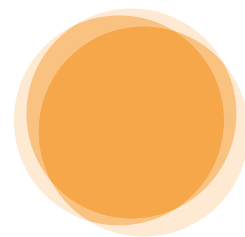
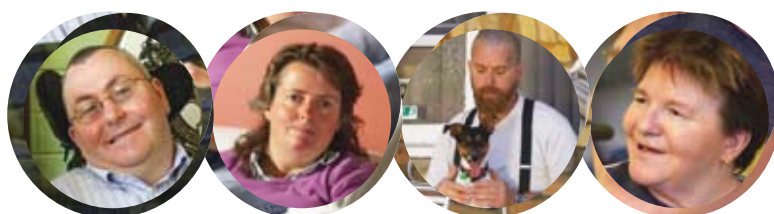


SUMMER  
FOUNDATION



# Summer Foundation Ltd Annual Report

2007



Summer Foundation Ltd

PO Box 486 Brentford Square VIC 3131 Australia

Telephone: (03) 8812 2511

Facsimile: (03) 9894 1130

Email: [admin@summerfoundation.org.au](mailto:admin@summerfoundation.org.au)

Website: [www.summerfoundation.org.au](http://www.summerfoundation.org.au)

ABN: 90 117 719 516

The Summer Foundation is a registered Deductible Gift Recipient

Donations of \$2.00 and more are tax deductible

*Summer Foundation Limited ABN 90 117 719 516*

*Annual Report – Year Ending 30 June 2007*

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# Executive Chairman's Report



Dianne Winkler  
Executive Chairman  
Summer Foundation Ltd

The 2006 – 2007 financial year has been a busy and exciting year at the Summer Foundation. As a result of the \$244 million joint state and federal funding made available through the COAG initiative, there is a tremendous amount of action and change around the issue of younger people in aged care. The Victorian initiative is called *my future my choice*. The Summer Foundation has been well placed to respond to the opportunities presented and has been collaborating with the Department of Human Services and other stakeholders. During the past year the Summer Foundation has undertaken two key projects:

- The development and implementation of a planning and assessment framework for the *my future my choice* initiative
- The production of a DVD and booklet to inform people with disabilities and their support networks about alternatives to residential aged care (RAC).

## *my future my choice Planning and Assessment Framework*

In December 2006, the Summer Foundation were appointed by the Department of Human Services to:

- develop a planning and assessment framework
- train the planners from eight planning organisations
- support the planners during the planning and assessment process
- aggregate the data obtained from all of the assessments and plans.

The Summer Foundation contracted Sue Sloan (Osborn Sloan & Associates) and Libby Callaway (Neuroskills Pty Ltd) to collaborate with the Summer Foundation in this work. In January

2007, the working group developed the Summer Foundation planning and assessment tool. Eight organisations were engaged by the Department of Human Services to undertake planning and assessment across Victoria: Care Connect Ltd, Melbourne City Mission Inc, Moreland Community Health Service Inc, Multiple Sclerosis Ltd, Annecto Inc, Bendigo Health Care Group, Karingal Inc and Ovens and King Community Health Service Inc. In February 2007, the Summer Foundation trained 24 planners from these eight organisations.

*“It was enlightening to hear about the possibilities”*

Approximately 140 people consented to meet with planners to discuss their participation in the *my future my choice* planning and assessment process. Of these, approximately 126 underwent an assessment of their support needs and had an individual plan developed. In December 2007, the Summer Foundation will produce a report summarising the findings from the first 105 people who had individual plans and assessments completed between February and August 2007 as part of the *my future my choice* initiative. The information in this report will be used by the Department of Human Services to plan systemic change and develop services to meet the needs of younger people in RAC or at risk of admission to RAC.

*“(I’m happy) that now there is a plan to be followed”*

#### *DVD and Information Booklet*

As part of the assessment and planning process, planners asked people where they want to live in the future. Many younger people living in aged care and their families had no information or knowledge about the possibilities. They were not in a position to make an informed choice. A funding grant from the WCF Thomas Trust, which is administered by ANZ Trustees enabled the Summer Foundation to initiate this project and obtain additional funding from the Department of Human Services to cover some of the costs and extend the project.

