

Financial Report 2015/2016

Asthma Foundation of WA Inc

Treasurer Statement



During my fourth year as Treasurer the Foundation witnessed a tough financial year. The Foundation reported an operating deficit of \$344,604 for the year ended June 30th 2016.

The deficit is largely due to the new initiative to manage the ECU Freeway Bike Hike for Asthma in-house. Registration and fundraising income for the event did not meet targets and the event resulted in a loss. A full evaluation of the event has been held and the plans are in place to return the ECU Freeway Bike Hike for Asthma and the Foundation to surplus in 2016/17.

The Australian Stock Exchange showed a decline in 2015/16 and the value of Foundation's investment portfolio has reduced accordingly. The Foundation follows a long term investment strategy under the guidance of its Investment Review Committee and the portfolio is expected to recover with the market.

After non-operational items of -\$3,008 being accounted for, the total deficit for the year was \$347,612. This is a marked decrease from the 2014/15 surplus of \$27,194.

A sworn valuation is held on Foundation property every three years to ensure currency. In June 2016 a new valuation was solicited, and the value of AFWA's property has been reduced as per current market values.

In 2015/16 the Foundation's Balance Sheet has reduced from \$5,022,897 to \$4,328,756. Despite this decrease the Foundation remains in good financial health, with stable long term assets and a strong investment portfolio. The reduced value of investments and property is a reflection of general trends in Western Australia.

During my tenure the Asthma Foundation WA has recorded a series of recurring surpluses. Despite setbacks in 2015/16 the Foundation is set to improve its position financially and is budgeting to return to surplus in 2016/17.

A handwritten signature in blue ink, appearing to read 'Spencer Broad'.

Spencer Broad CPA
Treasurer



ASTHMA FOUNDATION OF WESTERN AUSTRALIA INC STATEMENT BY THE BOARD

In the opinion of the Board, the accompanying Balance Sheet and Statement of Income and Expenditure of the Asthma Foundation of Western Australia Incorporated are drawn up so as to give a fair and true view of the state of the affairs of the Asthma Foundation of Western Australia Incorporated at 30 June 2016, and the results for the 12 month period ended on that date.

On behalf of the Board,

A handwritten signature in black ink, appearing to read 'Tony Carter'.

Tony Carter
President
20 September 2016

STATEMENT BY THE HONORARY TREASURER

I, Spencer Broad, being the Honorary Treasurer of the Asthma Foundation of Western Australia Incorporated state that in my opinion the accompanying Balance Sheet and Statement of Income and Expenditure are drawn up so as to give a fair and true view of the state of affairs of the Asthma Foundation of Western Australia Incorporated at 30 June 2016, and the results for the 12 month period ended on that date.

A handwritten signature in black ink, appearing to read 'Spencer Broad'.

Spencer Broad CPA
Treasurer
20 September 2016

Independent Auditors Report

TO THE MEMBERS OF ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Asthma Foundation of WA Inc. ("The Entity") which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income for the period then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the President's declaration.

Management's Responsibility for the Financial Report

Management of the Entity is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporations Act 2015 and the basis of preparation described in Note 1 to the financial statements. These responsibilities also include establishing and maintaining internal control 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.

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. These Auditing standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from 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 judgment, including the assessment of the risk 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 entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness on accounting estimates made by 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.

Independent Auditors Report

Independence

In conducting our audit we have complied with the independence requirements of Australian professional and legal ethical pronouncements.

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Asthma Foundation of WA Inc. as at 30 June 2016, and of its financial performance for the year then ended in accordance with the Basis of preparation described in Note 1 of the financial statements and the Associations Incorporations Act 2015.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describe the basis of accounting. The financial report has been prepared for the purpose of meeting the requirements of the Entity's Constitution. As a result, the financial report may not be suitable for any other purpose.

