

# **WIRES Inc**

**ABN 30 768 872 928**

**Financial Statements**

**For the Year Ended 30 June 2013**

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**For the Year Ended 30 June 2013**

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## Committee Members' Report

### For the Year Ended 30 June 2013

Your committee members present this report on the association for the financial year ended 30 June 2013.

#### Committee members

The names of each person who has been a committee member during the year and to the date of this report are:

- Margaret Clinton (in office all year)
- Margaret Cooper (in office up to October 2012)
- Bill Fortier (in office all year)
- Mike Jupp (in office all year)
- Vickii Lett (in office up to October 2012)
- Vanessa Martin (in office all year)
- Bill Thompson (in office all year)
- Merrilee Verhoeven (in office all year)
- Stuart Esler (in office all year)
- David McKinnon (in office from October 2012)
- Kim Strong (in office from October 2012)

Committee members have been in office since the start of the financial year to the date of this report unless otherwise stated.

#### Principal activities

The principal activity of the association during the financial year was the provision of wildlife information and rescue services throughout the State of New South Wales.

#### Meetings of committee members

During the financial year, 20 meetings of committee members were held. Attendances by each committee member were as follows:

	Committee Members' Meetings	
	Number eligible to attend	Number attended
Margaret Clinton	20	20
Margaret Cooper	14	14
Bill Fortier	20	20
Mike Jupp	20	17
Vickii Lett	14	14
Vanessa Martin	20	20
Bill Thompson	20	20
Merrilee Verhoeven	20	20
Stuart Esler	20	18
David McKinnon	13	13
Kim Strong	13	11

The association operates as an incorporated association registered under the *Associations Incorporation Act 2009* and the *Associations Incorporation Regulation 2010* in the Australian State of New South Wales.

#### Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2013 has been received and can be found on page 3 of the financial report.

**WIRES Inc**

**Committee Members' Report**  
**For the Year Ended 30 June 2013**

Signed in accordance with a resolution of the committee members:

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Bill Fortier  
Committee Member

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Stuart Esler  
Committee Member

**Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2013.**

**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE MEMBERS OF  
WIRES INC**

We declare that, to the best of our knowledge and belief, during the financial year ended 30 June 2013, there have been no contraventions of any auditor independence requirements as set out in APES 110 *Code of Ethics for Professional Accountants* in relation to the audit.

**Name of Firm:** THOMAS HOPPER & PARTNERS  
Chartered Accountants

**Name of Auditor:** \_\_\_\_\_  
Steven Dadich

**Address:** 1/68 Alfred Street Milsons Point NSW 2061

**Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2013.**

## Statement of Comprehensive Income

For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
Revenue	2	2,571,041	2,291,932
Advertising expenses		(7,389)	(3,001)
Auditor's remuneration	3	(41,885)	(36,750)
Employee costs		(1,123,184)	(1,049,993)
Depreciation, amortisation and impairments		(97,340)	(69,622)
Service and administrative expenses		(1,023,275)	(924,656)
<b>Profit / (loss) before income tax</b>		<b>277,968</b>	<b>207,910</b>
Income tax expense	1j	-	-
<b>Profit / (loss) for the year</b>	4	<b>277,968</b>	<b>207,910</b>
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income for the year</b>		<b>277,968</b>	<b>207,910</b>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

**Statement of Financial Position****As at 30 June 2013**

	Note	2013 \$	2012 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	5	2,186,735	1,892,468
Trade and other receivables	6	110,419	93,556
Inventories	8	62,548	80,077
TOTAL CURRENT ASSETS		2,359,702	2,066,101
NON-CURRENT ASSETS			
Property, plant and equipment	9	179,814	180,311
TOTAL NON-CURRENT ASSETS		179,814	180,311
TOTAL ASSETS		2,539,516	2,246,412
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	10	30,414	39,167
Provisions	11	116,441	96,810
Financial liabilities	12	7,240	7,490
Other current liabilities	13	33,156	28,648
TOTAL CURRENT LIABILITIES		187,251	172,115
NON-CURRENT LIABILITIES			
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		187,251	172,115
NET ASSETS		2,352,265	2,074,297
<b>EQUITY</b>			
Retained earnings	14	2,352,265	2,074,297
TOTAL EQUITY		2,352,265	2,074,297

