on profit from ordinary activities before income tax at 30% (2007 : 30%)		434	(66)
Add tax effect of:			
- Donations paid to non-deductible gifts recipients		3,207	12,671
- Donations not paid out by year end		189	1,217
- Tax liability in prior year brought to account		1,208	2,050
Less tax effect of:			
- Future deductions for donations to deductible gift recipients		(160)	(1,207)
- Prior year donations paid out in current year		(1,217)	(12,777)
<b>Income tax expense/(benefit) attributable to the association</b>		<b>3,661</b>	<b>1,888</b>

### 5. Cash and cash equivalents

Cash at bank and in hand		585	379
		<b>585</b>	<b>379</b>

### 6. Trade and other receivables

<b>Current</b>			
Donations Receivable		35,636	5,717
		<b>35,636</b>	<b>5,717</b>

### 7. Tax assets

<b>Current</b>			
Deferred tax asset		160	1,207
		<b>160</b>	<b>1,207</b>

### 8. Trade and other payables

<b>Current</b>			
Donations payable		631	4,056
Trade creditors		-	2,000
Amounts payable to related parties	11	54,476	-
		<b>55,107</b>	<b>6,056</b>

## Notes to the Financial Statements

for the year ended 30 June 2009

<b>9. Current tax liabilities</b>	2009	2008
	\$	\$
<b>Current</b>		
Current tax liabilities	2,614	20,373
	<b>2,614</b>	<b>20,373</b>

### 10. Economic dependency

Footprints Fundrasing Inc' is economically dependent on Surecan Technology Pty Limited to pay its expenses and provide on going support with regards to employees and technology support.

### 11. Related Party Transactions

During the year ended 30 June 2009, the following unsecured loans were made to Footprints Fundraising Inc. from related parties:

Surecan Technology Pty Ltd	20,373	-
WNG Services Pty Ltd	34,103	-
	<b>54,476</b>	<b>-</b>

Also during the year, Footprints Fundrasing Inc's expenses were paid by Surecan Technology Pty Limited. In addition, Surecan Technology Pty Limited carried out all administration functions for the company. Simon Monk is the director of the related entity.

There were no compensation payments made to key management personel during the year.

### 12. Cash flow information

<b>Reconciliation of Cash Flow from Operations with profit from ordinary activities after income tax</b>		
Loss after income tax	(2,214)	(2,107)
Non-cash flows in profit from ordinary activities	-	-
Changes in assets and liabilities:		
- (Increase)/decrease in donations receivables	(29,919)	(1,393)
- (Increase)/decrease in future tax benefit	1,047	(1,207)
- Increase/(decrease) in donations payables	49,051	(45,020)
- Increase/(decrease) in provision for tax	(17,759)	3,095
Cash flows from operations	<b>206</b>	<b>(46,632)</b>

## Notes to the Financial Statements

for the year ended 30 June 2009

### 13. Financial instruments

#### Financial risk management policies

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable and loans from related parties.

The company did not have any derivative instruments at 30 June 2009.

#### a. Financial risk exposures and management

The main risks the entity is exposed to through its financial statements are interest rate risk and liquidity risk.

##### Interest rate risk

The entity had no fixed or floating rate debt as at 30 June 2009 or 30 June 2008.

##### Liquidity risk

The entity manages liquidity risk by monitoring forecast cash flows and ensuring that donations to charities are not made until the donations are collected from the underwriters.

#### b. Financial instrument composition and maturity analysis

The table below reflects the undiscounted settlement terms for financial instruments of a fixed period of maturity, as well as the Committee's expectation of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the balance sheet.

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Maturing within 1 year		Non-interest Bearing		Total	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial assets</b>										
Cash at bank and on hand	-	-	585	379	-	-	-	-	585	379
Trade and other receivables	-	-	-	-	-	-	35,636	5,717	35,636	5,717
<b>Total financial assets</b>	-	-	585	379	-	-	35,636	5,717	36,221	6,096
<b>Financial liabilities</b>										
Trade and other payables	-	-	-	-	-	-	631	6,056	631	6,056
<b>Total financial liabilities</b>	-	-	-	-	-	-	631	6,056	631	6,056

Trade payables are expected to be paid as follows:

	2009	2008
	\$	\$
<b>Trade and other payables</b>		
Less than 6 months	631	6,056
6 months to 1 year	-	-
	<b>631</b>	<b>6,056</b>

## Notes to the Financial Statements

for the year ended 30 June 2009

### **13. Financial instruments (continued)**

#### **c. Interest rate sensitivity analysis**

The company has performed a sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in this risk.