The Summer Foundation produced a DVD and booklet called ‘From a home to their home’ to enable people with disabilities and their families to make an informed choice. We have also made the DVD footage available on our website in the form of vodcasts. On the 28th June ‘From a home to their home’ was released and launched by Victorian Minister for Community Services, the Hon. Gavin Jennings. This event was chaired by Simon McKeon (Executive Chairman, Macquarie Bank Melbourne) and generously hosted by Macquarie Bank.

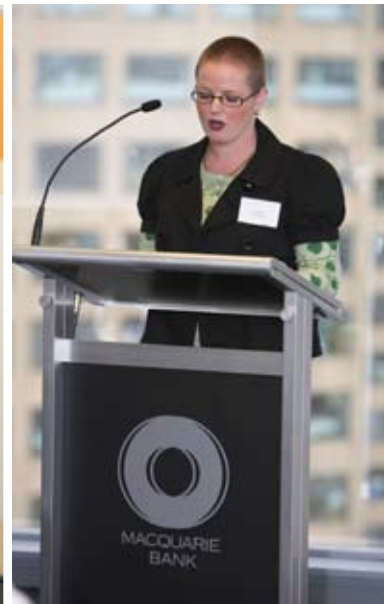
The DVD and stories are modular so that we can add to them as more stories and funding become available. The DVD currently tells the stories of four people living in different types of supported housing. The Department of Human Services have recently agreed to fund the filming of two additional stories to expand the range of options represented on the DVD and vodcasts.



Dianne Winkler

Executive Chairman

Summer Foundation Ltd



# Director's Report

The directors are pleased to present their report on The Summer Foundation Limited for the year ending 30 June 2007.

## *Directors*

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

Dianne Winkler

Dr Bronwyn Morkham

Peter Taranto

Noel Spurr (Appointed 23 March 2007)

## *Principal Activities*

The Summer Foundation Limited is a not for profit organization which aims to improve the health and well-being of younger people living in residential aged care. The Summer Foundation focuses on conducting practical research, making information accessible to people with disabilities and their support networks, and developing pragmatic solutions to meet the needs of all stakeholders.

## *Review of Operations*

Revenue from ordinary activities for the year was \$244,957 (period to 2006:\$30,300) resulting in a profit after tax of \$68,084 (period to 2006:\$27,565).

## *After Balance Date Events*

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of Summer Foundation Limited, the results of those operations, or the state of affairs of Summer Foundation Limited in future financial years.

## *Significant Changes*

There were no significant changes in the nature of Summer Foundation's principal activities during the financial period.

## *Environmental Issues*

The operations of Summer Foundation are not subject to particular or significant environmental regulations under a Commonwealth, State or Territory Law.

## *Information on directors*

### **Dianne Winkler**

*Position:* Chairperson and Secretary

*Qualifications:* BAppSc(Occ Ther), Grad Dip Neuroscience, Grad Dip AppSc (Comp Sci), MAppSc

*Experience and expertise:* Dianne Winkler is an Occupational Therapist who has worked with people with severe brain injury for more than fifteen years. Dianne was the Chief Occupational Therapist at Ivanhoe Manor Private Rehabilitation Hospital prior to developing a private practice working with people with brain injury in the community. Dianne completed a Masters by Research at La Trobe University entitled "Factors that lead to successful community integration following severe traumatic brain injury". She is currently completing a PhD at Monash University which involves a series of studies which focus on younger people in nursing homes.

### **Dr Bronwyn Morkham**

*Position:* Director

*Qualifications:* Teaching qualifications, BA, PhD

*Experience and expertise:* Dr Bronwyn Morkham was the National Director of the Young People In Nursing Homes (YPINH) National Project since its inception five years ago. As well as overseeing the Project's efforts to raise public awareness of the issue and the urgent need for action, Bronwyn has worked to make the YPINH issue one that politicians and administrators can no longer ignore. She has encouraged a partnership approach to resolution of the issue that has seen Commonwealth and State politicians begin to move away from longstanding and entrenched positions that allowed both tiers of government to deny responsibility and refuse to act.

