

A close-up photograph of a young child's face, showing freckles and a slight smile. The child is wearing a red hat with a green band. The background is blurred, suggesting an outdoor setting.

# ANNUAL REPORT

JULY 2014 - JUNE 2015

**MUSCULAR  
DYSTROPHY**  
**NSW** BUILDING STRENGTH  
REACHING POTENTIAL

[mdnsw.org.au](http://mdnsw.org.au)

Improving the quality of life of all people  
living with a neuromuscular condition

## BOARD (AS AT 24.10.2014)

Peter Debnam

Ian Williams

Rick Arnheim

Dr Kristi Jones

Martin Dalrymple

Shannon Finch

Fiona Simson

Carolyn Campbell-McLean

Kim Brislane

Christina Liang

Tom Wilson

President and Chairperson of the Board

Vice President

Honorary Treasurer

Medical Director

### **HONORARY SOLICITOR**

Simon Gates

### **HONORARY AUDITOR**

Jane Victoria Perry

## MUSCULAR DYSTROPHY NSW STAFF (AS AT 24.10.2014)

Penelope Hodge

Maralyn McCann

Chaitali Desai

Gracia Selina

Kags Garrard

Jess Bennett

Allison Maher

Loretta Downie

Jenny Smith

Melissa Wentworth-Perry

Joan Martin

Kejanna Taylor-King

Marie Adamou

Peter Hojgaard-Olsen

CEO

Office Manager

Finance Manager

Finance Assistant

Head of Fundraising and Partnerships

Fundraising Assistant

Marketing Communications Manager

Manager, Events and Client Programs

Project Assistant

Client Programs Coordinator

Team Leader Client Services

Client Services/Regional NSW

Client Services Coordinator

Workplace Consultant

## VISION

Improved quality of life for all people living with a neuromuscular condition

## VALUES

Compassion and responsiveness

Integrity and respect

Partnerships and teamwork

## OBJECTIVE

The objective of Muscular Dystrophy NSW is to provide support and services to our clients, all of whom have a neuromuscular condition, or are caring for someone with a neuromuscular condition. As a charity with a DGR (Deductible Gift Recipient status Muscular Dystrophy NSW is committed to delivering quality services to its clients while keeping administrative overhead to a minimum.

Muscular Dystrophy NSW has a Board of Governance which provides strategic direction. The Board comprises health professionals, people with a neuromuscular condition, or who care for one who does, and people who have skills in areas such as finance, governance and strategic planning. The Board's direct link to the management of the organisation is through the CEO who is the conduit between the strategic direction and the operational delivery of services.

At an operational level, the organisation is split into four teams, each with specialised skills in their area. These teams work collaboratively and cohesively to ensure support and services are being delivered in response to the needs of clients. The teams are, Client Services, Fundraising, Finance and Operations.

## OUR SERVICES

### CLIENT PROGRAMS

Camp Program  
Event Program  
Weekend Retreats  
The Duke of Edinburgh's Award  
Working Wheels Employment Program  
Boccia Development Program  
Medical and Information Seminars  
Counselling Service

### OTHER

Research Funding  
NEWS Client Services

### CLIENT SERVICES

FlexiRest Respite Program  
Information and Referral Service  
Equipment Funding  
Clinic Support Program  
Social Group Opportunities  
Assistance to Regional and Rural NSW  
Counselling Service  
Advocacy  
Individual and Family Support  
Client Newsletter



## PRESIDENT'S REPORT

**Thank you for the opportunity to serve our Association as President. It has been an honour and an absolute pleasure to work with clients, family and friends, our tireless staff and our dedicated Directors.**

It's again been a challenging year but for three reasons the next twelve months will be more difficult for our Association than any previous year.

Firstly, the NDIS continues to roll out with what appears to be increasing enthusiasm from the various levels of Government. But regardless of political enthusiasm, the implementation of the NDIS will be challenging for all involved - your Association included. The NDIS vision is inspiring, long overdue and very much welcomed but to ensure we best serve our clients, we must continue to constantly think through our strategy, our day to day services, our support and our budget.

Secondly, I am pleased to report that after ten years of various people - most notably Rob Ferguson - trying to encourage closer cooperation between the state MD Associations, we are finally making real progress in building an effective national organisation to represent and serve people with Muscular Dystrophy. We can report that with the co-operation of SA/NT, NSW, ACT, WA, Tasmania and Queensland Associations, we are now building momentum towards forming an effective Australian organisation by 30th June 2016. As you will appreciate, to succeed in this endeavour will require a great deal of effort on the part of your Board, staff and members. We will keep you informed as we make progress over the next year.

Thirdly and sadly we about to enter a new era without Pene Hodge. Pene and her family have decided to make the move to sunny Queensland and as a result Pene will hand over her role as CEO at the end of January. I know you will join with me in thanking Pene for her leadership of MDNSW. Pene has quietly and confidently taken our small Association into the new and uncertain NDIS territory but with a clear sense of purpose and direction. Over the last four years Pene has rebuilt MDNSW as a very cost effective and innovative sector leader and we've been incredibly fortunate to have such an inspirational, diligent and determined CEO. It has been an absolute pleasure to work closely with Pene and we wish her all the very best for her new challenges north of the border.

Our Association continues to get a great deal of support from many people and it is evident that's also because our many supporters not only believe in what we're doing but importantly they very much trust our staff. We are very grateful to those who have accepted the challenge of working in our small team of professional staff. Each a professional, they're also real zealots for excellence in client service and their individual responsibilities. I can't speak highly enough of their energy and commitment to our Association and our clients. Thank you to all our staff for making the year resoundingly successful.

I must also say that each time I meet with our clients and their families, I know I'll again be in awe of their courage and their determination to use absolutely every minute of the lives they are given. On your behalf, I salute our clients who are our inspiration.

Thank you to Pene, Treasurer Rick Arnheim and Chaitali for the presentation of our annual accounts. This was again a good result in difficult circumstances. We continue to be well positioned for growth or consolidation over the next year, depending upon how the economy and the NDIS unfolds. We've been implementing our Strategic Plan and as you can see from Pene's CEO Report, we have had many successes this year.

To our Directors, thank you for your extraordinary commitment to our Association in time, energy, perseverance and good humour. Your Association has been very well served by these Directors over the last year.

