

Rotary Australia World  
Community Service Limited



# ANNUAL REPORT 2014

**Rotary Australia World  
Community Service  
Limited's aim is to:**

“Support Australian Rotarians  
and Rotary clubs in assisting  
disadvantaged communities with  
humanitarian aid projects.”

**Our objective is to:**

“Enable Australian Rotarians  
and Rotary clubs to undertake  
humanitarian aid projects.”

{ Chairman's Report 4

6 Financial Report }

{ Projects Report 8

12 Donations in Kind }

{ Rotarians Against Malaria 14

16 Financial Statements }

{ RAWCS Regions 32

# Chairman's Report

for 2013/2014

**R**otary Australia World Community Service Limited (RAWCS) facilitates the delivery of humanitarian aid by Australian Rotarians and Rotary clubs.

The provision of overseas aid to developing countries is delivered through the Rotary Australia Overseas Aid Fund (RAOAF) and is focused on supporting sustainable development and relief projects through our primary areas of activity, namely:

- **Projects** – using volunteer teams working overseas and providing funds for overseas projects;
- **Donations in Kind** – collecting and transporting surplus goods from Australia to where they are needed overseas;

- **Rotarians Against Malaria** – providing and distributing long-lasting insecticide-treated bed nets to prevent the spread of malaria.

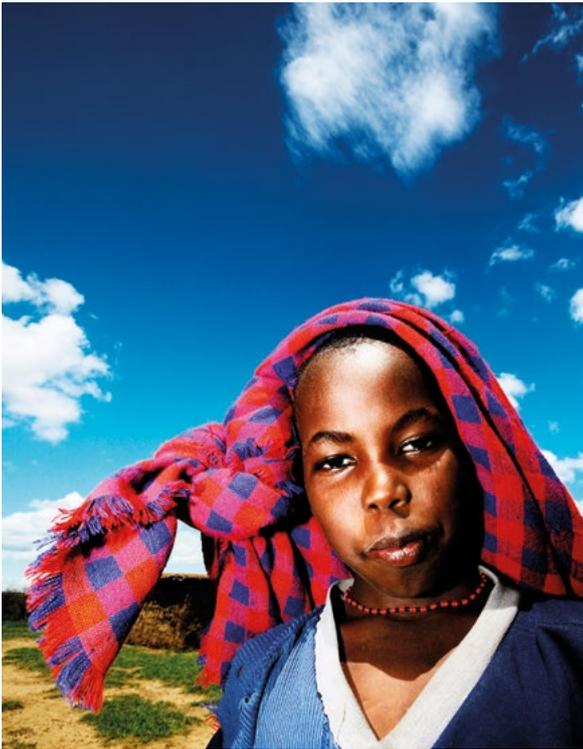
The support for charitable projects that are likely to raise compassion in the Australian community are delivered through the Rotary Australia Benevolent Society (RABS), which enables Australian Rotary clubs to provide assistance to people in need in their local community.

RAWCS also has a Developed Country Disaster Relief Fund for projects in developed countries where a disaster has occurred.

The RAOAF, RABS and Developed Country Disaster Relief Fund are fully tax-deductible funds for individuals, the corporate sector and Private Ancillary Funds.

RAWCS is run by a Board of Directors and operates through thousands of Rotarians spread across five regions of Australia. This is a vast bank of knowledge and experience that can be called upon to assist clubs in the design, appraisal, monitoring and evaluation of projects. This huge team, in this 50th year of the operation of RAWCS, has:

- Facilitated the delivery of more than \$30 million of humanitarian aid in developing overseas countries;
- Managed over 1060 volunteers that made up 154 teams working in 27 different countries;
- Donated and delivered in excess of \$8.9m in donated goods through Donations in Kind;
- Distributed millions of long-lasting insecticide-treated bed nets in Papua



**“The RAWCS Board is strategically focused to deliver well-run support to Rotarians and Rotary clubs through up-to-date technology across easily accessed web-based systems.”**

New Guinea, the Solomon Islands and Timor-Leste;

- Provided more than \$25 million for assistance to people in need in the Australian community.

All of this has not occurred without a huge amount of backroom support. The company has been transitioning from a regionally based structure to a nationally driven organisation focused on delivering aid and support in a fully accountable manner.

The RAWCS Board has continued to upgrade and enhance our online support systems to enable volunteers to easily and quickly engage and get on with delivering their project in the secure knowledge that the RAWCS administrative systems ensure they have dotted the necessary ‘i’s and crossed the ‘t’s.