Currently Dr Morkham is the National Director of the National Alliance of Young People In Nursing Homes – a national network of young people living in nursing homes, their families, friends and other stakeholders who work at a local, state and territory level to inform others about the issue and agitate for change. Through the National Alliance, Bronwyn was instrumental in the COAG joint funding plan, aimed at younger people living in aged care, and those at risk of entering aged care. With a strong sense of social justice, Bronwyn firmly believes in supporting people with a disability to be their own best advocates and has made the participation of YPINH a central aspect of the Project's work.

## **Peter Taranto**

*Position:* Director

*Qualifications:* B Juris (Monash University, 1977) BA LLB (Melbourne University, 1980)

Admitted to the Supreme Court of Victoria, November 1982

Admitted to Supreme Court of Western Australia, 1997

Current Practising Certificate issued by Law Society of Western Australia

*Experience and expertise:*

Current Employment Senior Lawyer, Woodside Energy Ltd. 240 St George's Terrace Perth, Western Australia, commenced January 13, 1997

Barrister, Victorian Bar, 1992 - 1996

Film Victoria, Corporate Counsel, 1986 - 1987

Procurement Officer, Civil and Civic, 1987 - 1988

Corporate Counsel, Master Builders Association of Victoria, 1983- 1985

## **Noel Spurr**

*Position:* Director

*Qualifications:* Boardstep Company Directors Course

*Experience and expertise:* Noel has worked in private enterprise, the public service, and as a private consultant. Noel has been appointed by both Liberal and ALP Governments to Ministerial Advisory Committee's for over 25 years, at both State & Federal levels.

Noel served as a local Councillor at Nunawading and Whitehorse City Councils for nine years, including terms as Deputy Mayor and Mayor. He has been an active committee member in local & statewide community groups for over 30 years, and has served on Company Boards. Noel has received a number of awards from local groups for his service to the community. As well as these awards, Noel has been honoured with the "Advance Australia Award" (1983) and the "Order of Australia Medal" (1985) for services to the community and in particular his work with people with disabilities.

### *Meetings of directors*

The number of meetings of the company's board of directors held during the period ended 30 June 2007 and the numbers of meetings attended by each director were:

<b>Director</b>	<b>Full Meetings of Directors</b>	
	<b>A</b>	<b>B</b>
Dianne Winkler	4	4
Dr Bronwyn Morkham	4	3
Peter Taranto	4	4
Noel Spurr	2	2

A = Number of meetings eligible to attend

B = Number of meetings attended

### *Insurance of officers*

During or since the end of the financial period Summer Foundation Limited has paid a premium of \$Nil to insure the Directors of the Company.

The Company has Victorian Managed Insurance Authority (VMIA ) Insurance through the DHS agreement which covers the following within Victoria:

Public and Products Liability

Professional Indemnity

Directors' and Officers' Liability

Association Liability

Medical Indemnity

Personal Accident Insurance

### *Rounding of amounts*

The company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the directors' report. Amounts in the directors's report have been rounded off in accordance with that Class Order to the nearest dollar.

### *Likely developments and expected results of operations*

Information on likely developments in the operations of the company and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the company.

### *Proceedings On Behalf Of Company*

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party, for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the Corporations Act 2001.

### *Auditors' independence declaration*

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 9.

Signed in accordance with a resolution of the Board of Directors.



Dianne Winkler

Director

Melbourne

10 December 2007

PricewaterhouseCoopers  
ABN 52 780 433 757

Freshwater Place  
2 Southbank Boulevard  
SOUTHBANK VIC 3006  
GPO Box 1331L  
MELBOURNE VIC 3001  
DX 77

Website: [www.pwc.com/au](http://www.pwc.com/au)  
Telephone 61 3 8603 1000  
Facsimile 61 3 8603 1999

## Auditor's Independence Declaration

As lead auditor for the audit of Summer Foundation Limited for the year ended 30 June 2007, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Summer Foundation Limited during the period.



Susan Horlin  
Partner  
PricewaterhouseCoopers

Melbourne  
10 December 2007

*Summer Foundation Limited ABN 90 117 719 516*

*Financial Report – 30 June 2007*

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This financial report covers Summer Foundation Limited as an individual entity. The financial report is presented in the Australian currency.