Our Association's role remains clear - MDNSW is the leading whole of life provider of choice of specialised services and expert information for people affected by neuromuscular conditions. To keep our edge, we must continue to evolve as we seek to deliver the best possible services for you. And we must seek out all opportunities for collaboration with other charities to keep costs down and services up and we must remain innovative yet reliable.

Finally, thank you to one and all in our Muscular Dystrophy NSW family for all your efforts.

**Peter Debnam**

President, Muscular Dystrophy Association of NSW



## CEO'S REPORT

**The main focus of MDNSW for this financial year has been to transition our services and clients living in the National Disability Insurance Scheme (NDIS) launch sites to self-directed plans. The size of this unprecedented change and the evolving nature of the scheme has made it a challenging process, however significant and pleasing progress has been made. Much has been learnt which will ensure a smoother process for clients transitioning in the next and subsequent phases.**

With the changing landscape and the move away from state based Government block funding to the NDIS it has been essential to work in a more collaborative way with the Muscular Dystrophy Foundation (MDF) and state based associations to provide one national voice representing all with a neuromuscular condition and to reduce expenditure, making the most of economies of scale.

A significant achievement for MDNSW has been to gain verification following an audit by SAI Global which showed that all our services met the NSW Disability Standards. This involved a thorough reworking of all organisational policies and procedures including governance, client services and risk management. This process required significant staffing resource, however as a requirement of ADHC and subsequently the NDIA, was given priority.

The introduction and development of three main fundraising initiatives: Big Red Ride, Kids in Need, and Sugar Free September were a major focus of the Fundraising and Marketing Departments. The Big Red Ride has successfully transitioned into an ongoing event with momentum building and plans for 2015 well underway. In its first two years it raised in excess of \$250 000 for our programs. Kids in Need was held on the 30th May with six charities equally benefitting from the \$130 000 raised during the inaugural Open Home event. The concept of a social media fundraising and awareness campaign Sugar Free September was developed, successfully launched and will become a regular on the MDNSW calendar.

We have seen significant growth in two other fundraising areas: grants received from Clubs and Trusts and third party events generously run by clients, families and friends. The continuation of and increase in our services has only been made possible because of the ongoing generosity of donations from supporters, sponsors, foundations and trusts which we are extremely appreciative of.

Although over the past year considerable time has been spent planning for the future we have continued to deliver and further develop our high quality services and programs. There has been significant growth in all areas including our Camp and Retreat Program, The Duke of Edinburgh's Award for people with a neuromuscular condition, Working Wheels, Regional and Carer Support, Connections support groups and our Intake and Referral Program. Thanks to ADHC who will continue to fund these programs until the full roll out of the NDIS in July 2018. Our Working Wheels Pilot Program has identified that there is a significant need to assist young people with independent living and the need for accessible housing. As a result three of our young adult clients, as part of their Gold Duke of Edinburgh's Award, will travel to Denmark to see firsthand the innovative way they have addressed the issue. On their return they will report back to the Board, State and National Government on their findings and make recommendations.

MDNSW have been organising a joint initiative with the Muscular Dystrophy Foundation, Duchenne Foundation and the Australasian Neuromuscular Network (ANN) to convene a National Neuromuscular and Research Conference – Building for the Future 2016. The conference, being held in Sydney next June, will bring together people living with a neuromuscular condition, world leading researchers and clinicians, allied health professionals, service providers, representatives of the NDIA and industry, to a unique three day conference.

The high level of service and support we provide to people with a neuromuscular condition and their families is only possible because of the dedication of our caring, professional and skilled staff. Thank you to our management team for your leadership of the organisation and to all the staff who consistently amaze me with their willingness to go above and beyond to make a real difference to the lives of our clients.

I would like to thank all of our MDNSW Board Directors who so generously volunteer their time, resources and expertise to ensure our organisation is well resourced and prepared for the future. Thank you to our President Peter Debnam whose leadership of the Board and support to me is invaluable. A special thank you to Ian Williams our Vice President, Richard Arnheim our Treasurer and Dr Kristi Jones our Medical Director for all your contributions.

Most importantly I say thank you to all our clients and their families for their support and for sharing your experiences, insights and knowledge with us. It is with great sadness that I informed the Board of my resignation as my family and I are preparing to move to the Gold Coast to live. It has been my absolute pleasure to provide services to you over the past five years and I wish you all and the organisation the very best for the future. I look forward to hearing how MDNSW continues to grow and will always be an avid supporter of your work.

**Pene Hodge**  
Chief Executive Office



## THANK YOU TO OUR **SPONSORS**

WHO HAVE SO KINDLY GIVEN TO US THIS FINANCIAL YEAR:

### **CORPORATE SUPPORT**

NSW Kids in Need Foundation  
The Wales Family Foundation  
The Duke of Edinburgh International Award  
The Artarmon Masonic Hall  
The Tradewind Foundation  
Deutsche Bank  
St George Bank - Top Ryde  
Turramurra High School  
Springwood High School  
Dudley Primary School  
Kindy Patch Maryland  
Jindabyne Central School  
Brunswick Heads Girl Guides Australia  
Newcastle Dance Academy  
Stitching Group Gordon Uniting  
Halliday Shores Craft Group  
Belmont Ladies Golf Club  
Concord Golf Club  
Grafton Team Penning  
National Electric Wheelchair Sports  
NSW Harley Owners Group  
Lioness Club of Camden  
Rotary Club of Griffith  
Blooms The Chemist Singleton Heights  
Blue Mountains Pharmacy  
Brands Pharmacy  
Callala Bay Pharmacy  
Discount Drug Store Taree  
Kandos Medical Centre Pharmacy  
Kiama Pharmacy  
Kim Vinh Pharmacy  
Malouf's Manly Pharmacy  
Marayong Pharmacy  
Monaro Chemist  
Oze Pharmacy - Castle Hill  
Pharmacy Nutrition Warehouse Quakers Hill  
Pymont Pharmacy  
Stroud Pharmacy  
Waratah Discount Chemist  
A & K Danas Snack Station - Sydney Police

