

**SAWARD / DAWSON**

chartered accountants

**Dialysis & Transplant Association  
of Victoria Incorporated  
ABN: 40 628 284 998**

Financial Statements for the year ended  
30 June 2010

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

For the Year Ended 30 June 2010

## CONTENTS

	Page
<b>Financial Statements</b>	
Committee's Report	1
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Statement by members of the committee	13
Independent Audit Report	14

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Committee's Report

for the Year Ended 30 June 2010

Your committee members submit the financial report of the Dialysis & Transplant Association of Victoria Incorporated for the financial year ended 30 June 2010.

### General information

#### Committee Members

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

Ros Ball

Nick Hatzimichalis

Alan Rawson

Mae Kerr

Lloyd Samuel

Kaitlyn Steavenson

Sue Hatzimichalis

Joan Eastwood

Angela Lindsay

Ken Smith

#### Principal Activities

The principal activities of association during the financial year were to provide a support and self-help group for people undergoing kidney dialysis and/or transplants.

#### Significant Changes

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

#### Surplus / deficit

The surplus of Dialysis & Transplant Association of Victoria Incorporated amounted to \$ 5,628 (2009: \$ 22,631)

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

Committee Member

*Lloyd Samuel*

Committee Member

*Nick Hatzimichalis*

Dated this

*12*

day of

*October*

2010

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Statement of Comprehensive Income

For the Year Ended 30 June 2010

	Note	2010 \$	2009 \$
Revenue	2	81,427	90,575
Depreciation		(13,557)	(15,035)
Insurance		(6,225)	(5,689)
Utilities		(5,365)	(4,989)
Donations		(600)	(4,092)
Postage		(2,972)	(2,778)
Printing & Stationery		(6,538)	(4,362)
Rates & Taxes		(4,033)	(3,807)
Repairs & Maintenance		(4,944)	(3,349)
Telephone		(2,473)	(2,996)
Travel		(4,335)	(3,245)
Social welfare		(6,348)	(2,468)
Accounting		(13,529)	(8,647)
Fundraising		(1,970)	(2,136)
Other expenses		(2,910)	(4,351)
<b>Surplus for the year</b>		<b>5,628</b>	<b>22,631</b>
<b>Other comprehensive income:</b>			
Net gain on revaluation of land and buildings		1,028,101	-
<b>Total comprehensive income for the year</b>		<b>1,033,729</b>	<b>22,631</b>

The accompanying notes form part of the financial statements

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Statement of Financial Position

As At 30 June 2010

	Note	2010 \$	2009 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	25,877	35,022
Trade and other receivables	5	6,283	4,638
Financial assets	6	575,481	554,775
<b>Total current assets</b>		<b>607,641</b>	<b>594,435</b>
<b>Non-current assets</b>			
Property, plant and equipment	7	2,482,053	1,453,187
<b>Total non-current assets</b>		<b>2,482,053</b>	<b>1,453,187</b>
<b>TOTAL ASSETS</b>		<b>3,089,694</b>	<b>2,047,622</b>
<b>LIABILITIES</b>			
Trade and other payables		8,777	434
<b>TOTAL LIABILITIES</b>		<b>8,777</b>	<b>434</b>
<b>NET ASSETS</b>		<b>3,080,917</b>	<b>2,047,188</b>
<b>EQUITY</b>			
Reserves		2,224,627	1,196,526
Retained earnings		856,290	850,662
<b>TOTAL EQUITY</b>		<b>3,080,917</b>	<b>2,047,188</b>

The accompanying notes form part of the financial statements

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Statement of Changes in Equity

For the Year Ended 30 June 2010

### 2010

	Retained Earnings	Asset Revaluation Reserve	Total
Note	\$	\$	\$
Balance at 1 July 2009	850,662	1,196,526	2,047,188
Increase in reserves during the year	-	1,028,101	1,028,101
Surplus attributable to members	5,628	-	5,628
<b>Balance at 30 June 2010</b>	<b>856,290</b>	<b>2,224,627</b>	<b>3,080,917</b>

### 2009

	Retained Earnings	Asset Revaluation Reserve	Total
Note	\$	\$	\$
Balance at 1 July 2008	828,031	1,196,526	2,024,557
Surplus attributable to members	22,631	-	22,631
<b>Balance at 30 June 2009</b>	<b>850,662</b>	<b>1,196,526</b>	<b>2,047,188</b>