Stirling Partners Audit

STIRLING PARTNERS AUDIT



Jacques Bezuidenhout
Registered Company Auditor

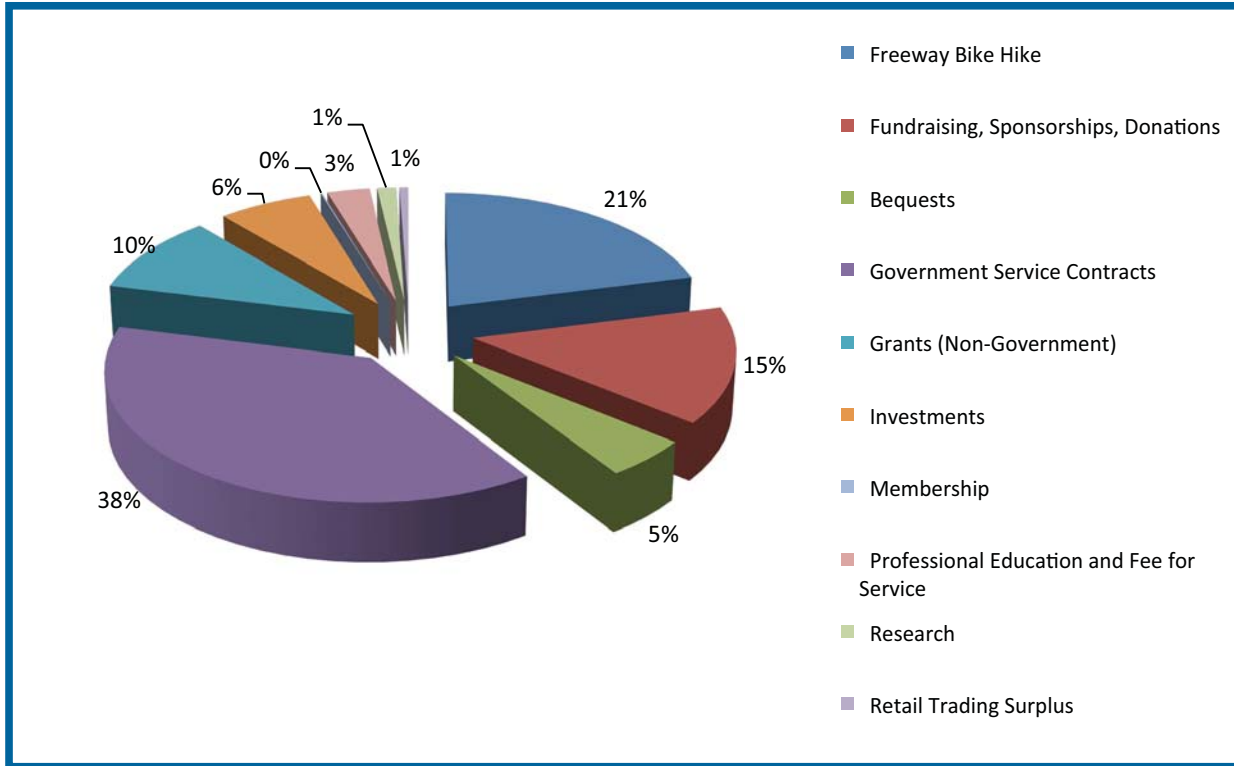
Level 1, 278 Stirling Highway, Claremont WA 6010
Date: 20/09/2016