Centre  
Better Home Shop - Meadowbank  
Bondi Centre News  
Book Haven - Baulkham Hills  
Cabravale Newsagency  
Cafe Clover - Meadowbank Shopping Centre  
Café Di JJ - St. Ives  
Cavalious Café - Gladesville  
Cherry Books - Cherrybrook  
Fairlight Newsagency  
Fugen Constructions  
Grafton Travel Agency  
Harris Farm - Stockland Mall  
InHouse Roasted Columbian Coffee Café -  
Meadowbank  
ITOCHU Australia  
K B Chickens - Stockland Mall  
Macarthur Camera House  
Macquarie Finance  
Marathon Meat House - Baulkham Hills  
Master Quality Shades  
News Xpress - Top Ryde  
Next Generation for Hair  
Panetta Fruit Shop Gladesville  
Red Lea - Rhodes  
Riton Engineering  
SE-Corp Pty Ltd  
Subway Merimbula  
Susquehanna Pacific Pty Ltd  
The Loft Café - Macquarie Centre  
The Rustic Pie Co. - Top Ryde  
The Vogue Café - Macquarie Centre  
Toy Mate - Baulkham Hills  
Village Cobbler - Stockland Mall  
Aroma's - Sydney International Airport  
Bean 'N Bake - Sydney International Airport  
Bondi Bar - Sydney International Airport  
Eagle Boys - Sydney International Airport  
Flowers and Chocolate - Sydney International  
Airport  
Red Rooster - Sydney International Airport  
Santos - Sydney International Airport

## THANK YOU TO OUR **SPONSORS**

WHO HAVE SO KINDLY GIVEN TO US THIS FINANCIAL YEAR:

### **CORPORATE SUPPORT CONT'D**

Velluto - Sydney International Airport  
Mister Bianco - Sydney Domestic Airport  
Red Rooster - Sydney Domestic Airport  
Sumo Salad - Sydney Domestic Airport  
Wots in the Wok - Sydney Domestic Airport  
Red Rooster Macarthur Square  
Red Rooster Minto  
Red Rooster Moorebank  
Red Rooster Mt Annan  
Red Rooster Mt Druitt  
Red Rooster Panania  
Red Rooster Parklea  
Red Rooster Penrith  
Sumo Salad - T3 Qantas Airport  
Red Rooster Ballina  
Red Rooster Glendenning  
Red Rooster Ermington  
Red Rooster Ermington  
Red Rooster Goulburn  
Red Rooster Emu Plains  
Red Rooster Baulkham Hills  
Red Rooster Coffs Harbour  
Red Rooster Eastern Creek (W)  
Red Rooster Blacktown  
Red Rooster Blacktown Westpoint  
Red Rooster Bass Hill  
Red Rooster Guildford  
Red Rooster Jamisontown  
Mad Mex - T3 Qantas Airport

Red Rooster - T3 Qantas Airport  
Red Rooster Lakemba  
Red Rooster Lismore  
Red Rooster Rouse Hill  
Red Rooster Seven Hills  
Red Rooster St Clair  
Red Rooster Tamworth  
Red Rooster Taren Point  
Red Rooster Wentworthville  
Red Rooster Wetherill Park  
Red Rooster Woodbine

### **GRANTS**

Ageing, Disability and Home Care  
ANZ Trustees  
Australia Post  
Blacktown Workers Club  
Campbelltown RSL Club Ltd  
Cessnock Ex-Services Club  
Dick Smith Foods Pty Ltd  
James N. Kirby Foundation  
Liverpool City Council  
Lord Mayor's Charitable Foundation  
National Press Gallery Midwinter Ball Foundation  
Orange Ex-Services Club Ltd  
QBE Foundation  
The Marian & E.H. Flack Trust  
Vincent Fairfax



## THANK YOU TO OUR **SUPPORTERS**

WHO HAVE SO KINDLY GIVEN DONATIONS OVER \$200:

A.N. & G. Wales	Shannon Finch	Steve Watts	Andrew Leppinus
Rick Arnheim	Mark Hooper	Geoff Newland	Syrie Wongkaew
Peter & Deborah Debnam	Daniel Moran	Leanne Pratt	Emma Salmon
Dick Smith	Anthony Goonan	Tom Tancred	Kylee Shepherd
Ian Williams	Richard Hoenig	Nicholas Souter	Howard Harrison
Heather Johnston	Paul Driscoll	Gerard Graham	Patrick Delany
Shirley Williams	Drew Schofield	Nicholas Barry	James Sutton
Bassam Aflak	Kelly Thompson	Phoebe Jones	Donna Gudgeon
Cynthia Roberts	Sue Hargraves	Kylie Alexander	Adrian Faull
Peter Larcombe	June Holdsworth OAM	Michael Quilty	Glenda Gavin
Ian Lambert	Ian Devlin	Corrie Barklmore	William Bennett
David Stiles	Denise Bray	Katie Cheney	John Carnell
James Batchen	Joycelyn Morton	Kasie Ferguson	Rob Erhardt
Ben Johnston	John Stephen	Tony Johnson	James Hislop
Barbara Simon	Nola Tooth	Melissa Dunphy	Colin Isaac
John McKenna	Noeline Busch	Adrian Burleigh	James Carroll
Ben Jones	Brendan Dallow	Lee Spanos	Le Chung
Ben Clark	Carmelo Guardala	David Rickards	Noela Bell
Dougal Guild	James Enright	Anne Gramosli	Kristy Tillman
Hamish Orr	Phillip Cornwell	Roz Norval	Rick Butler
Tony Melhuish	Jack Cowin	Nada Gramosli	Samuel Ebejer
Neil Hawke	Robert Fraser	Marilyn Smith	Craig Shilson-Josling
Monica Lim	Sally Egan	Heesung Lee	Diana Merhi
Melanie Tran	Bruce Walker	Greg Hickey	Nick Polin
Serena Tran	Michael Reeves	David Dagg	Beverley & Pino Occhiuto
Michael Depangher	Andrew Noble	Richard Bean	Joy Wood
Julia Hegarty	James Sullivan	Glen Foster	Nicole Black
Matthew Souter	Alan Giumelli	Kate McCarthy	Dom Cottam
Jenny Jewell	Edward Farren-Price	Cameron Provost	Terry Rowles
Peter Cooper	Mark Fitton	Carolyn Hoy	Stephen La Spina
Renee Amirian	Olive Walker	Trevor Daley	Adrian Breaux
Marcel Albert	Pino Giusti	David Menzies	Vicki Sciulli
Sebastian Rebeiro	Vanessa Vickery	David Barclay	Reg & Kay McLennan
Yuyung Sulianto	Donna Donkin	Beth Durran	Rachael Albert
Bruce Vaughan	Sue & Mark	Michelle Feehan	Liam Neary
Michael Buckley	Elizabeth Williamson	Darren Robson	Michael Harrison
Grahame Pratt	Matt Plummer	Candida Mair	Adam Bragg
Rennie Maria	Marcello Ponze	Sharon Watson	Scott Newland
Brent Hutton	Patrick Telfer	Mark Best	Robert Newland
Shann Warner	Joanna Fleming	Martin Dalrymple	Adam Dalrymple
Jack Fisher	Mark Blizzard	Raymond S Chui	Catherine McKay
Nathan Schofield	Anthony Fitzgerald	Frances Edwards	Carolyn Press
Catrina Smith	Laura Rademaker	Jack McCartney	Ray Whittaker
Nick Collins	Gregory Burton, SC	David Taylor	Catherine Michaels
Jonas Cuschieri	Nick Gorman	David Hooke	Karin Apps
Timothy Shaw	Jim Hatzimanolis	George Markos	Melissa Stewart
Nicholas Hobbs	Rory O'Hagan	Cindy Tangimetua	Denise Irvin
Nicholas Sproats	Nicholas Chen	Justin Daly	Daniel Coppleson
Donald Sanders	Cathie and Grahame	Catherine Murphy	Alison Hedge
Jim Rich	Hurst Lingwood	David Robb	Caesar Cirillo
Chris James	Prue Fisher	Jeff Cassar	Roy Wells
James Marshall	Stuart Garton	Stef Loader	Roisin O'Hagan
Ben Latimer	Jennifer Brammer	Wayne Cole	Alison Wason
Margaret Schofield	Bill Brister	Michelle Rockliff	Carole Cullen
John Gale	Bruce Kirkpatrick	Lesley Anne Dernee	Lionel Robberds
Kay Currey	Geoff Peetz	Nonna & Nonno Fresco	Melanie Rankine
Peter Cole	Lynette Walker	Geoff Reidy	Keith & Moyra Heness
David Fernandez	Janice Powell	Ian Guild	Aaron Flagg
Ian Wallace	Nicholas Collins	Linda Evans	Wendy Clayton
Campbell Lobb	Robert Schofield	Rob Johnston	Catherine Thompson
Braidon Whatley	Maurice Bruce	David Barling	
McCarthy Salkeld	Lorna Higgs	Valerie Salmon	