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

## Statement of Changes in Equity

For the Year Ended 30 June 2013

	Note	Retained Earnings \$	Total \$
<b>Balance at 1 July 2011</b>		<b>1,866,387</b>	<b>1,866,387</b>
Total comprehensive income for the year		207,910	207,910
<b>Balance at 30 June 2012</b>		<b>2,074,297</b>	<b>2,074,297</b>
<b>Balance at 1 July 2012</b>		<b>2,074,297</b>	<b>2,074,297</b>
Total comprehensive income for the year		277,968	277,968
<b>Balance at 30 June 2013</b>	14	<b>2,352,265</b>	<b>2,352,265</b>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.



# Statement of Cash Flows

## For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from supporters		2,494,394	2,149,472
Payments to suppliers and employees		(2,259,371)	(2,033,037)
Interest received		95,973	92,066
<b>Net cash flows from operating activities</b>	15	<b>330,996</b>	<b>208,501</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from disposal of property, plant and equipment		42,947	12,499
Payments for purchase of property, plant and equipment		(79,676)	-
<b>Net cash flows from investing activities</b>		<b>(36,729)</b>	<b>12,499</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Net cash used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash held</b>		<b>294,267</b>	<b>221,000</b>
Cash and cash equivalents at beginning of financial year		1,892,468	1,671,468
<b>Cash and cash equivalents at end of financial year</b>	5	<b>2,186,735</b>	<b>1,892,468</b>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

The financial statements cover WIRES Inc as an individual entity. WIRES Inc is an association incorporated in New South Wales under the *Associations Incorporation Act 2009* and the *Associations Incorporation Regulation 2010*.

### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board, the *Associations Incorporation Act 2009* and the *Associations Incorporation Regulation 2010*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The 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.

#### **Accounting Policies**

##### **a) Revenue**

Grant revenue is recognised in the statement of comprehensive income when the association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Where the association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value, these assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Income from donations, fundraising and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### b) Inventories

Any inventories held by the association are measured at the lower of cost and current replacement cost. Inventories held for distribution are measured at cost adjusted, when applicable, for any loss of service potential.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

### c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and impairment losses.

Increases in the carrying amount arising on revaluation of property, plant and equipment are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets are recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are charged to the statement of comprehensive income.

#### Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

#### Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the association commencing from the time the asset is held 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:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Plant and equipment	4 – 33%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Each asset class's carrying amount is written down immediately to its recoverable amount if the class's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### d) 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 association, are classified as finance leases.

Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the association will obtain ownership of the asset. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses on a straight-line basis over the lease term.

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

### e) Financial Instruments

#### Initial recognition and measurement

Financial assets and financial liabilities are recognised when the association becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified "at fair value through profit or loss" in which case transaction costs are expensed to profit or loss immediately.

#### Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- i. the amount at which the financial asset or financial liability is measured at initial recognition;
- ii. less principal repayments;
- iii. plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- iv. less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

i. Financial assets at fair value through profit or loss

Financial assets are classified at “fair value through profit or loss” when they are held for trading for the purpose of short-term profit taking, or where they are derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss.

ii. Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period. (All other loans and receivables are classified as non-current assets.)

iii. Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Held-to-maturity investments are included in non-current assets, except for those which are expected to mature within 12 months after the end of the reporting period. (All other investments are classified as current assets.)

If during the period the association sold or reclassified more than an insignificant amount of the held-to-maturity investments before maturity, the entire held-to-maturity investments category would be tainted and reclassified as available-for-sale.

iv. Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments. Such assets are subsequently measured at fair value.

Available-for-sale financial assets are included in non-current assets, except for those which are expected to be disposed of within 12 months after the end of the reporting period. (All other financial assets are classified as current assets.)

v. Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

### Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

### **Impairment**

At the end of each reporting period, the association assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

### **Derecognition**

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the association no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying value of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

### **f) Impairment of Assets**

At the end of each reporting period, the association reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the association would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of assets, the association estimates the recoverable amount of the cash-generating unit to which the class of assets belong.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

### **g) Employee Benefits**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Contributions are made by the association to an employee superannuation fund and are charged as expenses when incurred.