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

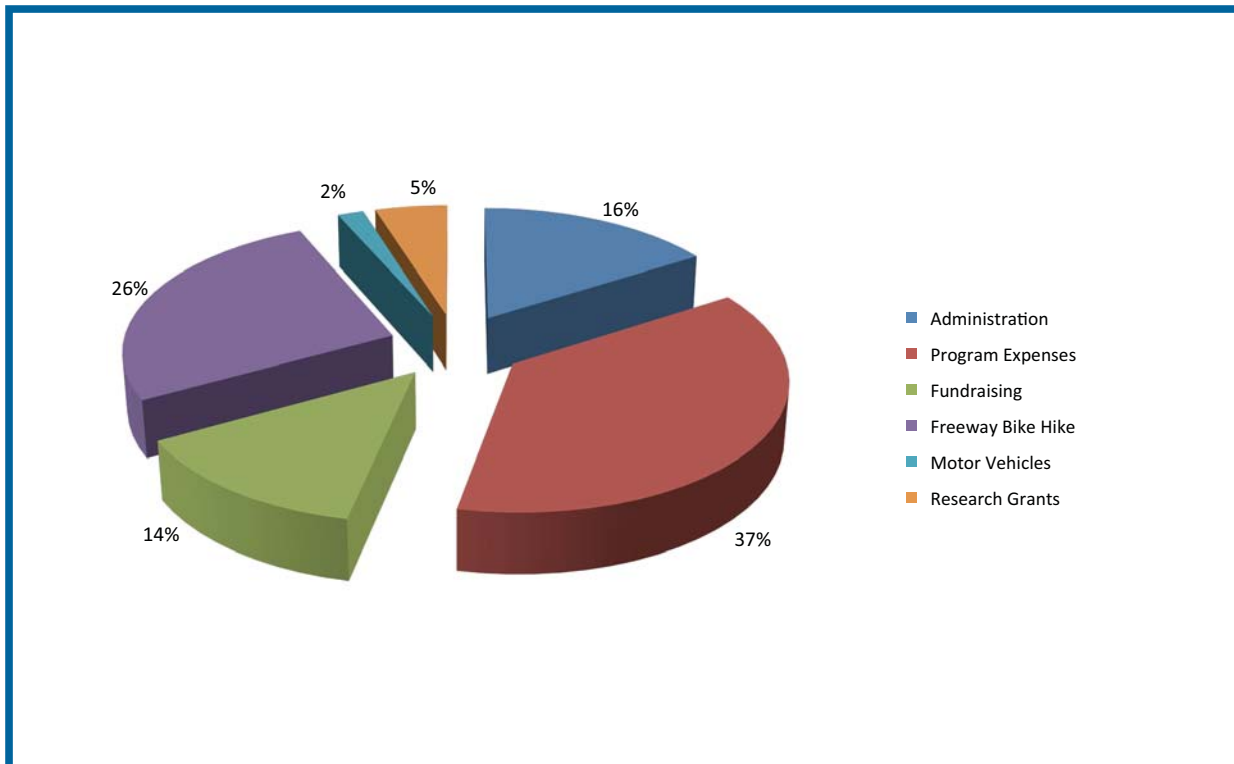
STATEMENT OF INCOME & EXPENDITURE For the 12 month period ended 30 June 2016

	12 months 30-June-2016 \$	12 months 30-June-2015 \$
INCOME		
Freeway Bike Hike	467,487	258,643
Fundraising, Sponsorships, Donations	323,894	379,847
Government Service Contracts	845,853	880,483
Grants (Non-Government)	219,313	195,000
Investments	142,456	159,747
Membership	2,125	3,982
Professional Education and Fee for Service	64,051	51,652
Research	28,316	36,512
Retail Trading Surplus	12,808	15,119
	2,106,303	1,980,985
EXPENSE		
Administration	136,412	182,563
Depreciation	58,788	57,978
Freeway Bike Hike	633,426	27,672
Fundraising	64,075	109,863
Motor Vehicles	42,165	49,086
Personnel -		
Administration	246,141	309,145
Programs	636,697	618,660
Fundraising	262,197	236,073
Program Expenses	254,793	133,277
Research Grants	116,213	252,860
	2,450,907	1,977,177
OPERATIONAL (DEFICIT)/SURPLUS	(344,604)	3,808
OTHER NON OPERATIONAL ITEMS		
Revaluation of Investments	(116,594)	18,770
Surplus on Sale of Investments/Assets	5,292	2,490
Bequests	108,294	2,126
	(3,008)	23,386
(DEFICIT)/SURPLUS TRANSFERRED TO ACCUMULATED FUNDS	(347,612)	27,194

WHERE THE MONEY CAME FROM....



HOW THE MONEY WAS SPENT...



ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

BALANCE SHEET AS AT 30 JUNE 2016

	Note	30-June-2016 \$	30-June-2015 \$
CURRENT ASSETS			
Cash at Bank		327,163	182,553
Receivables	2	114,816	235,756
Inventories	3	15,373	18,078
Investments	4	590,463	597,568
TOTAL CURRENT ASSETS		1,047,815	1,033,955
NON-CURRENT ASSETS			
Investments	5	1,109,690	1,298,926
Property, Plant and Equipment	6	2,637,371	3,029,892
TOTAL NON-CURRENT ASSETS		3,747,061	4,328,818
TOTAL ASSETS		4,794,876	5,362,773
CURRENT LIABILITIES			
Creditors and Borrowings	7	402,440	290,947
Provisions For Employees	8	63,680	48,929
TOTAL CURRENT LIABILITIES		466,120	339,876
NON CURRENT LIABILITIES		-	-
TOTAL NON CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		466,120	339,876
NET ASSETS		4,328,756	5,022,897
FUNDS EMPLOYED			
Retained Surplus		3,135,275	3,108,081
Asset Revaluation Reserve		1,541,093	1,887,622
(Deficit)/Surplus for the year		(347,612)	27,194
TOTAL FUNDS EMPLOYED		4,328,756	5,022,897

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED**NOTES TO AND FORMING PART OF THE ACCOUNTS
For the 12 month period ended 30 June 2016****1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Asthma Foundation of WA Inc. (The Foundation) is a not-for-profit association incorporated and domiciled in Western Australia.