**Muscular Dystrophy Association of  
New South Wales**

**ABN 11 774 587 436**

**Financial Report  
For the Year Ended 30 June 2015**

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**INDEX**

Directors' Report	1-3
Auditor's Independence Declaration	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9-20
Declaration by Company Secretary in respect of the Fundraising Appeals	21
Directors' Declaration	22
Independent Auditor's Report	23-24

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2015**

Your directors present their report on the company for the financial year ended 30 June 2015:

**Directors**

The names of the directors in office at any time during or since the end of the financial year are:

Mr. Peter Debnam  
Mr. Ian Williams  
Mr. Richard Throsby Arnheim  
Ms. Shannon Finch  
Dr. Kristi Jones  
Mr. Martin Dalrymple  
Ms. Fiona Simson  
Ms. Carolyn Campbell-McLean  
Ms. Kim Brislane  
Dr. Christina Liang (appointed 21 August 2014)  
Mr. Thomas Wilson (appointed 21 August 2014)  
M. Graeme Troy (resigned 16 October 2014)

Directors 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 company during the financial year was the provision of care and assistance to people with muscular dystrophy and the furtherance of research into muscular dystrophy.

**Short-term and Long-term Objectives**

The company's short term objectives are to:

- Reposition MDNSW's client services and programs for the National Disability Insurance Scheme
- Provide high quality services and programs that MDNSW clients select as part of their self-managed packages
- Roll out the Duke of Edinburgh's Award for young people with a Neuromuscular Condition throughout Australia
- Successfully complete the Working Wheels Employment Program pilot.
- Ensure MDNSW's website and Talking Point magazine continues to and places increased emphasis on providing specialist information and best practice advice
- Implement the 3rd year of the MDNSW PhD scholarship
- Establish the Big Red Ride, Kids in Need and Sugar Free September campaigns as regular income generating and awareness events

The company's long term objectives are to:

- Position MDNSW as the leading whole of life provider of choice of specialised services and expert information for people affected by neuromuscular conditions
- Dramatically raise MDNSW profile across NSW including regionally, as the provider of choice
- Ensure a strong governance culture
- Attract and retain employees of high calibre in a safe and productive work environment
- Fund a substantial increase in information, services, training and events
- Fund research towards improving wellbeing, treatment and a cure
- Ensure MDNSW remains focused on the National Disability Insurance Scheme and stays current and up to date with all information that is available as it launches out state wide
- Ensure we build continuous improvements within our internal processes to remain compliant with the Quality Assurance accreditation

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2015**

**Strategies**

To achieve these objectives, the entity will be considering the following strategies:

- Implementation of the 3 year Strategic Plan and annual Business Plan
- Increased profile through technology, social media and online mediums
- Focus on the three major fundraising strategies per annum
- Continual review of all services to ensure they fit within the changing requirements of the National Disability Insurance Scheme
- Production of all rebranded marketing materials and business collateral, updating of website and social media platforms to ensure a consistent and recognisable look