The Board of Directors of RAWCS for 2013/2014 were:

- **Chairman**  
John McLaren

- **Secretary and Vice-Chairman**  
Michael Perkins
- **Treasurer**  
Michael Whitehouse
- **Immediate Past Chairman**  
Lou Johnson
- **Northern Region Chair**  
Ailsa Hay
- **Eastern Region Chair**  
Harry Durey
- **Southern Region Chair**  
Mani Seneviratne
- **Central Region Chair**  
Roberta Waterman
- **Western Region Chair**  
Ron Geary
- **District Governor’s Rep 13/14**  
Hank De Smit
- **District Governor Elect’s Rep 13/14**  
Greg Moran

This year sees the retirement of Regional Chairs Harry Durey, Mani Seneviratne and Ron Geary. These three

people have put an enormous amount of time and effort into the management of their respective regions and on behalf of the Board I acknowledge their work and thank them.

The RAWCS Board is strategically focused to deliver well-run support to Rotarians and Rotary clubs through up-to-date technology across easily accessed web-based systems.

On behalf of the Board, I would like to thank the vast team of RAWCS volunteers who give their time, talent and funds so generously. I also personally thank the Directors, Activity Chairs and management team for the enormous amount of work they have all put in over the past 12 months – as always it is a pleasure to work with this great team of people.

*John McLaren*  
*Chairman*  
*Rotary Australia World Community Service Limited* ●

# Financial Report

year ended 30.06.14

The financial year ended 30 June 2014 has been a year of continuing growth and change for RAWCS Ltd and its two funds, the Rotary Australia Overseas Aid Fund [RAOAF] and the Rotary Australia Benevolent Society [RABS].

The growth in RAOAF and RABS donations, up \$6.1 million to \$30.6 million for year ended 30 June 2014, and the change due to compliance requirements of the Corporations Code and the Australian Charities & Not-For-Profit Commission (ACNC), have been key drivers and have particularly impacted the areas of our financial systems and corporate governance.

This has necessitated a move towards a paid operational model from the

volunteer operational model that served the needs of RAWCS so well for the past 50 years.

A RAWCS secretariat has been established at RDU House in Sydney to allow, inter alia, centralisation and consolidation of six financial accounting and cash management systems. Ms Belinda Griffen has been appointed to the full-time position of national administrator and will be joined shortly by a part-time systems officer. They will be responsible for the day-to-day financial and administration systems of RAWCS.

The following changes have been implemented to improve the timeliness and accuracy of financial reporting and structures of corporate governance:

- The upgrade of the RAWCS website to assist donors in selecting their

preferred project and to facilitate the method of donation, be it by direct credit to a RAWCS bank account, credit card transaction or cheque payment. All donations have tax-deductible receipts electronically generated and despatched to the donor's email.

- Implementation of the Commonwealth Bank CommBiz financial system to optimise cash-management efficiency and achieve maximum market interest rate returns on cash investments.
- Implementation of a single MYOB financial and reporting software package, including individual tracking (using MYOB job costing) of all projects as to donations received, project payments and



**“... this has necessitated a move towards a paid operational model from the volunteer operational model that served the needs of RAWCS so well for the past 50 years.”**

unspent donations at the end of a period. This system provides detailed reporting for all stakeholders, be they project managers, regional committees, the National Board or governmental agencies.

- Preparation of non-financial policies and manuals such as a Board Charter, a Code of Conduct for all RAWCS personnel, Occupational Health & Safety Procedures and a Travel Policy. Project and volunteer

registration is now via the RAWCS’ website.

The implementation of the above will not only facilitate any review by the ACNC or audit required under the Corporations Code, but ensure that RAWCS can accommodate continuing financial growth and rapidly monitor financial performance and cash management at project, regional and national levels.

The workload of RAWCS regional

treasurers over many years has been a major contributor to RAWCS’ success. Their selfless commitment has seen donated income reach the projects involved, the service delivery of RAWCS humanitarian aid in developing countries, in a timely manner. All of us at RAWCS recognise their contribution over many years and we simply say “thank you”.

*Mike Whitehouse*  
RAWCS National Treasurer ●

# Projects Report

## Volunteers

For the period July 2013 to June 2014 the total volunteers are almost identical to last year. *See table below.*

All volunteers are now requested to use the online Volunteer Registration Facility that has been operating since April 2014. It is now in use by all regions and team leaders and volunteers are becoming familiar with its operation.

We have had many compliments on the facility and the ease of its use. We are still making minor changes to improve the operation of the facility and would welcome any suggestions for the continued improvement.

Since we started operating up until 11 September 2014 we have processed 66 teams with 397 volunteers to 21 countries.

District Governors and DG's elect and nominees should ensure they appoint competent personnel to the position of RAWCS District Chair, as they have an important role to provide accountability for both RABS and RAOAF projects within their Rotary district.