The functional and presentation currency of the foundation is Australian Dollars.

These financial statements were authorised for issue on 20 September 2016.

Basis of Preparation

In management's opinion, the foundation is not a reporting entity, since there are unlikely to be users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These financial statements are therefore special purpose financial statements that have been prepared to meet the reporting requirements of the Associations Incorporations Act 2015.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations.

These financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

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

Income Tax

The Foundation is exempt from income tax.

Investments

Investments are brought to account at market value at balance date.

Dividends, Interest Trust and Partnership distributions are brought to account on an accrual basis.

Inventories

Inventories are measured at the lower of cost and net realisable value.

Property

Property is included as per Sworn Valuation 30 June 2016.

Revenue

Donations are recognised at the time of receipt.

Grants and subsidies are recognised as income over the period to which they relate

Other Revenue is recognised when it is received or when the right to receive payment is established.

Income from Bequests is recorded as Non Operational Income.

Plant and Equipment

Plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciation amount of all plant and equipment is depreciated over useful lives of the assets to the Foundation commencing from the time the asset is held ready for use.

Employee Entitlements

Provision is made for the liability for employee entitlements arising from services rendered by employees to balance date.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST.

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS For the 12 month period ended 30 June 2016

	30-June-2016	30-June-2015
	\$	\$
2 RECEIVABLES		
Sundry Debtors	103,123	225,783
Prepayments	11,693	9,973
	114,816	235,756
3 INVENTORIES		
Retail Stock on Hand	15,373	18,078
4 INVESTMENTS (CURRENT)		
Term Deposit	20,000	513,106
Investment Cash Account	570,463	84,462
	590,463	597,568
5 INVESTMENTS (NON CURRENT)		
At Market Value as at Balance Date		
International Shares	463,642	493,462
Listed Shares	646,048	700,213
Unlisted Property Trusts	-	105,251
	1,109,690	1,298,926
6 PROPERTY, PLANT & EQUIPMENT		
Property - as per Valuation June 2016		
Office Units 2, 3, 4 & 5 36 Ord Street	1,197,176	1,413,705
Renovations Office Units 2, 3, 4 & 5 36 Ord Street	695,595	695,595
Less: Accumulated Depreciation	(92,771)	(64,948)
Office Unit 7 36 Ord Street West Perth	400,000	420,000
Office Unit 10 36 Ord Street West Perth	330,000	440,000
	2,530,000	2,904,352
Plant & Equipment		
Office, IT Equipment and Fittings - at Cost	146,903	170,807
Less : Accumulated Depreciation	(47,707)	(61,618)
Motor Vehicles - at cost	41,215	41,215
Less : Accumulated Depreciation	(33,040)	(24,864)
	107,371	125,540
TOTAL PROPERTY, PLANT & EQUIPMENT	2,637,371	3,029,892

ASTHMA FOUNDATION OF WESTERN AUSTRALIA INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS For the 12 month period ended 30 June 2016

	30-June-2016	30-June-2015
	\$	\$
7 CREDITORS & BORROWINGS		
Sundry Creditors	237,363	254,363
Funding Received In Advance	165,077	36,584
	402,440	290,947
8 PROVISIONS FOR EMPLOYEES		
Provision for Holiday Pay	53,013	46,140
Provision for Long Service Leave	10,667	2,789
	63,680	48,929

Affiliated Funds - Not incorporated in Accounts

Affiliates of the Asthma Foundation of Western Australia Inc. are set up in various country areas. The funds raised and held by these affiliates have not been included in the accounts of the parent body.

Funds held by affiliates at the year end were as follows :

	30-June-2016	30-June-2015
	\$	\$
Manjimup	1,082	1,079