

**FOSTER CARE ASSOCIATION  
OF VICTORIA INC**

Financial Statements  
For the year ended 30 June 2008

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Committee's Report**  
**For the year ended 30 June 2008**

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Your committee members submit the financial accounts of the FOSTER CARE ASSOCIATION OF VICTORIA INC for the financial year ended 30 June 2008.

### **Committee Members**

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

KIM REA  
ADAM McCANN  
IAN SEAL  
JACKIE VAN DE BURGT  
JANET ATTRILL  
KATIE HOOPER  
JOHN WOOLCOCK  
SYLVIA DAVEY  
TRACEY COCKS

### **Principal Activities**

The principal activities of the association during the financial year were: Hosting the State Foster Care Conference, participation in DHS policy consultations and Stakeholder Liaison and Working groups, production and distribution of newsletter, responding to calls to Foster Care helpline and liaising with local and regional support groups in relation to training and other Foster Care issues..

### **Significant Changes**

No significant change in the nature of these activities occurred during the year.

### **Operating Result**

The deficit from ordinary activities after providing for income tax amounted to

Year ended	Year ended
30 June 2008	Prev YearEnd
\$	\$
(42,305)	140,461

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

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KIM REA

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Committee's Report**  
**For the year ended 30 June 2008**

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ADAM McCANN

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Income and Expenditure Statement**  
**For the year ended 30 June 2008**

		2008	2007
		\$	\$
<b>Income</b>			
Interest received		10,899	3,529
Sponsorship		967	31,204
Conference Fees		111,637	
Sales		1,840	50
DHS Grants		228,336	301,083
Donations		1,709	1,332
Other Grants		5,455	7,273
Total income	Note 2	360,842	344,470
<b>Expenses</b>			
Awards		6,172	
Advertising and promotion		3,723	2,508
Audit fees		636	634
Bank Fees And Charges		312	342
Book Keeper		3,897	5,897
Casual labour			1,074
Catering & Consumables		87,059	8,184
Child Care		2,431	
Cleaning/rubbish removal		2,030	2,006
Computer Supplies		2,071	795
Conference/seminar costs		11,955	2,154
Consultants fees		36,289	6,832
Depreciation - plant	Note 3	2,260	3,202
Depreciation - other	Note 3	1,213	1,503
Presentations		1,912	1,141
Electricity		2,947	2,221
Hire/rent of Plant & Equipment		26,338	2,536
Hire: venue		12,945	7,095
Insurance		579	576
Materials & supplies		39	
Photocopying		1,111	2,521
Postage		8,044	6,392

The accompanying notes form part of these financial statements.

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Income and Expenditure Statement**  
**For the year ended 30 June 2008**

	2008	2007
	\$	\$
Printing	17,406	6,266
Stationery - Office Supplies	6,365	2,072
Recruitment expenses	1,697	
Rent on land & buildings	18,247	13,746
Repairs & maintenance	2,061	20
Staff amenities	73	
Staff training		3,800
Subscriptions	2,214	1,489
Sundry expenses	28	1,649
Superannuation	8,583	7,384
Telephone	7,934	5,605
Travel, accom & conference	5,332	8,256
Mileage Allowance	7,047	10,819
Salary sacrifice	22,677	
Wages	87,867	83,021
Workcover	1,650	2,267
Total expenses	<u>403,147</u>	<u>204,010</u>
Profit (loss) from ordinary activities before income tax	(42,305)	140,461
Income tax revenue relating to ordinary activities		
Net profit (loss) attributable to the association	<u>(42,305)</u>	<u>140,461</u>
Total changes in equity of the association	<u>(42,305)</u>	<u>140,461</u>
Opening retained profits	201,080	60,619
Net profit (loss) attributable to the association	<u>(42,305)</u>	<u>140,461</u>
Closing retained profits	<u>158,775</u>	<u>201,080</u>

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The accompanying notes form part of these financial statements.