**Information on Directors**

<i>Name, qualifications and independence status</i>	<i>Experience, special responsibilities and other directorships</i>
Mr. Peter Debnam MBA, MACID <i>President</i>	President, Muscular Dystrophy Association of NSW Chairman, the advisory board of Our Big Kitchen Limited Director of Care Australia, Muscular Dystrophy Foundation MB Australia, The Paraplegic & Quadriplegic Association of NSW, Disability Sports Australia Ltd, Paddle NSW Inc., Soils for Life Pty Ltd Member of Sydney Legacy, Associate Member, North Bondi Surf Club
Mr. Ian Williams BEc MBA <i>Vice President</i>	Finance Executive Director since October 2005
Clinical A/Professor Kristi Jones MB BS Phd FRACP, CG (HGSA) Medical Director	Clinical Genetics Specialist Director since April 2006
Mr. Martin Dalrymple QPIB	Director of NSW Push and Power Sports, Australian Powerchair Football Association, NSW Power Football Association
Ms. Fiona Simson BA Arts/Bus	President, NSW Farmers Director of Plantation of Trading Pty Limited
Ms. Shannon Finch BA (Hons), LLB (Hons), MAICD	Corporate Partner, King & Wood Mallesons Member of Corporations Committee of the Law Council of Australia
Mr. Richard Throsby Arnheim BCom CA <i>Treasurer</i>	Member of Institute of Chartered Accountants in Australia Authorised Representative and Principal of Shadforth Financial Group
Ms. Carolyn Campbell-McLean BSW (Hons)	Employed by Lifetime Care and Support Authority Member of Muscular Dystrophy Association of NSW for over 25 years Editor of Talking Point Director since 2013
Ms. Kim Brislane	Ambassador of the Duke of Edinburgh Award in Australia Director Women's Health and Resource Centre for wider Blue Mountains and Elizabeth Evatt Legal Centre Director since 2014
Dr. Christina Liang MBBS (Hons II), BSc	2010 Fellow of the Royal Australasian College of Physicians Director since 2014
Mr. Thomas Wilson BSc (Hons)	Member of Australian Industry Group and Australian Design Standards Director since 2014

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2015**

**Meeting of Directors**

During the financial year, 6 meetings of directors were held. Attendances by each director during the year were as follows:

	<i>Number eligible to attend</i>	<i>Number attended</i>
Mr. Peter Debnam	6	5
Mr. Ian Williams	6	4
Dr. Kristi Jones	6	6
Mr. Richard Throsby Arnheim	6	5
Mr. Graeme Troy	1	1
Mr. Martin Dalrymple	6	6
MS. Shannon Finch	6	5
Ms. Carolyn Campbell-McLean	6	6
Ms. Kim Brislane	6	5
Ms. Fiona Simson	6	1
Dr. Christina Liang	4	4
Mr. Thomas Wilson	4	3

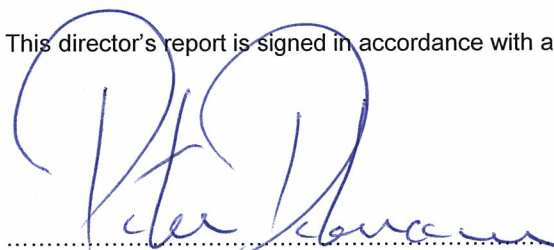
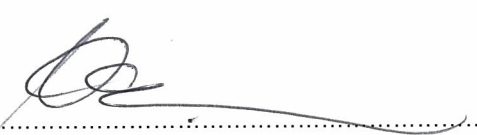
**Company Limited by Guarantee**

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute a maximum of \$20 towards meeting any outstanding obligations of the company. At 30 June 2015, the total amount the members of the company are liable to contribute if the company wound up is \$36,080 (2014:\$33,480).

**Auditor's Independence Declaration**

The lead auditor's independence declaration for the year ended 30 June 2015 has been received and can be found on page 4 of the financial report.

This director's report is signed in accordance with a resolution of the Board of Directors:

	
<b>Peter Debnam</b> President	<b>Richard Throsby Arnheim</b> Treasurer

Dated this 25<sup>th</sup> day of September 2015



**McCarthy  
Salkeld**  
*Chartered Accountants*

**Directors**

Jane Perry FCA  
Phillip N. McCarthy FCA  
Brad Druitt CA  
Thomas P. McCarthy CA

**Associates**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**

We declare that, to the best of our knowledge and belief, during the year ended 30 June 2015, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Dated this 25<sup>th</sup> day of September 2015

**McCARTHY SALKELD  
CHARTERED ACCOUNTANTS**

*McCarthy Salkeld*  
*J Perry FCA*  
**Jane Victoria Perry  
Director**

**Ground Floor, Suite 3  
410 Church Street  
North Parramatta NSW 2151**

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Notes	2015 \$	2014 \$
<b>REVENUE</b>			
Revenue from donations and special events	2	752,543	963,804
Other Income	2	666,091	695,562
Appeal and special event expenses		(49,609)	(152,847)
Client service provision expenses		(1,231,577)	(1,186,572)
Administration expenses		(277,776)	(259,018)
Depreciation expenses	3	(7,164)	(27,746)
Other expenses	3	(180)	(569)
Profit (loss) before financing income (cost) and income tax		(147,672)	32,614
Financial income		90,060	135,179
Financial costs		-	-
Net Financial Income	4	90,060	135,179
Income tax expense			
Profit (loss) for the year		(57,612)	167,793
Other comprehensive income after income tax		-	-
Total other comprehensive income for the year		-	-
<b>Total comprehensive income for the year</b>		(57,612)	167,793
<b>Other comprehensive income after income tax</b>			
Profit (loss) attributable to:			
Members of the company		(57,612)	167,793
 Total comprehensive income attributable to:			
Members of the company		(57,612)	167,793

The accompanying notes form part of these financial statements

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	748,775	790,170
Trade and other receivables	6	4,333	26,481
Financial assets	7	652,813	655,175
Other assets	8	23,956	21,530
<b>TOTAL CURRENT ASSETS</b>		<u>1,429,877</u>	<u>1,493,356</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	88,777	94,446
<b>TOTAL NON-CURRENT ASSETS</b>		<u>88,777</u>	<u>94,446</u>
<b>TOTAL ASSETS</b>		<u>1,518,654</u>	<u>1,587,802</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	37,287	64,902
Provisions	11	116,248	92,504
Other liabilities	12	446,008	557,429
<b>TOTAL CURRENT LIABILITIES</b>		<u>599,543</u>	<u>714,835</u>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	11	11,199	-
Other liabilities	12	158,593	24,478
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>169,792</u>	<u>24,478</u>
<b>TOTAL LIABILITIES</b>		<u>769,335</u>	<u>739,313</u>
<b>NET ASSETS</b>		<u>749,319</u>	<u>848,489</u>
<b>EQUITY</b>			
Retained earnings		749,319	785,407
Reserves		-	63,082
<b>TOTAL EQUITY</b>		<u>749,319</u>	<u>848,489</u>