Summer Foundation Limited is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Summer Foundation Limited

C/O Addisons Accountants

Wesley Court

Burwood East VIC 3151

A description of the nature of the company's operations and its principal activities is included in the directors' report on page 5, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 10 December 2007. The company has the power to amend and reissue the financial report.

## *Income Statement*

*For the period ending 30 June 2007*

	Note	2007	3 January to 30 June 2006
		\$	\$
<b>Revenue from continuing operations</b>			
Contributions - Donations		45,001	30,300
Government grants		199,956	-
		<b>244,957</b>	30,300
<b>Expenses from continuing operations</b>			
Administration expenses	4	(176,873)	(2,735)
<b>Profit before income tax</b>		<b>68,084</b>	27,565
Income tax		-	-
<b>Profit from continuing operations after income tax</b>		<b>68,084</b>	27,565

*The above income statement should be read in conjunction with the accompanying notes.*

## Balance Sheet

As at 30 June 2007

	Notes	2007 \$	2006 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	140,919	26,932
Receivables	6	1,760	385
Total current assets		<u>142,679</u>	<u>27,317</u>
<b>Non-current assets</b>			
Computer equipment	7	1,321	2,058
<b>Total assets</b>		<u>144,000</u>	<u>29,375</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	8	33,061	1,810
Deferred income		15,290	-
Total current liabilities		<u>48,351</u>	<u>1,810</u>
<b>Total Liabilities</b>		<u>48,351</u>	<u>1,810</u>
<b>Net assets</b>		<u>95,649</u>	<u>27,565</u>
<b>EQUITY</b>			
Retained Profits	9	95,649	27,565
<b>Total Equity</b>		<u>95,649</u>	<u>27,565</u>

*The above balance sheet should be read in conjunction with the accompanying notes.*

*Statement of changes in equity*

*For the period ended 30 June 2007*

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
<b>Total equity at the beginning of the financial period</b>	<b>27,565</b>	<b>-</b>
<b>Net income recognized directly in equity</b>	<b>-</b>	<b>-</b>
<b>Profit for the period</b>	<b>68,084</b>	<b>27,565</b>
<b>Total recognized income and expense for the year</b>	<b>68,084</b>	<b>27,565</b>
<b>Total equity at the end of the financial year</b>	<b>95,649</b>	<b>27,565</b>

*The above statement of changes in equity should be read in conjunction with the accompanying notes.*

*Cash flows from operating activities*

<b>Cash flows from operating activities</b>	Note	<b>2007</b>	<b>2006</b>
<i>Receipts</i>		<b>\$</b>	<b>\$</b>
Contributions - donations		<b>45,001</b>	30,300
Government grants		<b>205,246</b>	-
 <i>Payments</i>			
Suppliers		<b>(146,260)</b>	(1,189)
 <b>Net Cas Inflow from Operating Activities</b>	15	<hr/> <b>113,987</b> <hr/>	29,111
 <b>Cash flows from investing activities</b>			
Payments for property, plant and equipment			(2,179)
 <b>Net Cash outflow from Investing Activities</b>			<hr/> (2,179) <hr/>
 <b>Net Increase in cash and cash equivalents</b>		<b>113,987</b>	26,932
 Cash and cash equivalents at the beginning of the financial period		<b>26,932</b>	
 <b>Cash and cash equivalents at the end of the financial period</b>	5	<hr/> <b>140,919</b> <hr/>	26,932

## *1 Summary of significant accounting policies*

### *(a) Basis of preparation*

The financial report is a general purpose financial report that has been prepared in accordance with Australian Equivalents to International Financial Reporting Standards (AIFRSs), Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

#### *Going concern*

The company is a charitable organisation which seeks to obtain external funding in order to focus on conducting practical research, making information accessible to people with disabilities and their support networks, and developing pragmatic solutions to meet the needs of all stakeholders.

During the year ended 30 June 2007, the entity has generated incomes from donation and third party government grants totalling \$244,957. This funding was offset by expenditures of \$176,873 which resulted in a surplus from operations of \$68,084, leaving retained earnings at 30 June 2007 of \$95,649. The company generated cash inflows of \$113,987 during the year. Whilst the entity does not have confirmed external funding in place for 2008, the company's existing expenditure commitments can be met from existing cash reserves. The directors consider that the activities of the entity can be wound down should further external funding not be obtained. On this basis the directors consider it appropriate that the financial statements for the period to 30 June 2007 are prepared on a going concern basis.