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Detailed Balance Sheet As At 30 June 2008**

	Note	2008 \$	2007 \$
<b>Current Assets</b>			
<b>Cash Assets</b>			
Bendigo Bank A/C 127706414		172,409	200,484
Cash on hand		192	200
Rental Bond		3,480	
	Note 4	<u>176,081</u>	<u>200,684</u>
<b>Receivables</b>			
Trade debtors		<u>5,329</u>	<u>7,700</u>
	Note 5	<u>5,329</u>	<u>7,700</u>
Total Current Assets		<u>181,410</u>	<u>208,384</u>
<b>Non-Current Assets</b>			
<b>Property, Plant and Equipment</b>			
Office furniture		8,822	8,822
Less: Accumulated depreciation		(4,015)	(2,813)
Plant & equipment - at cost		21,803	15,247
Less: Accumulated depreciation		(10,036)	(7,776)
Computer at cost		3,397	
Less: Accumulated depreciation		(11)	
	Note 6	<u>19,960</u>	<u>13,480</u>
Total Non-Current Assets		<u>19,960</u>	<u>13,480</u>
Total Assets		<u>201,370</u>	<u>221,863</u>

The accompanying notes form part of these financial statements.

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Detailed Balance Sheet As At 30 June 2008**

	Note	2008 \$	2007 \$
<b>Current Liabilities</b>			
<b>Payables</b>			
Unsecured:			
Trade creditors		5,773	
Other creditors (visa card)		37	30
	Note 8	<u>5,810</u>	<u>30</u>
<b>Financial Liabilities</b>			
Unsecured:			
Prepayment : Office of Child Safety		<u>18,000</u>	
	Note 9	<u>18,000</u>	
<b>Current Tax Liabilities</b>			
GST payable control account		36,247	32,739
Input tax credit control account		(26,945)	(9,780)
GST clearing		(6,591)	(9,505)
Amounts withheld from salary and wages		<u>3,148</u>	<u>4,284</u>
	Note 10	<u>5,859</u>	<u>17,737</u>
<b>Provisions</b>			
Employee entitlements		<u>12,926</u>	<u>3,016</u>
	Note 11	<u>12,926</u>	<u>3,016</u>
Total Current Liabilities		<u>42,595</u>	<u>20,783</u>
Total Liabilities		<u>42,595</u>	<u>20,783</u>
Net Assets		<u><u>158,775</u></u>	<u><u>201,080</u></u>
<b>Members' Funds</b>			
Accumulated surplus (deficit)		158,775	201,080

The accompanying notes form part of these financial statements.

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Detailed Balance Sheet As At 30 June 2008**

	Note	2008 \$	2007 \$
Total Members' Funds		<u>158,775</u>	<u>201,080</u>

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

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**Note 1: Statement of Significant Accounting Policies**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act. The committee has determined that the association is not a reporting entity.

The report has been prepared in accordance with the requirements of the Associations Incorporation Act and the following Australian Accounting Standards:

AASB 112:	Income Taxes
AASB 1031:	Materiality
AASB 110:	Events after the Balance Sheet Date
AASB 117:	Leases

No other Australian Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Income Tax

The charge for current income tax expense 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.

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.

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 tax legislation, and the anticipation that the association will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(b) Fixed Assets

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

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The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

(c) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the entity, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the interest expense for that period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful or over the term of the lease.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the period in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

2008

2007

**Note 2: Revenue**

**Operating Activities:**

Rents	111,637	
Interest revenue	10,899	3,529
Government subsidies	228,336	301,083
Other operating revenue:		
Sponsorship	967	31,204
Sales	1,840	50
Donations	1,709	1,332
Other Grants	5,455	7,273
	<u>360,842</u>	<u>344,470</u>

**Note 3: Profit from Ordinary Activities**

Profit (loss) from ordinary activities before  
income tax has been determined after:

**Charging as Expense:**

Depreciation of non-current assets:

- Plant and equipment	2,260	3,202
- Other	1,213	1,503
Total depreciation expenses	<u>3,473</u>	<u>4,705</u>