The accompanying notes form part of these financial statements

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**STATEMENT OF CHANGES OF EQUITY**  
**FOR THE YEAR 30 JUNE 2015**

	Note	Capital Funds Reserve	Retained Earnings	Total
<b>Balance as at 1 July 2013</b>		63,082	627,493	690,575
Profit attributable to members of the company		(9,879)	167,793	157,914
Transfer of Allocated Capital Funds		9,879	(9,879)	-
Total other comprehensive income		-	-	-
<b>Balance at 30 June 2014</b>		63,082	785,407	848,489
Profit/(Loss) attributable to members of the company		-	(57,612)	(57,612)
Prior Year Profits related re NEWS		(21,524)	21,524	-
Reallocation and recognition of NEWS funds as a liability as at 1 July 2014	a	(41,558)	-	(41,558)
<b>Balance at 30 June 2015</b>		-	749,319	749,319

a. Capital Funds Reserve

The capital funds reserve represents funds collected for specific expenditure in prior years regarding National Electric Wheelchair Sports (NEWS). NEWS has operated an annual sports event with the support of Muscular Dystrophy Association of New South Wales (MDNSW). The income received and expenses incurred in relation to the fundraising and competitions are that of NEWS and not MDNSW. It was therefore decided to reflect these amounts within the Balance Sheet as a Liability to ensure appropriate and full disclosure.

The accompanying notes form part of these financial statements

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Notes	Inflows (Outflows)	Inflows (Outflows)
		2015 \$	2014 \$
<b>Cash flows from operating activities</b>			
Receipts from donations, subscriptions and government agencies		1,498,454	1,393,618
Payments to suppliers and employees		(1,632,551)	(1,676,175)
Financial Income including interest received		34,811	38,026
Net cash provided by (used in) operating activities		(99,286)	(244,531)
<b>Cash flow from investing activities</b>			
Proceeds from sale of investments		679,386	-
Purchase of property, plant and equipment		(1,495)	(29,457)
Purchase of investments		(620,000)	-
Net cash provided by (used in) investing activities		57,891	(29,457)
Net increase/(decrease) in cash held		(41,395)	(273,988)
Cash at beginning of financial year	5	790,170	1,064,158
Cash at end of financial year	5	748,775	790,170

The accompanying notes form part of these financial statements

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

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

**Basis of Preparation**

Muscular Dystrophy Association of New South Wales has adopted the Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards*.

The financial statements are general purpose financial statements that have been prepared in accordance with Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The company is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

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 the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, 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 amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on the 18<sup>th</sup> day of September 2015 by the Directors of the entity.

**Accounting Policies**

**a) Income Tax**

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

**b) Property, Plant and Equipment**

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

**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 which 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 amounts of all fixed assets including buildings are depreciated on a straight line basis over their estimated useful lives.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Note 1: Statement of Significant Accounting Policies (continued)**

**b) Property, Plant and Equipment (continued)**

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

<b>Class of fixed Asset</b>	<b>Depreciation Rate</b>
Plant and Equipment	10.00 – 33.33%
Motor Vehicles	8.33 – 12.50%

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

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

**c) Financial Instruments**

**Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the financial instrument. For financial assets, this is equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted by transactions costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit and loss immediately.

**Classification and subsequent measurement**

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. 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 rate method; and (iv) less any reduction for impairment.

The effective interest rate 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.

MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES  
ABN 11 774 587 436

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015

**Note 1: Statement of Significant Accounting Policies (continued)**

**c) Financial Instruments (continued)**

*(i) Financial assets at fair value through profit and loss*

Financial assets are classified at 'fair value through profit or loss' when they are either held for trading for the purpose of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or 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.

*(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 company's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

*(iv) Available-for-sale investments*

Available-for-sale investments 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.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale 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.

**Impairment**

At the end of each reporting period, the company assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the profit and loss.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Note 1: Statement of Significant Accounting Policies (continued)**

**d) Financial Instruments (continued)**

**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 entity 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 either discharged, cancelled or expire. The difference between the carrying value of the financial liability 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.

**e) Employee Benefits**

**Short-term employee benefits**

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. 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.

The company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the statement of financial position.

**Other long-term employee benefits**

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

**Retirement benefit obligations**

*Defined contribution superannuation benefits*

All employees of the company receive defined contribution superannuation entitlements, for which the company pays the fixed superannuation guarantee contribution (currently 9.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The company's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the company's statement of financial position.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Note 1: Statement of Significant Accounting Policies (continued)**

**f) Provisions**

Provisions are recognised when the company 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 reporting date.

**g) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand and 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 on the statement of financial position.

**h) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognized net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**i) Revenue**

Membership subscriptions revenue comprises revenue from membership fees received and relating to the financial year.

Donations are recognised as revenue when received.

General Bequests are recognised as income equally over five financial years commencing with the financial year of initial receipt of funds. This policy allows for financial planning and budgeting of expenditures for on-going programs. The timing of receipt and amounts of bequests is highly irregular and appropriately are expended over a five year period providing significant security over the medium term.

Specific or tagged bequests are recognised as income over five financial years commencing when the appropriate program or research commences

Revenue for fundraising events is recognised in the year in which the event is held.

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

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

Other revenue is recognised when the right to receive the revenue has been established.

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

**j) Finance Costs**

Finance costs are recognised as an expense in the period in which they are incurred.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Note 1: Statement of Significant Accounting Policies (continued)**

**k) Training and Development**

Training and development costs are expensed as they are incurred.

**l) Prepaid Membership Subscriptions**

Membership subscriptions commence 1st of the next month for a period of 12 months.

**m) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**n) Critical Accounting Estimates and Judgments**

The board members 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 company.

**o) Economic Dependence**

Muscular Dystrophy Association of New South Wales is dependent on the donations and bequests received from the general public and funding from the NSW Government Department of Ageing, Disability and Home Care for the majority of its revenue used to operate the business.

To ensure long term viability, the bequests are recognised as income equally over five financial years commencing with the financial year of initial receipt of funds.

At the date of this report, the Board of Directors has no reason to believe the Department will not continue to support Muscular Dystrophy Association of New South Wales.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

<b>Note 2: Revenue</b>	<b>Note</b>	<b>2015</b>	<b>2014</b>
		<b>\$</b>	<b>\$</b>
Revenue			
Special Events		181,573	234,812
Donations and bequests		570,970	728,992
Total revenue		<u>752,543</u>	<u>963,804</u>
Other Income			
Membership fees		5,555	6,871
Grants received			
Department of Ageing, Disability & Home Care		649,213	639,091
Little Heroes Foundation		-	47,500
Other Income		11,323	2,100
Total other income		<u>666,091</u>	<u>695,562</u>
Total revenue and other income		<u>1,418,634</u>	<u>1,659,366</u>

**Note 3: Profit/Loss for the year**

The result before tax has been arrived at after charging/(crediting) the following items.

