



## **NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2011**

The Management Committee has determined that the Group is not a reporting entity and that this special financial report should be prepared in accordance with accounting practices outlined in the Notes to and Forming Part of the Financial Statements.

In the opinion of the Management Committee, the Financial report as set out:

1. Presents the financial position of Fairholme Disability Support Group Inc. as at June 30, 2011 and its performance for the year ending on that date; and
2. At the date of this statement there are reasonable grounds to believe that Fairholme Disability Support Group 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 Management Committee on July 12 and is signed on their behalf by:

*Bevan Dellar*

**Bevan Dellar**

Chair

July 14, 2011

cc. J Ricks Treasurer



**K Westaway and Associates  
Chartered Accountants  
Suite 7, 29 Hood Street  
SUBIACO WA 6008**

Dear Mr Westaway

We, the Management Committee of Fairholme Disability Support Group Inc., make the following representations in connection with the examination of the financial statements for the year ended June 30, 2011. We acknowledge the Treasurer is responsible for the preparation of the financial report in accordance with Accounting Standards, the provisions of the Associations Incorporation Act (WA), Charitable Collections Act and other mandatory professional reporting and statutory requirements.

The Management Committee has determined that the Group is not a reporting entity.

We confirm as the Management Committee, having conducted appropriate procedures, to the best of our knowledge and belief:

(1) There has been no fraud or irregularities involving management who have a significant role in the system of internal control or that could have a material effect on the financial statements.

(2) We have made available to you all our books of account and supporting documentation and all minutes of General and Management Committee Meetings and any additional pertinent financial data.

(3) The Group has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There have been no communications concerning non-compliance with requirements of regulatory authorities with respect to financial or other matters.

(4) We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

(5) The Group has no assets and therefore there are no liens or encumbrances.

(6) There are no material commitments and contingencies, including pending or threatened law suits and unasserted claims, except as noted in the financial statements.

We understand you are relying on these statements from the Management Committee in forming your audit opinion on the financial statements.

This statement is made in accordance with a resolution of the Management Committee on July 12 and is signed on their behalf by:

Yours sincerely

*Bevan Dellar*

Bevan Dellar

Chair

July 14, 2011

cc. J Ricks Treasurer

**MANAGEMENT COMMITTEE REPORT  
FOR THE YEAR ENDED JUNE 30, 2011**

The Management Committee members submit the financial report of Fairholme Disability Support Group Inc for the financial year ending June 30, 2011.

**PRINCIPAL ACTIVITIES**

The principal activities of Fairholme Disability Support Group Inc over the past 12 months has been to advocate, support and fund people with disabilities in particular those in accommodation in accordance with the Group's Objects. These are detailed in the Group's annual report.

**1. SIGNIFICANT CHANGES**

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

**2. OPERATING RESULT**

The loss from ordinary activities amounted to \$1,640.50

**3. SPECIFIC GRANTS AND DONATIONS**

Where the Group receives specific grants and/or donations as to its prescribed use or when a donation is significant the Management Committee determines its use and is accounted for accordingly.

Details of grants, donations and general income are as follows:

• Grants	\$2500.00	Donations – General	\$373.00
• Donations – Equipment-	Nil	Donation – Special Purpose	Nil
• Subscriptions	\$1075.00	Interest	\$2.20
• Raffle	\$132.00	Artists by the River	\$6120.00
<b>Total</b>	<b>\$10,202.20</b>		

**4. EXPENSE**

Detail is as follows:

• Membership Fees	\$343.00	Web-site Development	\$2074.90
• The Great Bike Hike-General	\$1599.00	The Great Bike Hike-Feasibility Study	\$6195.00
• Artist by the River Project	\$970.00	Scholarship Prizes	\$292.60
• Equipment	Nil	General	\$368.20
<b>Total</b>	<b>\$11,842.70</b>		

**Accounting Practices**

**1. Special Purpose Financial Report**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Charitable Collections Act WA (1946) and the Group's corporate governance.

The Management Committee has determined that the Group is not a reporting entity.

The financial statements have been drawn up in accordance with the provisions of the Constitution of Fairholme Disability Support Group Inc and the following applicable Accounting Standards:

AASB 1002: Events Occurring after Reporting Date      AASB 1031: Materiality

They have been prepared in accordance with historical cost from the records of the Group and the accounting practices are consistent with those of the previous year, unless otherwise stated.

*(a) Donations and Fundraising Income*

Donations and fundraising monies received, by their nature can be recognised only when they are recorded in the books. Such items as donations are brought to account on a cash basis or where they are received other than in cash, when ownership passes to the Group.

*(b) Cash*

Cash for the purposes of the Balance Sheet includes cash on hand, at bank and deposit.

*(c) ABN and GST Registration*

The Group is registered [ABN 21 902 498 771] with the Australian Taxation Office [ATO] as an Australian Business effective from November 1, 1999. Also the Group became GST registered effective from February 14, 2011.

*(d) Taxation*

The Group is exempt from income tax under the provision of sub-division 50.B of the Income Tax Assessment Act 1997, as amended. The Group is a Public Benevolent Institution [PBI] and has Deductible Gift Recipient [DGR] status.

*(e) Non Current Assets and Depreciation*

Not applicable

## **2. Cash at Bank**

For the purposes of the Balance Sheet cash includes cash on hand, at bank, trust account and deposit- all stated at nominal value.

Term Deposits	Nil	Operating Cheque Account	\$6,172.63
DSC Trust Account	Nil [This account was terminated on June 30, 2011 and funds transferred to the Operating Cheque Account.]		

It should be noted that Management Committee members paid for all of the Group's administrative costs as and when they were incurred.

There are no known bad debts and the provision for doubtful debts of **nil** in our opinion is adequate.

## **3. Record Keeping**

The keeping of financial records and presentation of reports to members is by the use of the software package Quicken.

Each of the Group's bank and trust statements are duly reconciled and detail provided in printed form throughout the year at each General and Management Committee meetings.

Each original and reconciled bank statement is sighted, duly signed and dated by the Chair and Treasurer.

## **4. Employees**

The Group does not have any employees.

## **5. Property, Plant and Equipment**

The Group does not own any property or plant but some minor equipment as recorded in the Equipment Register.

## **6. Contingencies**

The Group has no known contingent or undetermined liabilities or unrecorded obligations of a material amount at reporting date.

## **7. Events Occurring after Balance Date**

The Group has no known events nor facts been discovered since July 1, 2011 that may have any effect on the Group's reports.

## **7. Related and/or Affiliated Bodies**

The Group has no related and/or affiliated bodies.

## **8. Interest Rate Risk Exposure**

The Group is not exposed to any significant interest rate risk –only minimal paid- in relation to its account totalling \$2.20 with the Commonwealth Bank. The Group had funds in the Disability Services Commission [DSC] Trust Account up to June 30, 2011 when it was terminated. The Trust Account did not accrue any interest.

## **9. Lease Commitments**

The Group has no lease commitments.

## **10. Legal Matters**

The Group has no legal matters outstanding nor have any been notified.