#### *Compliance with IFRSs*

Australian Accounting Standards include Australian Equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial statements and notes of the Company comply with International Financial Reporting Standards (IFRS).

#### *Historical cost convention*

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available for sale financial assets, financial assets and liabilities (including derivative instruments) at fair value through profit or loss, certain classes of property, plant and equipment and investment property.

#### *Critical accounting estimates*

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying

the Company's accounting policies.

### *(b) Segment reporting*

A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. A geographical segment is engaged in providing products or services within a particular economic environment and is subject to risks and returns that are different from those of segments operating in other economic environments. The Company operates in one business segment and one geographical segment (Australia).

### *(c) Revenue recognition*

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from contributions and donations are recognized in the period in which they are received.

Government contributions and grants are recognised in the period the Company obtains control of the right to receive the contributions.

### *(d) Income tax*

Summer Foundation Limited is exempt from income tax under current legislation. As such, no provision for current or deferred income taxes has been made for the period ended 30 June 2007.

### *(e) Cash and cash equivalents*

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### *(f) Receivables*

Receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts. Receivables are due for settlement no more than 30 days from the date of recognition.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognized in the income statement.

### *(g) Computer equipment*

Computer equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation on computer equipment is calculated on a straight line basis over its estimated useful life, which is deemed to be 3 years.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

### *(h) Fair value estimation*

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.

### *(i) Payables*

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition.

### *(j) Goods and Services Tax*

Revenues, expenses and assets are recognised net of the amount of associated GST except for the following:

- Receivables and Payables are stated inclusive of GST
- Where GST is not recoverable from the Australian Taxation Office

In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

## *2 Financial Risk Management*

The Company's activities expose it to a variety of financial risks; market risk (including currency risk, fair value, interest rate risk and price risk), credit risk, liquidity risk and cash flow interest rate risk. The Company's overall risk management program focuses on the financial markets and seeks to minimise potential adverse effects on the financial performance of the Company.

### *Market risk*

The Company has minimal exposure to foreign exchange risk at this point in time.

Credit risk.

The Company has no significant concentrations of credit risk as it does not have significant third party receivables.

### *Liquidity risk.*

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities. The directors regularly monitor the cash position of the entity, giving consideration to the level of expenditure and future capital commitments entered into.

### *Cash flow and fair value interest rate risk.*

Company's income and operating cash flows are not materially exposed to changes in market interest rates. Cash at bank accrues interest at a rate of Nil% per annum.



### *3 Critical accounting estimates and judgements*

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no critical accounting estimates or judgements requiring disclosure at 30 June 2007.

### *4 Expenses*

Profit from ordinary activities includes the following specific expenses:

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
Depreciation of Computer Equipment	<u>737</u>	<u>121</u>

### *5 Current assets – Cash and cash equivalents*

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
Cash at bank and on hand	<u>140,919</u>	26,932
	<u>140,919</u>	<u>26,932</u>

### *6 Current assets – Receivables*

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
GST receivable		385
Sundry Receivables	<u>1,760</u>	
	<u>1,760</u>	<u>385</u>

### *7 Non-current assets – Computer equipment*

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
Computer equipment – at cost	<u>2,179</u>	2,179
Less; accumulated depreciation	<u>(858)</u>	(121)
	<u>1,321</u>	<u>2,058</u>

## Reconciliation

**Reconciliations of the carrying amounts of each class of plant and equipment at the beginning and the end of the financial period are set out below:**

	<b>Computer Equipment</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
Carrying amount at 3 January 2006	-	-
Additions	2,179	2,179
Disposals	-	-
Depreciation expense	(121)	(121)
Carrying amount at 20 June 2006	2,058	2,058
Additions	-	-
Disposals	-	-
Depreciation expense	(737)	(737)
Carrying amount at 30 June 2007	1,321	1,321

### *8 Current Liabilities – Payables*

		<b>2006</b>
		<b>\$</b>
Trade payables	<b>28,544</b>	868
Accrued wages and salary	-	942
GST Liabilities	<b>4,517</b>	-
	<b>33,061</b>	1,810