**Depreciation**

Plant & Equipment		10,726	14,578
Motor Vehicles		(3,562)	13,168
	<b>9</b>	<u>7,164</u>	<u>27,746</u>

**Administration and Other expenses**

Annual reporting		180	569
Operating lease rental expenses		75,311	76,250
		<u>75,491</u>	<u>76,819</u>

**Auditor's Remuneration**

Audit Services		5,500	5,000
		<u>5,500</u>	<u>5,000</u>

**Note 4: Net Financial Income**

Financial income			
Interest income		29,274	34,303
Distributions – managed funds		17,088	8,745
Imputation credits – managed funds		2,000	2,031
Changes in fair value – managed funds		41,698	90,100
		<u>90,060</u>	<u>135,179</u>

**Financial costs**

Changes in fair value – managed funds		-	-
Net financing income/ (cost)		<u>90,060</u>	<u>135,179</u>

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>Note 5: Cash and cash equivalents</b>			
Current			
Cash at bank		152,244	136,101
Cash on deposit		596,531	654,069
		748,775	790,170
 <b>Note 6: Trade and other receivables</b>			
Current			
Trade receivables		2,333	24,015
Other receivables		2,000	2,466
		4,333	26,481
 <b>Note 7: Financial assets</b>			
Current			
Financial assets at fair value through profit or loss	7(a)	652,813	655,175
		652,813	655,175
(a) Financial assets at fair value through profit or loss			
Held for trading Australian managed fund units		652,813	655,175
Securities in managed funds held for trading purposes to generate income through the receipt of distributions and capital gains.			
 <b>Note 8: Other Assets</b>			
Current			
Security deposit		12,650	12,650
Prepayments		10,479	4,547
Accrued Income		827	4,333
		23,956	21,530

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

	Note	2015 \$	2014 \$
<b>Note 9: Property, plant and equipment</b>			
Plant and equipment – at cost		33,970	61,803
Less: Accumulated depreciation		(15,608)	(34,210)
Total plant and equipment		<u>18,362</u>	<u>27,593</u>
 Motor vehicles – at cost		 108,228	 108,228
Less: Accumulated depreciation		(37,813)	(41,375)
Total motor vehicles		<u>70,415</u>	<u>66,853</u>
 Total property, plant and equipment		 <u>88,777</u>	 <u>94,446</u>

**Movements in carrying amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Plant and Equipment	Motor Vehicles	Total
<b>2015</b>			
Balance at the beginning of the year	27,593	66,853	94,446
Add: Additions at cost	1,495	-	1,495
Depreciation expense	(10,726)	3,562	(7,164)
Carrying amount at the end of year	<u>18,362</u>	<u>70,415</u>	<u>88,777</u>

**Note 10: Trade and Other Payables**

Current		
Trade payables	5,546	45,493
Accrued expenses	11,895	5,000
Other payables	12,794	7,860
Superannuation liability	7,052	6,549
	<b>16</b>	<u>37,287</u>
		<u>64,902</u>

**Note 11: Provisions**

Current		
Annual leave liability	116,248	92,504
	<u>116,248</u>	<u>92,504</u>

**Non-current**

Long service leave liability	11,199	-
	<u>11,199</u>	<u>-</u>

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

<b>Note 12: Other Liabilities</b>	<b>Note</b>	<b>2015 \$</b>	<b>2014 \$</b>
<b>Current</b>			
Grant and retreat income in advance		144,537	143,650
Bequest income received in advance		61,174	59,028
Research bequest income received in advance		196,079	228,126
Other income in advance		44,218	126,625
		<u>446,008</u>	<u>557,429</u>
<b>Non-current</b>			
NEWS fund held		36,303	-
Bequest income received in advance		122,290	24,478
		<u>158,593</u>	<u>24,478</u>

**Note 13: Events after the Statement of Financial Position date**

In the opinion of the directors, no matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the result of those operations, or the state of affairs of the company in future financial years.

**Note 14: Key management personnel compensation**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

**Short-term benefits**

Salary and wages	112,499	124,214
Non-monetary benefits	36,851	25,136
Superannuation	14,188	13,815
Employee Benefits	7,707	6,989
	<u>171,245</u>	<u>170,154</u>

**Long-term benefits**

Employee benefits	8,324	-
<b>Total compensation</b>	<u>179,569</u>	<u>170,154</u>

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

**Note 15: Financial risk management**

**General objectives, policies and processes**

In common with all businesses, the Association is exposed to risks that arise from its use of financial instruments. This note describes the Association's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of those risks is presented throughout those financial statements.

There have been no substantive changes in the Association's exposure to financial instrument risks, the objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

The Board has overall responsibility for the determination of the Association's risk management objectives and policies. The Association's management policies and objectives are therefore designed to minimise potential impacts of these risks on the results of the Association where such impacts may be material. The Board receives reports from the Management through which it reviews the effectiveness of the process put in place and the appropriateness of the objectives and policies it sets.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible.

The Association's financial instrument consists mainly of cash and cash equivalents, short-term investments, trade and other receivables, trade and other payables and borrowings.

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:

	<b>Note</b>	<b>2015</b> \$	<b>2014</b> \$
<b>Financial Assets</b>			
Cash and cash equivalents	5	748,775	790,170
Financial assets at fair value – Held for trading	7(a)	652,813	655,175
Trade and other receivables	6	4,333	26,481
		<u>1,405,921</u>	<u>1,471,826</u>
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost – trade and other payables	10	37,287	64,902
		<u>37,287</u>	<u>64,902</u>

**Note 16: Fundraising appeals conducted**

Fundraising appeals conducted during the financial year included mail appeals, raffles and various other sundry fundraising projects and general receiving of indirectly solicited donations and bequests

	<b>2015</b> \$	<b>2014</b> \$
<b>i) Results of fundraising appeals</b>		
Gross proceeds from fundraising appeals	752,543	963,804
Less: Direct costs of fundraising appeals	(49,609)	(152,847)
Net surplus obtained from fundraising appeals	<u>702,934</u>	<u>810,957</u>
<b>ii) Application of net surplus obtained from fundraising appeals</b>		
Distributions (expenditure on direct services)	1,231,577	1,186,572
Administration expenses	277,776	259,018
	<u>1,509,353</u>	<u>1,445,590</u>
Net Fundraising Appeal Deficit after application of Funds	<u>(806,419)</u>	<u>(634,633)</u>
<b>iii) Deficit transferred to retained earnings</b>	<u>(806,419)</u>	<u>(634,633)</u>