### **h) 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.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### i) 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 (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis, except for the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the ATO. The GST component of financing and investing activities which is recoverable from, or payable to, the ATO is classified as a part of operating cash flows. Accordingly, investing and financing cash flows are presented in the statement of cash flows net of the GST that is recoverable from, or payable to, the ATO.

### j) Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

### k) Provisions

Provisions are recognised when the association 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. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### l) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year. When an association applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

### m) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

### n) Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial statements 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.

### o) Economic Dependence

WIRES Inc is largely dependent on the donations given to the association by the public for the purposes of facilitating the carrying out of wildlife information and rescue services by the WIRES association as a whole. At the date of this report the committee members have no reason to believe the general public will not continue to support WIRES Inc.

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2013**

**p) Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised as expenses in the period in which they are incurred.

**q) 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.

Specifically, WIRES Inc had elected to early adopt AASB 2012–7, which includes amendments to disclosure requirements arising from the Tier 1 (full-disclosure) Standard AASB 2011–9: Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income that became mandatorily applicable from 1 July 2012. Furthermore the adoption of AASB 2011–9 only changed the presentation of the financial statements and did not have any impact on the amounts reported for the current period or for any prior period in the financial statements.



## Notes to the Financial Statements

For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
<b>NOTE 2: REVENUE</b>			
Australian Government Grants to Voluntary Environment and Heritage Organisations (GVEHO) program		3,300	2,300
Bequests		942,340	845,856
Department of Primary Industries Grant		15,500	15,500
Donations (Branch)		110,918	145,154
Fundraising		141,206	153,456
Grants		72,894	46,160
Interest income		95,973	92,066
Membership fees		43,308	49,621
Sales of stock and merchandise		21,744	25,947
Sales of Branch stock		79,646	81,721
Sales of manuals		3,576	3,411
Sales other		5,461	59,708
Sponsorship income		-	1,636
Subsidies to Branches		44,227	78,675
Training fees		141,175	134,653
WIRES Public Gift Fund disbursements to WIRES Inc		849,773	556,068
		<b>2,571,041</b>	<b>2,291,932</b>

### NOTE 3: AUDITOR'S REMUNERATION

Audit		26,000	26,000
Other services		15,885	10,750
		<b>41,885</b>	<b>36,750</b>

### NOTE 4: EXPENSES AND PROFIT

#### a) Operating expenses

Advertising expenses		(7,389)	(3,001)
Auditor's remuneration	3	(41,885)	(36,750)
Employee costs		(1,123,184)	(1,049,993)
Depreciation, amortisation and impairments		(97,340)	(69,622)
Service and administrative expenses		(1,023,275)	(924,656)
		<b>(2,293,073)</b>	<b>(2,084,022)</b>

#### b) Profit

Revenue	2	2,571,041	2,291,932
Operating expenses	4a	(2,293,073)	(2,084,022)
Income tax	1j	-	-
<b>Profit / (loss) after income tax</b>		<b>277,968</b>	<b>207,910</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

Note	2013 \$	2012 \$
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### NOTE 5: CASH AND CASH EQUIVALENTS

Cash on hand	10,408	9,234
Cash at bank	572,912	478,732
Term deposits	1,603,415	1,404,502
<b>Total cash and cash equivalents</b>	<b>2,186,735</b>	<b>1,892,468</b>

### NOTE 6: TRADE AND OTHER RECEIVABLES

#### Current

Trade debtors	24,844	27,723
GST receivable	67,790	56,069
Other debtors	17,785	9,764
<b>Total cash and cash equivalents</b>	<b>110,419</b>	<b>93,556</b>

### NOTE 7: FINANCIAL ASSETS

#### Current

Cash on deposit	1,603,415	1,404,502
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### NOTE 8: INVENTORIES

Stock on hand	62,548	80,077
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### NOTE 9: PROPERTY, PLANT AND EQUIPMENT

#### Plant and equipment

At cost	269,015	459,545
Accumulated depreciation	(89,201)	(279,234)
<b>Total plant and equipment</b>	<b>179,814</b>	<b>180,311</b>

A review of all fixed assets across all branches was performed by management during the year in which various fully written down items of plant and equipment were removed due to them not having any depreciation applicable. As a result, the current year balance reflects the written down value of all actively depreciating assets as at year end.

# Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$

## NOTE 9: PROPERTY, PLANT AND EQUIPMENT (continued)

Movements in carrying amounts	Plant and equipment \$	Total \$
<b>Balance at 1 July 2011</b>	<b>186,238</b>	<b>186,238</b>
Additions	73,247	73,247
Disposals	(9,552)	(9,552)
Depreciation expense	(69,622)	(69,622)
<b>Balance at 30 June 2012</b>	<b>180,311</b>	<b>180,311</b>
<b>Balance at 1 July 2012</b>	<b>180,311</b>	<b>180,311</b>
Additions	79,676	79,676
Disposals	(42,947)	(42,947)
Depreciation expense	(37,226)	(37,226)
<b>Balance at 30 June 2013</b>	<b>179,814</b>	<b>179,814</b>

## NOTE 10: TRADE AND OTHER PAYABLES

### Current

Trade creditors	14,388	22,049
Other creditors	16,026	17,118
	<b>30,414</b>	<b>39,167</b>

## NOTE 11: PROVISIONS

### Current

Employee entitlements provision	116,441	96,810
	<b>116,441</b>	<b>96,810</b>

A provision has been recognised for employee entitlements relating to leave. In calculating the present value of future cash flows, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits have been included in Note 1.

## NOTE 12: FINANCIAL LIABILITIES

### Current

Branch payables	7,240	7,490
	<b>7,240</b>	<b>7,490</b>

## Notes to the Financial Statements

### For the Year Ended 30 June 2013

Note	2013 \$	2012 \$
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#### NOTE 13: OTHER CURRENT LIABILITIES

##### Current

Sundry payables	33,156	28,648
	<b>33,156</b>	<b>28,648</b>

#### NOTE 14: RETAINED EARNINGS

Retained earnings at beginning of financial year	2,074,297	1,866,387
Total comprehensive income for the year	277,968	207,910
Retained earnings at end of financial year	<b>2,352,265</b>	<b>2,074,297</b>

#### NOTE 15: CASH FLOW INFORMATION

##### Reconciliation of cash flows from operations with profit

Profit / (loss) after income tax	277,968	207,910
Adjust for non-cash flows in profit:		
- Depreciation	97,340	69,622
- Other non-cash items	(60,114)	(76,194)
Adjust for changes in assets and liabilities:		
- (Increase)/Decrease in trade and other receivables	(16,863)	9,323
- (Increase)/Decrease in inventories	17,529	(14,631)
- Increase/(decrease) in trade and other payables	(8,753)	28,638
- Increase/(decrease) in provisions	19,631	7,156
- Increase/(decrease) in other creditors	4,258	(23,323)
	<b>330,996</b>	<b>208,501</b>

#### NOTE 16: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$

### NOTE 17: FINANCIAL RISK MANAGEMENT

The association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, and leases. The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

#### Financial assets

Cash and cash equivalents	<b>2,186,735</b>	1,892,468
	<b>2,186,735</b>	1,892,468

#### Financial liabilities

Financial liabilities at amortised cost:

Financial liabilities	<b>7,240</b>	7,490
	<b>7,240</b>	7,490

#### Net Fair Values

For listed available-for-sale financial assets and financial assets at fair value through profit or loss the fair values have been based on closing quoted bid prices at the end of the reporting period. In determining the fair values of the unlisted available-for-sale financial assets, the directors have used inputs that are observable either directly (as prices) or indirectly (derived from prices). Fair values of held-to-maturity investments are based on quoted market prices at the ending of the reporting period. The fair values of finance leases are determined using a discounted cash flow model incorporating current commercial borrowing rates.