In their respective years they will become the voting members of RAWCS Ltd. and they need to delegate to a

REGION	NO. TEAMS	NO. VOLUNTEERS	COUNTRIES	WORK VALUE	DONATION VALUE	TOTAL VALUE
Central	1	18	1	\$54,000	\$45,000	\$99,000
Western	2	13	2	\$48,000	\$38,000	\$86,000
Southern	41	351	15	\$1,149,751	\$889,640	\$2,039,391
Northern	39	269	9	\$1,370,090	\$888,040	\$2,258,130
Eastern	78	398	18	\$1,281,715	\$1,007,993	\$2,289,708
<b>TOTALS</b>	<b>154</b>	<b>1067</b>	<b>27</b>	<b>\$3,903,556</b>	<b>\$2,868,673</b>	<b>\$6,772,229</b>

Countries: Bangladesh, Cambodia, Democratic Republic of Congo, Ethiopia, Fiji, India, Indonesia, Kashmir, Kenya, Laos, Madagascar, Nepal, PNG, Philippines, Samoa, Solomon Islands, South Africa, Sri Lanka, Tanzania, Thailand, Tibet, Timor-Leste, Tonga, Uganda, Vanuatu, Vietnam, Zambia.



CATARACT SURGERY, NEPAL

responsible person the operation and reporting of RAWCS projects operating in their districts.

**Online donation facility**

The online donation facility is now being used by all 430 projects. All donations by all donors to all projects should be made through this facility. We have made a change to allow for regular donations

(monthly, quarterly, half-yearly or annually) by credit card, direct deposit or cheque. We have also inserted a business name with the option of entering your ABN so that it appears on the tax-deductible receipt issued to the donor.

**Projects**

During 2013-14 there have been 87 new projects registered with RAWCS.

The tables below and on the following page list the current projects as at 11 September 2014.

All new projects should be registered on the Project Registration Form (PRF) available on the national website [www.rawcs.com.au](http://www.rawcs.com.au). The PRFs, completed with all signatures and endorsements, should where possible be scanned and emailed to RAWCS regional coordinators before

REGION	OVERSEAS AID PROJECTS	BENEVOLENT SOCIETY PROJECTS	TOTAL CURRENT
Western	39	2	41
Central	22	1	23
Northern	58	4	62
Eastern	163	7	170
Southern	125	2	127
National	6	1	7
<b>Total Current</b>	<b>413</b>	<b>17</b>	<b>430</b>

ROTARY DISTRICT	OVERSEAS AID PROJECTS	BENEVOLENT SOCIETY PROJECTS	TOTAL CURRENT
9455	24	2	26
9465	15	0	15
9500	9	1	10
9520	13	0	13
9550	5	0	5
9570	10	1	11
9600	13	1	14
9630	8	2	10
9640	22	0	22
9650	15	0	15
9670	11	1	12
9675	42	2	44
9685	68	3	71
9700	14	1	15
9710	13	0	13
9780	8	0	8
9790	14	0	14
9800	58	1	59
9810	26	0	26
9820	7	0	7
9830	12	1	13
RAWCS National	6	1	7
<b>TOTAL</b>	<b>413</b>	<b>17</b>	<b>430</b>

being sent on to the national projects coordinator.

I would encourage regional coordinators and project managers to report any completed projects so they can be removed from the current list on the website.

Thank you to all of the regional coordinators for their cooperation and assistance in getting reports to me and their dedicated work in registration of projects and volunteers. I would like to

welcome PDG Ian Lomas from Northern Region, PP Michael Willis and PP David Ronksley from Southern Region and PP Noel Allen from Western Region, who are all working as new regional volunteer and projects coordinators.

I would also like to thank our webmaster PP Reg Emmett, programmer Cameron McKern, Treasurer PP Mike Whitehouse and Belinda Griffen for their tireless work in getting all the facilities working together

so that RAWCS is now achieving more than we ever expected.

The support of the RAWCS National Board in funding our annual meeting again this year is very much appreciated. The benefits of meeting face-to-face and resolving many of the issues of the daily operations of project volunteers are very important and beneficial.

*PP John Roberson*  
*RAWCS National Projects Coordinator* ●



# Donations In Kind provides humanitarian aid through provision of donated goods

**R**otary Australia World Community Service (RAWCS) Chairman, PDG John McLaren, recently initiated a meeting of the Regional Chairs of Donations in Kind (DIK) to review and enhance this valuable program.

The meeting highlighted the intrinsic value DIK offers, not only to RAWCS, but indeed to all Rotary clubs in fulfilling their ideals in providing humanitarian aid to people less fortunate. However, like all programs, there is a time to review and re-evaluate and this was the purpose of the meeting.

Discussions were held regarding warehousing facilities, safety of volunteers, OH&S and risk

management, policies and procedures, national management, central stock listings, online standard documentation, funding, corporate partnerships, legal obligations, assets and understanding of foreign policies.