At 30 June 2009, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant, would be as follows:

#### **Change in profit**

- Increase in interest rate by 2%	852	1,332
- Decrease in interest rate by 2%	(852)	(1,332)

#### **Change in equity**

- Increase in interest rate by 2%	852	1,332
- Decrease in interest rate by 2%	(852)	(1,332)

No sensitivity analysis has been performed on foreign exchange risk, as the entity is not exposed to foreign currency fluctuations.

### **13. Events after the balance sheet date**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Footprints Fundraising Inc., the results of those operations, or the state of affairs of Footprints Fundraising Inc. in future financial years.

The financial report was authorised for issue on 30 November 2009.

### **14. Fundraising activities conducted**

Fundraising appeals conducted in 2009, under the Charitable Fundraising Act 1991, included the collection of donations from insurance customers for charities. No other fundraising activities were conducted during the year.

## Notes to the Financial Statements

for the year ended 30 June 2009

### **15. New Accounting Standards and Australian Accounting Interpretations**

There have been new Australian Accounting Standards and Australian Accounting Interpretations issued or amended, which are applicable to the company, but are not yet effective. They have not been adopted in the preparation of the financial report, as it is believed these will have no material effect.

### **16. Company details**

The registered office of the company is:

*Footprints Fundraising Inc  
Level 5  
24 York Street  
SYDNEY NSW 2000*

The principal place of business is:

*Footprints Fundraising Inc  
Level 5  
24 York St  
SYDNEY NSW 2000*

## Statement by Members of the Committee

In the opinion of the committee the financial report as set out on pages 2 to 11:

1. Presents a true and fair view of the financial position of Footprints Fundraising Inc. as at 30 June 2009 and its performance for the year ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Footprints Fundraising Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the committee by:



*Simon Monk*  
Public Officer



*Christy McCarthy*  
Committee Member

Dated this 4th day of December 2009



**FOOTPRINTS FUNDRAISING INC.  
INC9884228**

## Declaration by Public Officer in respect of fundraising appeals

### Opinion

I, Simon Monk, Public Officer of Footprints Fundraising Inc. declare, in my opinion:

- a the financial statements give a true and fair view of all income and expenditure of Footprints Fundraising Inc with respect to fundraising appeal activities for the financial year ended 30 June 2009;
- b the Balance Sheet gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2009;
- c the provisions of the Charitable Fundraising (NSW) Act 1991 and the Regulations under that Act and the conditions attached to the authority have been complied with during the period from 1 July 2008 to 30 June 2009; and
- d the internal controls exercised by Footprints Fundraising Inc. are appropriate and effective in accounting for all income received and applied from any fundraising appeals.



*Simon Monk*

Public Officer

Dated this 4th day of December 2009

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### **Independent Auditor's Report To the Members of Footprints Fundraising Inc.**

We have audited the accompanying financial report of Footprints Fundraising Inc. (the "Association"), which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes to the financial statements and the statement by the Committee of Management.

#### **Responsibility of the Committee of Management for the financial report**

The Committee of Management of the Association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), Associations Incorporation Act 2009 (NSW) and Charitable Fundraising (NSW) Act 1991. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The Committee also states in the notes to the financial statements, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

#### **Auditor's responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards, which require us to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Electronic presentation of Audited Financial Report**

This auditor's report relates to the financial report of Footprints Fundraising Inc. for the year ended 30 June 2009 included on Footprints Fundraising Inc.'s web site. The Committee of Management is responsible for the integrity of the Footprints Fundraising Inc. web site. We have not been engaged to report on the integrity of the Footprints Fundraising Inc.'s web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site

### **Independence**

In conducting our audit, we have complied with the applicable independence requirements of the Accounting Professional and Ethical Standards Board.

### **Auditor's opinion**

In our opinion:

- a the financial report of Footprints Fundraising Inc. is in accordance with the Associations Incorporation Act 2009 (NSW), including:
  - i giving a true and fair view of the Association's financial position as at 30 June 2009 and of their performance for the year ended on that date; and
  - ii complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and Associations Incorporation Act 2009;
  - iii the financial report and associated records have been properly kept during the year in accordance with the Charitable Fundraising Act 1991 and the regulations;



- iv monies received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with Charitable Fundraising Act 1991 and its regulations; and
  - v there are reasonable grounds to believe Footprints Fundraising Inc. will be able to pay its debts as and when they fall due.
- b. the financial report also complies with International Financial Reporting Standards as disclosed in the notes to the financial statements.

*Grant Thornton Audit Pty Ltd*

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants

*L J Corder*

LJ Corder  
Director - Audit & Assurance Services

Sydney, 4 December 2009