### NOTE 18: CAPITAL MANAGEMENT

Management control the capital of the association to ensure that adequate cash flows are generated to fund its operations. They also aim to provide a return on the association's investments that is in line with current market conditions.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

Note	2013 \$	2012 \$
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### NOTE 19: CHARITABLE FUNDRAISING DISCLOSURES

In accordance with the requirements of the *Charitable Fundraising Act 1991*, the following disclosures are included with respect to the financial information presented in this financial report:

#### a) Types of fundraising revenues received during the year:

- Appeals (Spring, Summer, Autumn & Winter)
- Donations
- Pledges
- Fundraising Activities (Stalls, Barbeques, etc.) – WIRES Inc Only

The Charitable Fundraising disclosures included within this note do not include revenues from grants and bequests.

#### b) Aggregated gross fundraising income and expense details:

Fundraising income – WIRES Inc (including all Branches)		
- All sources	<b>159,982</b>	176,914
Fundraising income – WIRES Public Gift Fund		
- Appeals	<b>317,193</b>	310,975
- Donations (including all Branches)	<b>308,493</b>	317,786
- Pledges	<b>146,932</b>	134,919
	<b>932,600</b>	940,594
Related fundraising expenses – WIRES Inc (including all Branches)	<b>(257,739)</b>	(288,783)
Related fundraising expenses – WIRES Public Gift Fund	-	-
	<b>(257,739)</b>	(288,783)
<b>Net surplus from fundraising activities</b>	<b>674,861</b>	651,811

WIRES aims to actively rehabilitate and preserve Australian wildlife and inspire others to do the same. Accordingly, all proceeds from fundraising activities were applied in accordance with this Mission of the organisation.

#### c) Comparative figures and ratios:

- Comparison of total fundraising costs to gross fundraising income:	<b>27.64%</b>	30.70%
- Comparison of net fundraising surplus to gross fundraising income:	<b>72.36%</b>	69.30%

## Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$

### NOTE 19: CHARITABLE FUNDRAISING DISCLOSURES (continued)

#### d) Aggregated income and expense details relating to traders:

Aggregate gross income and aggregate direct expenditure incurred in appeals in which traders were engaged:

Online income from various websites	23,788	21,016
Direct expenses relating to online income from various websites	(742)	(696)
	<b>23,046</b>	20,320

WIRES aims to actively rehabilitate and preserve Australian wildlife and inspire others to do the same. Accordingly, all proceeds from fundraising activities were applied in accordance with this Mission of the organisation.

### NOTE 20: SEGMENT REPORTING

The association operates predominately in the animal welfare services sector and derives the majority of its income from public recognition of the activities carried out. Accordingly, the association's core services are facilitated through the utilisation of revenues generated from fundraising and donations to provide wildlife information and rescue services across New South Wales.

Summarised balance sheet and profit and loss figures relating to each of the branches have been set out in the following table.

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### NOTE 20: SEGMENT REPORTING (continued)

	WIRES ADMIN	WIRES AMT	WIRES OFFICE	WIRES BAT	WIRES BM
Total Revenues	690	7,530	1,927,377	3,080	31,257
Total Expenses	(1,336)	(9,914)	(1,724,319)	(4,978)	(31,309)
<b>Net Profit/(Loss)</b>	<b>(646)</b>	<b>(2,384)</b>	<b>203,058</b>	<b>(1,898)</b>	<b>(52)</b>
Total Assets	(808)	(1,006)	1,539,643	10,633	14,571
Total Liabilities	537	(483)	(182,806)	326	(130)
<b>Net Assets</b>	<b>(271)</b>	<b>(1,489)</b>	<b>1,356,837</b>	<b>10,959</b>	<b>14,441</b>



## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES CC	WIRES CN	WIRES COMBINED	WIRES CV	WIRES CW
Total Revenues	27,321	12,983	2,427	30,029	18,643
Total Expenses	(13,053)	(19,147)	(596)	(30,271)	(17,086)
<b>Net Profit/(Loss)</b>	<b>14,268</b>	<b>(6,164)</b>	<b>1,831</b>	<b>(242)</b>	<b>1,557</b>
Total Assets	33,294	58,975	3,376	52,430	28,758
Total Liabilities	(93)	(46)	32	(551)	67
<b>Net Assets</b>	<b>33,201</b>	<b>58,929</b>	<b>3,408</b>	<b>51,879</b>	<b>28,825</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES DB	WIRES ES	WIRES FSE	WIRES GFT	WIRES HB
Total Revenues	28,183	6,941	13,362	-	17,808
Total Expenses	(24,040)	(7,588)	(17,488)	-	(14,308)
<b>Net Profit/(Loss)</b>	<b>4,143</b>	<b>(647)</b>	<b>(4,126)</b>	<b>-</b>	<b>3,500</b>
Total Assets	18,444	13,425	18,558	6,470	28,292
Total Liabilities	207	73	(26)	-	18
<b>Net Assets</b>	<b>18,651</b>	<b>13,498</b>	<b>18,532</b>	<b>6,470</b>	<b>28,310</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES ILLA	WIRES IW	WIRES LMMT	WIRES MN	WIRES MR
Total Revenues	27,679	26,457	4,595	101,770	9,241
Total Expenses	(32,197)	(38,920)	(4,809)	(41,645)	(9,473)
<b>Net Profit/(Loss)</b>	<b>(4,518)</b>	<b>(12,463)</b>	<b>(214)</b>	<b>60,125</b>	<b>(232)</b>
Total Assets	32,591	5,100	5,992	260,647	5,589
Total Liabilities	(1,051)	(238)	325	(795)	(142)
<b>Net Assets</b>	<b>31,540</b>	<b>4,862</b>	<b>6,317</b>	<b>259,852</b>	<b>5,447</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES MSTH	WIRES NB	WIRES NE	WIRES NR	WIRES NS
Total Revenues	10,504	22,952	6,686	48,434	13,741
Total Expenses	(12,908)	(22,384)	(7,533)	(31,657)	(13,932)
<b>Net Profit/(Loss)</b>	<b>(2,404)</b>	<b>568</b>	<b>(847)</b>	<b>16,777</b>	<b>(191)</b>
Total Assets	11,515	20,986	11,788	80,241	27,617
Total Liabilities	(601)	(801)	63	(104)	(3,337)
<b>Net Assets</b>	<b>10,914</b>	<b>20,185</b>	<b>11,851</b>	<b>80,137</b>	<b>24,280</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES NW	WIRES RAP	WIRES REP	WIRES RV	WIRES SMMT
Total Revenues	14,642	1,350	11,158	18,896	7,810
Total Expenses	(12,189)	(4,302)	(9,825)	(14,916)	(5,032)
<b>Net Profit/(Loss)</b>	<b>2,453</b>	<b>(2,952)</b>	<b>1,333</b>	<b>3,980</b>	<b>2,778</b>
Total Assets	27,703	2,201	17,442	8,384	24,410
Total Liabilities	(51)	(200)	(1,140)	213	(401)
<b>Net Assets</b>	<b>27,652</b>	<b>2,001</b>	<b>16,302</b>	<b>8,597</b>	<b>24,009</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

## NOTE 20: SEGMENT REPORTING (continued)

	WIRES SNOWY	WIRES STBL	WIRES STH	WIRES SW	WIRES WED
Total Revenues	1,449	23,432	11,784	10,730	18,558
Total Expenses	(952)	(22,723)	(13,321)	(7,001)	(23,491)
<b>Net Profit/(Loss)</b>	<b>497</b>	<b>709</b>	<b>(1,537)</b>	<b>3,729</b>	<b>(4,933)</b>
Total Assets	11,243	23,075	43,503	18,440	6,745
Total Liabilities	(133)	670	(1,633)	(237)	715
<b>Net Assets</b>	<b>11,110</b>	<b>23,745</b>	<b>41,870</b>	<b>18,203</b>	<b>7,460</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

### NOTE 20: SEGMENT REPORTING (continued)

	WIRES WING	WIRES WOLLON	BRANCH TOTALS
Total Revenues	37,727	13,815	2,571,041
Total Expenses	(35,764)	(12,666)	(2,293,073)
<b>Net Profit/(Loss)</b>	<b>1,963</b>	<b>1,149</b>	<b>277,968</b>
Total Assets	46,529	22,720	2,539,516
Total Liabilities	4,545	(43)	(187,251)
<b>Net Assets</b>	<b>51,074</b>	<b>22,677</b>	<b>2,352,265</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2013

	2013	2012
Note	\$	\$

### NOTE 21: SUBSEQUENT EVENTS

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

The financial report was authorised for issue in accordance with a resolution of the committee members.