### *9 Retained Profits*

		<b>2006</b>
		<b>\$</b>
Retained profits and the beginning of the financial period	<b>27,565</b>	-
Net profit for the year	<b>68,084</b>	27,565
Retained profits at the end of the financial period	<b>95,649</b>	27,565

### *10 Related Party Transactions*

(a) Directors

The following persons were Directors of Summer Foundation during the financial period:

Dianne Winkler

Dr Bronwyn Morkham

Peter Taranto

Noel Spurr

During the year, no director of Summer Foundation Limited has received, or has become entitled to receive, a benefit or remuneration benefit because of a contract that the director, or a firm of which the director is a member, or an entity in which the director has a substantial financial interest, has made with Summer Foundation Limited during the period ended 30 June 2007 or at any other time.

Diane Winkler a director of the company received refunds of expenses incurred in PHD related research activities during the year totalling \$6,976. All such expenses are incurred in relation to research which promotes and benefits the core activities of the Summer Foundation.

(b) Key Management Personnel

Key management personnel are deemed to be the directors of the company as disclosed in part a). As disclosed above no director has received compensation during the period ended 30 June 2007. This includes Short term benefits, post employment benefits, other long term benefits, termination benefits or share based payments.

(c) Other transactions with Key Management Personnel or entities related to them

During the period ended 30 June 2007 Dianne Winkler, a director of the company, and her spouse made a donation to the company totaling \$45,001 (2006: \$30,300). Although the Summer Foundation charges for Dianne Winkler's time for services provided by the Summer Foundation, Dianne Winkler does not receive a salary and her work for the Summer Foundation is pro bono.

(d) Transactions with related parties

There are no further material transactions with related parties of the company.

(e) Outstanding balances

There are no outstanding balances with related parties of the company as at 30 June 2007.

## *11 Remuneration of auditors*

During the year the following fees were paid or payable for services provided by the auditor of the Company. No non-assurance services have been provided in either the current or prior year.

	<b>2007</b>	<b>2006</b>
<b>Assurance services</b>	<b>\$</b>	<b>\$</b>
Audit of financial reports and other audit-work under the Corporations Act 2001	-	-

The 2007 and 2006 audit services have been provided as an in-kind contribution.

## *12 Contingencies*

The company has no contingent liabilities as at 30 June 2007.

## *13 Commitments*

The company has no commitments for expenditure, contracted or otherwise, as at 30 June 2007.

## *14 Events occurring after the balance sheet date*

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

## *15 Reconciliation of profit after income tax to net cash inflow from operating activities*

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
Profit for the year	<b>68,084</b>	27,565
Add back depreciation	<b>737</b>	121
Increase in payables	<b>31,251</b>	1,810
(Increase) in receivables	<b>(1,375)</b>	(385)
Increase in deferred income	<b>15,290</b>	-
Net cash inflow from operating activities	<b>113,987</b>	29,111

# *Directors' Declaration*

In the directors' opinion:

(a) the financial statements and notes set out in pages 11 to 21, are in accordance with the Corporations Act 2001 including:

(i). complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

(ii). giving a true and fair view of the company's financial position as at 30 June 2007 and of its performance for the financial year ended on that date; and

(b) 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 directors.



Dianne Winker

Director

Melbourne

10 December 2007

**Independent auditor's report  
to the members of Summer Foundation Limited**

**Report on the financial report**

We have audited the accompanying financial report of Summer Foundation Limited (the company), which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration for Summer Foundation Limited.

*Directors' responsibility for the financial report*

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

*Auditor's responsibility*

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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.

Liability limited by a scheme approved under Professional Standards Legislation

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

For further explanation of an audit, visit our website  
<http://www.pwc.com/au/financialstatementaudit>.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

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

### *Independence*

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

### *Auditor's opinion on the financial report*

In our opinion:

- (a) the financial report of Summer Foundation Limited is in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the company's financial position as at 30 June 2007 and of its performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
- (b) the financial report and notes also comply with International Financial Reporting Standards as disclosed in Note 1.



PricewaterhouseCoopers



Susan Horlin  
Partner

Melbourne  
10 December 2007