**Note 4: Cash assets**

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

	2008	2007
Bank accounts:		
Bendigo Bank A/C 127706414	172,409	200,484
Other cash items:		
Cash on hand	192	200
Rental Bond	3,480	
	176,081	200,684
	176,081	200,684

**Note 5: Receivables**

**Current**

Trade debtors	5,329	7,700
	5,329	7,700
	5,329	7,700

**Note 6: Property, Plant and Equipment**

Leasehold improvements:

- At cost	8,822	8,822
- Less: Accumulated depreciation	(4,015)	(2,813)
	4,807	6,009

Plant and equipment:

- At cost	21,803	15,247
- Less: Accumulated depreciation	(10,036)	(7,776)
	11,767	7,471

Other plant and equipment:

- At cost	3,397	
- Less: Accumulated depreciation	(11)	
	3,386	
	19,960	13,480
	19,960	13,480

**Note 7: Investment Property**

Balance at beginning of year

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

	2008	2007
Balance at end of year		

**Note 8: Payables**

Unsecured:

- Trade creditors	5,773	
- Other creditors	37	30
	5,810	30
	5,810	30
	5,810	30

**Note 9: Financial Liabilities**

**Current**

Unsecured:

Prepayments : Office of Child Safety	18,000	
	18,000	
	18,000	
	18,000	

**Note 10: Tax Liabilities**

**Current**

GST payable control account	36,247	32,739
Input tax credit control account	(26,945)	(9,780)
GST clearing	(6,591)	(9,505)
Amounts withheld from salary and wages	3,148	4,284
	5,859	17,737
	5,859	17,737

**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2008**

2008

2007

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**Note 11: Provisions**

**Current**

Employee entitlements*	12,926	3,016
	<u>12,926</u>	<u>3,016</u>
* Aggregate employee entitlements liability	12,926	3,016

There were 2 employees at the end of the year

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Statement by Members of the Committee**  
**For the year ended 30 June 2008**

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The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of FOSTER CARE ASSOCIATION OF VICTORIA INC as at 30 June 2008 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association 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:

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KIM REA  
Acting President

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ADAM McCANN  
Treasurer

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## FOSTER CARE ASSOCIATION OF VICTORIA INC

### Independent Audit Report to the Members

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#### Scope

We have audited the attached financial report, being a special purpose financial report comprising the Statement by Members of the Committee, Statement of Financial Performance, Statement of Financial Position, and Notes to the Financial Statements for the year ended 30 June 2008 of FOSTER CARE ASSOCIATION OF VICTORIA INC. The Committee is responsible for the financial report and has determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the Associations Incorporations Act [Victoria] and are appropriate to meet the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of FOSTER CARE ASSOCIATION OF VICTORIA INC. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial statements have been prepared for the purpose of fulfilling the requirements of the Associations Incorporation Act [Victoria]. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the association's financial position, and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

#### Audit opinion

In our opinion, the financial report presents fairly, in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of FOSTER CARE ASSOCIATION OF VICTORIA INC as at 30 June 2008 and the results of its operations for the year then ended.

Signed on :

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MRS LETIZIA BARCO, FCPA  
BARCO & ASSOCIATES  
45 JOHNSON STREET KEON PARK 3073

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**FOSTER CARE ASSOCIATION OF VICTORIA INC**  
**Certificate by Member of the Committee**  
**For the year ended 30 June 2008**

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I, KIM REA of [43 Oakland Drive, Warrandyte 3113], and I, ADAM McCANN of [Po Box 1017, Camberwell 3124] certify that:

1. We are members of the Committee of FOSTER CARE ASSOCIATION OF VICTORIA INC.
2. We attended the annual general meeting of the association held on .
3. We are authorised by the attached resolution of the Committee to sign this certificate.
4. This annual statement was submitted to the members of the association at its annual general meeting.

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KIM REA  
Committee Member

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ADAM McCANN  
Committee Member

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