Broadly speaking, the meeting realised the need to enhance the existing policies and procedures for greater coordination and collaboration nationally as a resource for Rotary clubs in collating and distributing valuable and usable donated goods for use in their local and off-shore community programs.

A new position of national manager was seen as being important to the future of DIK and PDG Keith Roffey was appointed and accepted this role. Along with Keith, each Regional

Chair has willingly accepted the challenge in reviewing various aspects of DIK, with the main focus being to further establish and upgrade existing procedures as required by today's ever-changing needs.

The meeting attendees have every confidence that the outcome will strategically reposition Donations In Kind to be a greater resource for all Rotary clubs in providing knowledge and expertise to what has become a rather complicated process in the transportation of these goods.

Clubs can now expect to hear more on how DIK can assist them with a streamlined process in achieving their goals.

*One person's discard – another person's gain ●*



redo GROUP  
efficient solutions

School  
Buses  
Project

CITY OF MELBOURNE  
Law  
Enforcement  
Officer

NS IN KIND STORE

# Rotarians Against Malaria

**2** 013-14 has been a trying year for our District Rotarians Against Malaria (RAM) Chairs. The competition for our club's dollars has resulted in a decrease of funds donated to \$121,000 this Rotary year. We are fortunate that our funds were supplemented by a US\$100,000 Rotary Foundation Global Grant that has enabled us to fulfil our obligations.

## **Papua New Guinea**

As RAM Papua New Guinea comes to the conclusion of the current round of Global Grant funding, it is time to reflect on how successful their efforts have been. To date they have distributed 5,737,601 long-lasting insecticide-treated nets (LLINs) from September 2011 to July 2014. All 22 provinces and 89 districts have now been covered at least once. It is regrettable that a few

villages have not received nets because of various reasons. These include intertribal fighting, survey refusal and restricted area access.

In the same time, the incidence of malaria has reduced dramatically, from 1,575,352 cases and 670 deaths in 2007 to less than 400,000 cases and 170 deaths in 2013, a reduction of almost 75%. With another 1,263,557 delivered this year, the numbers will fall even further.

RAM Papua New Guinea has been invited by the Global Fund to apply for the next round of funding to cover the period 2015-2016.

## **Solomon Islands**

The involvement of RAM on the PIRMCCM is drawing to a close. That body was formed at the request of the Global Fund in 2002 and RAM was asked to be a member in 2006,

representing the private sector.

With the withdrawal of the Solomon Islands from this committee, Vanuatu remains as the only malaria-endemic country in the group.

RAM would like to acknowledge the efforts of PDG Peter Thomas and the eight years he has spent as the private-sector representative on the committee. Peter will resign at the next meeting as the RAM role has considerably reduced.

The Healthy Villages partnership between the Ministry of Health and the Honiara Rotary Club, funded by RAM, has gone from strength to strength. There are now an additional 80 villages completing the registration process and they will be issued with their tools on completion.

The netting program run by the Solomon's MOH is continuing, but has been subject to investigations for fraud, graft and corruption involving



**“... incidence of malaria has reduced from 1,575,352 cases and 670 deaths in 2007 to less than 400,000 cases and 170 deaths in 2013, a reduction of almost 75%.”**

considerable sums. The MOH has applied for funding in the next round of Global Fund Grants.

**Timor-Leste**

At the RAM Conference in 2014, program manager Mrs Maria Moto, of Timorese National Malaria Control program, requested RAM’s assistance in the supply of 42,700 LLINs for the Timorese 2013-2014 expectant mothers program and 7500 LLINs for their “population at risk” shortfall.

The first 20,000 nets for the expectant mother’s program were delivered in October 2013. A Rotary Foundation Global Grant was organised to supply the balance. The Grant has been approved and the nets arrived at the end of August 2014.

The “population at risk” nets were supplied at the end of April and Rotarians from D9550, D9570 and D9790 assisted in their distribution in the Maubara district.

The Programs of the Timorese

National Malaria Control Program have been so successful that Timor-Leste has seen the infection rate drop from a total of 243,695 cases (256 cases per 1000) in 2004 (before nets) to 1084 cases (0.9 cases per 1000) in 2014.

RAM is proud to have been able to assist Timor-Leste in achieving this remarkable result. In the past two years RAM’s contribution has been more than \$390,000, and this commitment would not be possible without the generous support of Australian Rotary clubs.

**RI Convention**

RAM was invited to participate in one of the Malaria Breakout Groups at the Sydney Convention. RAM Chair PDG Phil Dempster, Treasurer PDG Richmond Manyweather and RAM PNG’s PP Ron Seddon briefed the multinational audience on RAM’s efforts to assist our near neighbours. The presentations were well received and we thank PDG Ian Priestly from RIBI’s Rotarians Eliminating Malaria for the opportunity.