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2015**

<b>Note 17: Fundraising appeals conducted (continued)</b>	<b>2015</b>	<b>2015</b>	<b>2014</b>	<b>2014</b>
	<b>\$</b>	<b>%</b>	<b>\$</b>	<b>%</b>
<b>iv) Comparisons of certain monetary figures and percentages</b>				
Total cost of fundraising	49,609	6.59	152,847	15.86
Gross proceeds from fundraising	752,543		963,804	
Net surplus from fundraising	702,934	93.41	810,957	84.14
Gross proceeds from fundraising	752,543		963,804	
Total costs of services	1,231,577	78.63	1,186,572	72.94
Total expenditure	1,566,306		1,626,752	
Total costs of services	1,231,577	86.81	1,186,572	71.51
Total income received	1,418,634		1,659,366	

**Note 18: Contingent Liabilities and Contingent Assets**

No Contingent Liability or Asset is known to exist at the date of the Financial Statements.

**Note 19: Directors Remuneration**

No director received any remuneration from the Company during the year.

**MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES**  
**ABN 11 774 587 436**

**DECLARATION BY COMPANY SECRETARY IN RESPECT OF FUNDRAISING APPEALS**

I, Penelope Hodge, Secretary of Muscular Dystrophy Association of New South Wales, declare in my opinion:

- (a) the financial report gives a true and fair view of all income and expenditure of the company with respect to fundraising appeal activities for the financial year ended 30 June 2015;
- (b) the statement of financial position sheet gives a true and fair view of the state of affairs with respect to fundraising appeal activities as at 30 June 2015;
- (c) the provisions of the Charitable Fundraising (NSW) Act 1991 and Regulations under the Act and the conditions attached to the authority have been complied with during the year ended 30 June 2015;
- (d) the internal controls exercised by the company are appropriate and effective in accounting for all income received and applied by the company from any of its fundraising appeals.

  
.....  
**PENELOPE HODGE**  
**SECRETARY**

Dated this: 25<sup>th</sup> day of September 2015

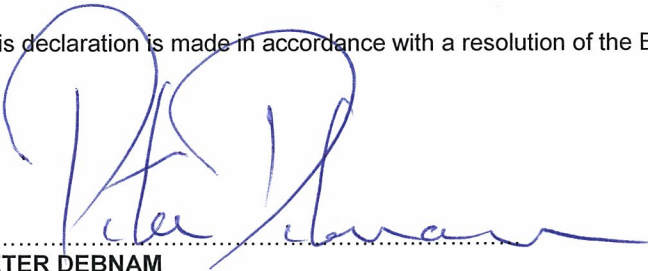
MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES  
ABN 11 774 587 436

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Muscular Dystrophy Association of New South Wales, the directors of the entity declare that:

1. The financial statements and notes, as set out on pages 5 to 20, are in accordance with the *Corporations Act 2001* and:
  - (a) comply with Australian Accounting Standards – Reduced Disclosure Requirements, except in relation to the policy of recognition of bequest income as detailed in Note 1 of the financial statements; and
  - (b) give a true and fair view of the financial position of the company as at 30 June 2015 and of its performance for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



PETER DEBNAM  
DIRECTOR

Dated this 25<sup>th</sup> day of September 2015



**McCarthy  
Salkeld**  
*Chartered Accountants*

**Directors**

Jane Perry FCA  
Phillip N. McCarthy FCA  
Brad Druitt CA  
Thomas P. McCarthy CA

**Associates**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES  
ABN 11 774 587 436**

*Report on the Financial Report*

We have audited the accompanying financial report of Muscular Dystrophy Association of New South Wales, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other 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 directors' declaration.

*Directors' and Management Responsibility for the Financial Report*

The Directors and Management are responsible for the preparation of the Financial Report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal controls as Directors and Management determine is necessary to enable the preparation of the 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 my 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 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 to give a true and fair view 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 Directors and Management, 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 Directors and Management financial reporting under the *Corporations Act 2001*. 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.

*Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors and Management of Muscular Dystrophy Association of New South Wales, would be in the same terms if given to the directors as at the time of this auditor's report.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
MUSCULAR DYSTROPHY ASSOCIATION OF NEW SOUTH WALES  
ABN 11 774 587 436  
(Continued)**

In addition, our audit report has also been prepared for the members of the entity in accordance with Section 24(2) of *Charitable Fundraising (NSW) Act 1991*. Accordingly, we have performed additional work beyond that which is performed in our capacity as auditors pursuant to the *Corporations Act 2001*. These additional procedures included obtaining an understanding of the internal control structure for the fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *Charitable Fundraising (NSW) Act 1991 and Regulations*.

It should be noted that the accounting records and data relied upon for reporting on fundraising appeal activities are not continuously audited and do not necessarily reflect after the event accounting adjustments and the normal yearend financial adjustments for such matters as accruals, provisioning and valuations necessary for yearend financial report preparation.

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

*Basis for Qualified Auditors Opinion*


- (i) Donations and fundraising income amounting to \$752,543 are a significant source of revenue for the company. It is not always possible for the company to establish controls over the collection of all sources of fundraising and donation income prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to fundraising and donation income had to be restricted to amounts recorded in the financial records. We therefore are unable to express an opinion whether the donation and fundraising income of the Muscular Dystrophy Association of New South Wales is complete.

*Qualified Auditors Opinion*

In our opinion, except for the effects on the financial report of such adjustments, if any, as might have been required had the limitation referred to in the qualified paragraphs not existed, the financial report presents fairly, in all material respects, the financial position of Muscular Dystrophy Association of New South Wales as of 30 June 2015, and its financial performance and cash flows for the year then ended in accordance with *Corporations Act 2001* and the Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

Dated this 25<sup>th</sup> day of September 2015

**McCARTHY SALKELD  
CHARTERED ACCOUNTANTS**

  
Jane Victoria Perry  
Director

**Ground Floor, Suite 3  
410 Church Street  
North Parramatta NSW 2151**