The accompanying notes form part of the financial statements

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Statement of Cash Flows

For the Year Ended 30 June 2010

	Note	2010 \$	2009 \$
<b>Cash from operating activities:</b>			
Receipts from customers		35,826	48,911
Payments to suppliers and employees		(54,913)	(57,482)
Donations		15,434	6,665
Interest and Dividends received		29,536	37,831
		<hr/>	<hr/>
<b>Net cash provided by (used in) operating activities</b>	8	<b>25,883</b>	<b>35,925</b>
		<hr/>	<hr/>
<b>Cash flows from investing activities:</b>			
Placement of term deposit		(20,706)	(25,555)
Acquisition of property, plant and equipment		(14,322)	(2,346)
		<hr/>	<hr/>
<b>Net cash provided by (used in) investing activities</b>		<b>(35,028)</b>	<b>(27,901)</b>
		<hr/>	<hr/>
<b>Net increase (decreases) in cash held</b>		<b>(9,145)</b>	<b>8,024</b>
Cash and cash equivalents at beginning of year		35,022	26,998
		<hr/>	<hr/>
<b>Cash at end of financial year</b>	4	<b>25,877</b>	<b>35,022</b>

The accompanying notes form part of the financial statements

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

### Note 1 Accounting policies

#### 1a General information

The financial report is a special purpose financial report prepared to satisfy the financial report preparation requirements of the *Associations Incorporation Act 1981*. The committee has determined that the association is not a reporting entity.

Dialysis & Transplant Association of Victoria Incorporated is a association, incorporated and domiciled in Victoria.

#### 1b Basis of preparation

The report has been prepared in accordance with the requirements of the *Associations Incorporation Act 1981*, and the following Australian Accounting Standards:

AASB 101:	Presentation of Financial Statements
AASB 107:	Cash Flow Statements
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110:	Events after the Balance Sheet Date
AASB 116:	Property, Plant and Equipment
AASB 117:	Leases
AASB 118:	Revenue
AASB 1031:	Materiality

No other applicable Accounting Standard, Australian Accounting 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 material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

#### 1c Property, plant and equipment

##### Land and buildings

Freehold land and buildings are shown at valuation less subsequent depreciation of buildings. The association has also undertaken triennial valuations by external independent valuers during the year.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

The depreciable amount of all fixed assets including building and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the association commencing from the time the asset is held



# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

### Note 1 Accounting policies continued

#### 1c Property, plant and equipment continued

##### Land and buildings continued

ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Asset:	Depreciation Rate:
Buildings	2.5%
Plant and equipment	3-33%

#### 1d 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 statement of financial position.

#### 1e Income taxes

No current or deferred income tax assets or liabilities have been raised by the association as it is exempt from income tax under Division 50 of the Income Tax Assessment Act.

#### 1f Revenue

Revenue from the sale of goods or services is recognised upon the delivery of goods or services to customers.

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

Dividend revenue is recognised when the right to receive a dividend has been established.

Donation income is recognised when it is received.

All revenue is stated net of the amount of goods and services tax (GST).

#### 1g Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

### Note 1 Accounting policies continued

#### 1h Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of a change in accounting policy.

#### 1i Adoption of New and Revised Accounting Standards

During the current year the association adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

The adoption of these standards has impacted the recognition, measurement and disclosure of certain transactions. The following is an explanation of the impact the adoption of these standards and interpretations has had on the financial statements of Dialysis & Transplant Association of Victoria Incorporated.

#### AASB 101: Presentation of Financial Statements

In September 2007 the Australian Accounting Standards Board revised AASB 101 and as a result, there have been changes to the presentation and disclosure of certain information within the financial statements. Below is an overview of the key changes and the impact on the association's financial statements.

##### *Disclosure impact*

**Terminology changes** - The revised version of AASB 101 contains a number of terminology changes, including the amendment of the names of the primary financial statements.

**Reporting changes in equity** - The revised AASB 101 requires all changes in equity arising from transactions with owners in their capacity as owners to be presented separately from non-owner changes in equity. Owner changes in equity are to be presented in the statement of changes in equity, with non-owner changes in equity presented in the statement of comprehensive income. The previous version of AASB 101 required that owner changes in equity and other comprehensive income be presented in the statement of changes in equity.

**Statement of comprehensive income** - The revised AASB 101 requires all income and expenses to be presented in either one statement, the statement of comprehensive income, or two statements, a separate income statement and a statement of comprehensive income. The previous version of AASB 101 required only the presentation of a single income statement.

The association's financial statements now contain a statement of comprehensive income.

**Other comprehensive income** - The revised version of AASB 101 introduces the concept of 'other comprehensive income' which comprises of income and expenses that are not recognised in profit or loss as required by other Australian Accounting Standards. Items of other comprehensive income are to be disclosed in the statement of comprehensive income. Entities are required to disclose the income tax relating to each component of other comprehensive income. The previous version of AASB 101 did not contain an equivalent concept.

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

### Note 1 Accounting policies continued

#### 1j New Accounting Standards for Application in Future Periods

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The association has decided against early adoption of these standards. A discussion of those future requirements and their impact on the association is as follows:

- AASB 2009-12: Amendments to Australian Accounting Standards [AASBs 108, 110, & 1031 and Interpretations 2] (applicable for annual reporting periods commencing on or after 1 January 2011).

This standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of International Financial Reporting Standards by the IASB. The standard also amends AASB 8 to require entities to exercise judgment in assessing whether a government and entities known to be under the control of that government are considered a single customer for the purposes of certain operating segment disclosures. These amendments are not expected to impact the association.