**The Future**

The Healthy Villages program is being trialled in PNG and RAM is in discussions with the Timorese MOH to initiate the program in Timor. Border security is also an issue in Timor-Leste and PNG as both countries have common borders with Indonesia and a steady flow of cross-border movements. RAM is currently investigating how it can assist in controlling the cross-border spread of malaria. A Malaria Research Scholarship has also been mooted and is currently under consideration.

*PDG Phil Dempster  
National Chair  
Rotarians Against Malaria ●*



**Rotary Australia World  
Community Service  
Ltd**

**Rotary Australia  
Overseas Aid Fund**

**Rotary Australia  
Benevolent Society**

Financial Statements for the  
Year Ended

30 June 2014



**Wise Lord & Ferguson**

Chartered Accountants

*advice to advantage*



**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
DIRECTORS' REPORT**

Your Directors present their report on Rotary Australia World Community Service Ltd (RAWCS Ltd) for the financial year ended 30 June 2014 including, shown as a separate entities, the Rotary Australia Overseas Aid Fund (RAOAF) and Rotary Australian Benevolent Society (RABS). The Directors of RAWCS Ltd, RAOAF and RABS are the same. RAWCS Ltd acts as trustee for both RAOAF and RABS.

**Directors**

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

<b>PDG John McLaren</b> National Chairman	26 Rocklands Drive Tiwi NT
<b>PDG Michael Perkins</b> National Secretary	PO Box 305 Orford TAS
<b>PP Michael Whitehouse</b> National Treasurer	42 Auburn Road Kingston TAS
<b>PDG Louis Johnson</b> Immediate Past National Chairman	28 Bettina Avenue Norwood TAS
<b>PDG Lew Pretorius</b> Chairman Southern Region (Appointed 1 July 2014)	PO Box 214 Kings Meadows. TAS
<b>John Roberson</b> Chairman Eastern Region (Appointed 1 July 2014)	PO Box 5887 Wagga Wagga NSW
<b>DG Hank De Smit</b> District Governors' Rep 13/14 Chairman Western Region (Appointed 1 July 2014)	1 Apsley Lane The Vines WA
<b>DG Gregory Moran</b> District Governors' Elect Rep 13/14 District Governors' Rep 14/15	42 Cunninghams Lane Inverell NSW
<b>PDG Mani Seneviratne</b> Chairman Southern Region (Retired 30 June 2014)	3 Pratt Close Taylors Lake VIC
<b>PDG Harry Durey</b> Chairman Eastern Region (Retired 30 June 2014)	77 Glen Innes Road Armidale NSW
<b>PDG Ron Geary</b> Chairman Western Region (Retired 30 June 2014)	36 Sandleford Way Morley WA
<b>PDG Roberta Waterman</b> Chairman Central Region	1A Willyama Avenue Medindie SA
<b>PDG Ailsa Hay</b> Chairman Northern Region	4/70 Love Street Bulimba QLD
<b>DGE John Dare</b> District Governors' Elect Rep 14/15	PO Box 464 Deloraine TAS

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

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
DIRECTORS' REPORT (Continued)**

**Funds Secretary**

The following Rotarian held the position of Funds secretary at the end of the financial year and at the date of this report:

PDG Michael Perkins, Hoods Road, Orford Tasmania 7190

Michael joined the Board of Directors as the District Governor's nominee on the 1<sup>st</sup> of July 2007 for a period of two years and commenced as Secretary on the 1<sup>st</sup> of July 2010.

**Principal Activities**

The principal activities of the entities during the financial year were:

- To coordinate humanitarian projects overseas and in Australia and to create goodwill, peace and understanding in accordance with the objects of Rotary with the active participation of Australian Rotarians and Rotary Clubs.
- To operate the RAOAF and RABS to ensure that money or assets derived by way of tax deductible gifts were used exclusively for the relief of persons in certified developing countries and persons in need within Australia.

**Operating Results**

The total comprehensive income of RAWCS Ltd for the year amounted to a deficit of \$47,353 (2013: deficit of \$146,052).

The total comprehensive income of RAOAF for the year was a deficit of \$117,538 (2013: surplus of \$98,786). Total donations received in the 2014 financial year amounted to \$30,298,219 and total project expenditure incurred was \$29,134,760.

The total comprehensive income of RABS for the year amounted to a surplus of \$3,259 (2013: surplus of \$28).

**Dividend Paid or Recommended**

The constitution of the Funds and Government regulations requires that all income and property must be applied solely towards the promotion of the objects of the Funds, which is to provide humanitarian and educational relief for people in certified developing countries, therefore no dividends have been paid or recommended.

**Review of Operations**

The Trustees review the operations of the Funds on a regular basis and develop guidelines for volunteers in the areas of work place safety, international travel and project support.

**Significant Changes in State of Affairs**

No significant changes in the Funds' state of affairs have occurred during the financial year.