### NOTE 22: ASSOCIATION DETAILS

The registered office of the association is:

WIRES Inc  
9 Cook Street  
FORESTVILLE NSW 2087

The principal place of business is:

WIRES Inc  
9 Cook Street  
FORESTVILLE NSW 2087



## Committee Members' Statement

For the Year Ended 30 June 2013

In the opinion of the committee the financial report as set out on pages 1 to 30:

- 1) Presents a true and fair view of the financial position of WIRES Inc as at 30 June 2013 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
- 2) Gives a true and fair view of all income and expenditure and also the state of affairs of WIRES Inc with respect to fundraising appeals.
- 3) The provisions of the *Charitable Fundraising Act 1991*, the associated Regulations also the Conditions attached to the Authority have been complied with by WIRES Inc.
- 4) The internal controls exercised by WIRES Inc are appropriate and effective in accounting for all income received and applied by WIRES Inc from fundraising appeals.
- 5) At the date of this statement, there are reasonable grounds to believe that WIRES 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:

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Bill Fortier  
Committee Member

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Stuart Esler  
Committee Member

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2013.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRES INC**

### **Report on the Financial Report**

We have audited the accompanying financial report of WIRES Inc, which comprises the statement of financial position as at 30 June 2013, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the committee members' statement.

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

The committee members are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, the *Associations Incorporation Act 2009* and the *Associations Incorporation Regulation 2010*, and for such internal control as the committee members determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

#### *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. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 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 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 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 qualified audit opinion.

#### *Independence*

In conducting our audit, we have complied with the independence requirements of APES 110 *Code of Ethics for Professional Accountants*. We confirm that the independence declaration which has been given to the directors of WIRES Inc, would be in the same terms if given to the directors as at the time of the auditor's report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WIRES INC**

### *Basis for Qualified Opinion*

Income received by individual branches from appeals, donations and pledges are a significant source of fundraising revenue for WIRES Inc. WIRES Inc has determined that it is impracticable to establish control over the collection of the various types of fundraising revenue across all the different branches prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from the various sources was limited, our audit procedures with respect to fundraising revenue had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion on whether the various types of fundraising revenue of WIRES Inc recorded are complete.

### *Qualified Opinion*

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of WIRES Inc, presents fairly, in all material respects, the financial position of WIRES Inc as at 30 June 2013, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards, the *Associations Incorporation Act 2009* and the *Associations Incorporation Regulation 2010*.

### **Report on Other Legal and Regulatory Requirements**

Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, we also report that:

- a) the financial report gives a true and fair view of the financial result of fundraising appeal activities for the financial year ended 30 June 2013;
- b) the financial report has been properly drawn up, and the associated records have been properly kept for the period from 1 July 2012 to 30 June 2013, in accordance with the *Charitable Fundraising Act 1991* and Regulations;
- c) money received as a result of fundraising appeal activities conducted during the period from 1 July 2012 to 30 June 2013 has been properly accounted for and applied in accordance with the *Charitable Fundraising Act 1991* and Regulations; and
- d) there are reasonable grounds to believe that WIRES Inc will be able to pay its debts as and when they fall due.

**Name of Firm:** THOMAS HOPPER & PARTNERS  
Chartered Accountants

**Name of Auditor:** \_\_\_\_\_  
Steven Dadich

**Address:** 1/68 Alfred Street Milsons Point NSW 2061

**Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2013.**

**Committee Members' Certificate**

**For the Year Ended 30 June 2013**

I, Bill Fortier, and I, Stuart Esler, certify that:

- a) I am a member of the committee of WIRES Inc.
- b) I attended the annual general meeting of the association.
- c) I am authorised by the attached resolution of the committee to sign this certificate.
- d) This annual statement was submitted to the members of the association at its annual general meeting.

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Bill Fortier  
Committee Member

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Stuart Esler  
Committee Member

**Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2013.**