The association does not anticipate early adoption of any of the above accounting standards.

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
<b>Note 2 Revenue</b>		
Operating activities		
- donations	15,434	6,665
- Member subscriptions	4,981	4,651
- interest received	29,536	41,772
- rental income	22,858	27,608
- Operating grants	1,349	1,300
- other income	7,270	8,579
Total revenue	<u>81,427</u>	<u>90,575</u>
<b>Note 3 Surplus from Ordinary Activities</b>		
Depreciation of property, plant and equipment	13,557	15,035
Remuneration of auditor		
Auditing or reviewing the financial report	4,600	4,000
<b>Note 4 Cash and Cash Equivalents</b>		
Cash on hand	116	190
Cash at bank	25,761	34,832
	<u>25,877</u>	<u>35,022</u>

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
<b>Note 5 Trade and other receivables</b>		
<b>CURRENT</b>		
Trade receivables	6,283	4,638
	<u>6,283</u>	<u>4,638</u>
<b>Note 6 Financial assets</b>		
<b>Held-to-maturity Investments Comprise:</b>		
ANZ Term Deposit	226,163	214,733
NAB Term Deposit	349,318	340,042
	<u>575,481</u>	<u>554,775</u>
<b>Note 7 Property plant and equipment</b>		
<b>LAND AND BUILDINGS</b>		
<b>Freehold land</b>		
At valuation	1,962,500	991,335
Total freehold land	<u>1,962,500</u>	<u>991,335</u>
<b>Buildings</b>		
At valuation	507,500	478,665
Less accumulated depreciation	-	(23,934)
Total buildings	<u>507,500</u>	<u>454,731</u>
Total land and buildings	<u>2,470,000</u>	<u>1,446,066</u>
<b>PLANT AND EQUIPMENT</b>		
<b>Plant and equipment</b>		
At cost	74,136	67,705
Less accumulated depreciation	(62,083)	(60,584)
Total plant and equipment	<u>12,053</u>	<u>7,121</u>
Total property, plant and equipment	<u>2,482,053</u>	<u>1,453,187</u>

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Notes to the Financial Statements

For the Year Ended 30 June 2010

	2010	2009
	\$	\$
<b>Note 8 Cash Flow Information</b>		
<b>Reconciliation of cashflow from operations with surplus for the year</b>		
Net Surplus for the year	5,628	22,631
Cash flows excluded from surplus attributable to operating activities		
Non-cash flows in surplus		
Depreciation	13,557	15,035
changes in assets and liabilities		
(Increase)/decrease in current receivables	(1,645)	(1,607)
Increase/(decrease) in trade payables and accruals	8,343	(134)
	<u>25,883</u>	<u>35,925</u>

## Note 9 Association Details

### 9a Registered office

The registered office of the association is:  
Dialysis & Transplant Association of Victoria Incorporated  
14 Queen St  
Blackburn VIC 3130

# Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

## Statement by members of the committee

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 financial report as set out on pages 2 to 12:

1. Presents a true and fair view of the financial position of Dialysis & Transplant Association of Victoria Incorporated as at 30 June 2010 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Dialysis & Transplant Association of Victoria Incorporated 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:

Secretary  
President

*Stefan Michalis* on behalf of the Committee

Treasurer

*J. Samuel* on behalf of the Ctee.

Dated

*12/10/2010*

## Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

### Independent Audit Report to the members of Dialysis & Transplant Association of Victoria Incorporated

#### Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Dialysis & Transplant Association of Victoria Incorporated (the association), which comprises the balance sheet at 30 June 2010, and the income statement, the statement of changes in equity, the statement of cash flows, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

#### *Committee's Responsibility for the Financial Report*

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporation Act 1981 (Victoria) and are appropriate to meet the needs of members. The committee's 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. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. 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 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 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 of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act 1981 (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.

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

#### *Independence*

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





## Dialysis & Transplant Association of Victoria Incorporated

ABN: 40 628 284 998

### Independent Audit Report to the members of Dialysis & Transplant Association of Victoria Incorporated Qualification

#### *Completeness of income*

Donations and receipts from memberships and property rentals are a significant source of income for The Dialysis and Transplant Association of Victoria Inc. The association has determined that it is impractical to establish strict controls over the collection of such receipts prior to entry into its financial records. Accordingly, as evidence available to us regarding the revenue from this source was limited to amounts recorded in the bank account, our audit procedures with respect to income were restricted to the amount recorded in the financial records. We therefore are unable to express an opinion on the completeness of income.

#### **Auditor's Opinion**

In our opinion, except for the qualifications noted above the financial report of Dialysis & Transplant Association of Victoria Incorporated presents a true and fair view, in all material respects of the financial position of Dialysis & Transplant Association of Victoria Incorporated as of 30 June 2010 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements

#### **Saward Dawson Chartered Accountants**



Tim Flowers

12.10.2010

20 Albert St  
Blackburn VIC 3130