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
DIRECTORS' REPORT (Continued)**

**Future Developments**

The Funds expects a further increase in the level of donations from Private Ancillary Funds during the following financial year. These donations are likely to broaden the Funds activities and diversify the number of developing countries in which projects are undertaken.

**Environmental Issues**

The Funds' operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

**Indemnifying Officers or Auditor**

The Funds, its officer bearers and volunteers are covered by a suite of insurance policies grouped under the Rotary National Insurance Programme and re-negotiated on an annual basis by the National Insurance Committee. Premiums are paid by the Rotary Districts in Australia on a per capita basis.

No indemnities have been given or insurance paid, during or since the end of the financial year for any person who is or has been an officer or auditor of the Funds.

**Proceedings on Behalf of the Funds**

No person has applied for leave of Court to bring proceedings on behalf of the Funds or intervene in any proceedings to which the Funds is a party for the purpose of taking responsibility on behalf of the Funds for all or any part of those proceedings.

The Funds were not a party to any such proceedings during the year.

**After Balance Date Events**

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

**Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required under s 307C of the *Corporations Act 2001* has been included in the financial report.

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

Director   
Chairman

Dated this 12 day of Sept 2014.

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
 ROTARY AUSTRALIA OVERSEAS AID FUND  
 ROTARY AUSTRALIA BENEVOLENT SOCIETY  
 PROFIT STATEMENT  
 FOR THE YEAR ENDED 30 JUNE 2014**

	2014			2013		
	RAWCS Ltd	RAOAF	RABS	RAWCS Ltd	RAOAF	RABS
	\$	\$	\$	\$	\$	
<b>REVENUE</b>						
Donation Revenue	-	30,298,219	318,679	28,427	24,434,624	69,772
Other Revenue	144,232	108,699	8,446	80,903	162,193	28
Unexpended Donations Bought Forward	-	5,223,121	54,611	-	4,662,515	-
<b>TOTAL REVENUE</b>	<b>144,232</b>	<b>35,630,039</b>	<b>381,735</b>	<b>109,330</b>	<b>29,259,332</b>	<b>69,750</b>
<b>EXPENDITURE</b>						
Project Expenditure	-	29,134,760	255,556	14,434	23,784,313	15,110
Other Expenditure	191,585	184,772	8,659	124,827	269,222	-
Unexpended Donations Carried Forward	-	6,428,045	144,262	-	5,223,121	54,612
<b>TOTAL EXPENDITURE</b>	<b>191,585</b>	<b>35,747,577</b>	<b>378,476</b>	<b>139,261</b>	<b>29,276,656</b>	<b>69,722</b>
<b>OPERATING SURPLUS/(DEFICIT)</b>	<b>(47,353)</b>	<b>(117,538)</b>	<b>3,259</b>	<b>(29,931)</b>	<b>(17,335)</b>	<b>28</b>
<b>OTHER COMPREHENSIVE INCOME/(DEFICIENCIES)</b>						
Transfer of bank accounts - Central	-	-	-	(29,742)	56,121	-
Transfer of Sanderson Trust Capital	-	-	-	(86,379)	60,000	-
<b>TOTAL OTHER COMPREHENSIVE INCOME/(DEFICIENCIES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(116,121)</b>	<b>116,121</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>(47,353)</b>	<b>(117,538)</b>	<b>3,259</b>	<b>(146,052)</b>	<b>98,786</b>	<b>28</b>

**FINANCIAL STATEMENTS**

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
BALANCE SHEET  
AS AT 30 JUNE 2014**

	Note	2014			2013		
		RAWCS Ltd	RAOAF	RABS	RAWCS Ltd	RAOAF	RABS
		\$	\$	\$	\$	\$	\$
<b>CURRENT ASSETS</b>							
Cash & cash equivalents		596,712	7,043,310	147,903	492,922	5,859,538	54,640
Trade & other receivables		15,940	101,239	-	196,592	34,873	-
Inventory		5,000	-	-	856	-	-
<b>TOTAL CURRENT ASSETS</b>		<b>617,652</b>	<b>7,142,675</b>	<b>147,903</b>	<b>690,370</b>	<b>5,894,411</b>	<b>54,640</b>
<b>NON-CURRENT ASSETS</b>							
Plant & equipment	2	8,896	1,874	-	13,546	1,874	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,896</b>	<b>1,874</b>	<b>-</b>	<b>13,546</b>	<b>1,874</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>626,548</b>	<b>7,144,549</b>	<b>147,903</b>	<b>703,916</b>	<b>5,896,285</b>	<b>54,640</b>
<b>CURRENT LIABILITIES</b>							
Trade & other payables		25,772	46,239	-	29,908	547	-
Unexpended Donations		-	6,428,045	144,616	-	5,223,121	54,612
Provisions		284,718	541,142	-	310,597	425,956	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>310,490</b>	<b>7,015,426</b>	<b>144,616</b>	<b>340,505</b>	<b>5,649,624</b>	<b>54,612</b>
<b>TOTAL LIABILITIES</b>		<b>310,490</b>	<b>7,015,426</b>	<b>144,616</b>	<b>340,505</b>	<b>5,649,624</b>	<b>54,612</b>
<b>NET ASSETS</b>		<b>316,058</b>	<b>129,123</b>	<b>3,287</b>	<b>363,411</b>	<b>246,661</b>	<b>28</b>
<b>EQUITY</b>							
Retained earnings	3	316,058	129,123	3,287	363,411	246,661	28
<b>TOTAL EQUITY</b>		<b>316,058</b>	<b>129,123</b>	<b>3,287</b>	<b>363,411</b>	<b>246,661</b>	<b>28</b>

ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
 ROTARY AUSTRALIA OVERSEAS AID FUND  
 ROTARY AUSTRALIA BENEVOLENT SOCIETY  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED 30 JUNE 2014

	2014			2013		
	RAWCS Ltd	RAOAF	RABS	RAWCS Ltd	RAOAF	RABS
	\$	\$	\$	\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts from donors	279,755	37,147,988	381,694	28,427	24,434,624	69,742
Payments to suppliers	(221,093)	(36,030,422)	(28,472)	(269,610)	(23,729,360)	(15,110)
Interest received	45,128	66,206	41	46,757	56,486	8
Transfers	-	-	-	(116,121)	116,121	-
<b>Net Cash provided by (used in) Operating Activities</b>	<b>103,790</b>	<b>1,183,772</b>	<b>93,263</b>	<b>(310,547)</b>	<b>877,871</b>	<b>54,640</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Purchase of Plant and Equipment	-	-	-	(5,909)	(1,874)	-
<b>Net Cash provided by (used in) Investing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,909)</b>	<b>(1,874)</b>	<b>-</b>
Net Increase /(Decrease) in Cash Held	103,790	1,183,772	93,263	(316,456)	875,997	54,640
Cash at the Beginning of the Year	492,922	5,859,538	54,640	809,378	4,983,541	-
<b>CASH AT THE END OF THE YEAR</b>	<b>596,712</b>	<b>7,043,310</b>	<b>147,903</b>	<b>492,922</b>	<b>5,859,538</b>	<b>54,640</b>

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES**

The Directors have prepared the financial statements on the basis that the Funds are non-reporting entities because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*. The Funds are not-for-profit entities for financial reporting purposes under Australian Accounting Standards.

The Directors have decided to report the three Funds in one set of financial statements as they have determined it gives a more appropriate view of the undertakings of Rotary's Humanitarian operations to the readers of the financial statements. The Directors are the same for all entities.

With the exception of Note 1(a) and the presentation of triplex accounts, in all other aspects the financial statements have been prepared in accordance with the recognition and measurement criteria of the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the Directors have determined are appropriate to meet the needs of members.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical cost unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

**(a) Cash & Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits at call with banks with an original maturity of three months or less that are readily converted to known amounts of cash and are subject to an insignificant risk of changes in values.

Included in the cash and cash equivalents balance in RAOAF is the foreign currency account opened in the 2013 financial year. This bank account is expressed in Australian dollars, converted from United States dollars using the currency rates applied at the time of initial purchase. No adjusting entry has been made to record the movement in fair value created by the fluctuation in the currency rate at balance date, as it is expected this bank account will be only be utilised to complete purchases in US dollars.

**(b) Unexpended Donations**

The unexpended donations liability relates to donations received during the financial year, but not expended by the end of the financial year. Due to the nature of the Funds these donations are not considered as a surplus for the Funds, but rather a liability that the Funds are committed to spend on the projects in the following year.

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES (Continued)**

**(c) Plant and Equipment**

Plant and equipment is measured on a cost basis less depreciation and any impairment losses.

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

In the event the carrying amount of plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

The depreciable amount of plant and equipment is calculated on a straight line basis over the asset's useful life to the entity from the time the asset is held ready for use. The depreciation rates used for all items of plant and equipment are between 10-30%, which is consistent with the prior year. The asset's residual values and useful lives are reviewed, and adjusted if appropriate the end of each reporting period.

**(d) Inventory**

Inventories are measured at the lower of cost and current replacement cost.

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

**(e) Provisions**

Provisions are recognised when the entities have a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(f) Trade and Other Receivables**

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**(g) Trade and Other Payables**

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

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES (Continued)**

**(h) Revenue**

Revenue from donations, gifts and fundraising are recognised upon receipt from donors.

Interest revenue is recognised as it accrues using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables 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 balance sheet.

**(j) Income Tax**

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

**(k) Comparative Figures**

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

ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
 ROTARY AUSTRALIA OVERSEAS AID FUND  
 ROTARY AUSTRALIA BENEVOLENT SOCIETY  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 30 JUNE 2014

	2014			2013		
	RAWCS Ltd	OAF	RABS	RAWCS Ltd	OAF	RABS
<b>NOTE 2: PLANT &amp; EQUIPMENT</b>						
Plant & Equipment at Cost	50,563	1,874	-	50,563	1,874	-
Accumulated Depreciation	(41,667)	-	-	(37,017)	-	-
<b>Total Plant &amp; Equipment</b>	<b>8,896</b>	<b>1,874</b>	<b>-</b>	<b>13,546</b>	<b>1,874</b>	<b>-</b>
Opening Written Down Value	13,546	1,874	-	12,137	-	-
Additions	-	-	-	5,909	1,874	-
Depreciation	(4,650)	-	-	(4,500)	-	-
<b>Closing Written Down Value</b>	<b>8,896</b>	<b>1,874</b>	<b>-</b>	<b>13,546</b>	<b>1,874</b>	<b>-</b>
<b>NOTE 3: RETAINED EARNINGS</b>						
Opening Retained Earnings	363,411	246,661	28	509,463	147,875	-
Operating Surplus/(Deficit) for the Year	(47,373)	(117,538)	3,259	(29,931)	(17,335)	28
Sanderson Trust Capital Transfer	-	-	-	(86,379)	60,000	-
Bank Account Transfer (Central)	-	-	-	(29,742)	56,121	-
<b>Closing Retained Earnings</b>	<b>316,058</b>	<b>129,123</b>	<b>3,287</b>	<b>363,411</b>	<b>246,661</b>	<b>28</b>

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 4: ENTITY DETAILS**

The registered office of the Funds are:

Rotary Australia World Community Service Ltd  
Level 3, 43 Hunter Street  
Parramatta NSW 2150

The principal place of business is:

The entities operate through five Regional Committees around Australia. These Committees report to the Board of Directors in relation to activities on a quarterly basis and financially on an annual basis. The principal place of business is at the address of the Registered Office.

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ROTARY AUSTRALIA OVERSEAS AID FUND  
ROTARY AUSTRALIA BENEVOLENT SOCIETY  
DIRECTORS DECLARATION**

The Directors have determined that the entities are not reporting entities and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Directors of the Funds declare that:

1. The financial statements and notes present fairly the entities' financial position as at 30 June 2014 and their performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. In the Directors' opinion there are reasonable grounds to believe that the entities will be able to pay their debts as and when they become due and payable.

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

Director:   
Chairman

Date: 12 September 2014



**Wise Lord & Ferguson**  
Chartered Accountants  
*advice to advantage*

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF**

**ROTARY AUSTRALIA WORLD COMMUNITY SERVICE LTD  
ABN 15 100 448 726**

**ROTARY AUSTRALIA OVERSEAS AID FUND  
ABN 15 100 448 726**

**AND**

**ROTARY AUSTRALIA BENEVOLENT SOCIETY  
ABN 15 100 448 726**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014 there have been no contraventions of the auditor independence requirements of the *Corporation Act 2001* or any applicable code of professional conduct in relation to the audit of the abovementioned entities.

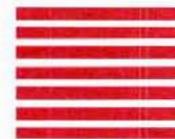
**J DOYLE  
PARTNER  
WISE LORD & FERGUSON**

12<sup>th</sup> September 2014



1st Floor 160 Collins Street Hobart TAS 7000 GPO Box 1083 Hobart TAS 7001  
Tel: (03) 6223 6155 Email: [email@wlf.com.au](mailto:email@wlf.com.au) Internet: [www.wlf.com.au](http://www.wlf.com.au)

**Partners:** Harvey Gibson, Danny McCarthy, Douglas Thomson, Joanne Doyle, Stuart Clutterbuck, Ian Wheeler, Dean Johnson, Marg Marshall, Paul Lyons, Alicia Leis, Nick Carter  
**Managers:** Melanie Richardson, Simon Jones, Trent Queen, Rachel Burns, Nathan Brereton, Melissa Johnson, Donna Powell, Rebecca Meredith, Naomi Norman  
**Consultant:** Peter Beven



**Wise Lord & Ferguson**  
Chartered Accountants  
*advice to advantage*

## **Independent auditor's report to the members of Rotary Australia World Community Service Ltd and Rotary Australia Overseas Aid Fund**

### **Report on the financial report**

We have audited the accompanying financial report of Rotary Australia World Community Service Ltd, Rotary Australia Overseas Aid Fund and Rotary Australia Benevolent Society, which comprises the balance sheet as at 30 June 2014, the statement of comprehensive income 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 for each entity.

### **Directors' responsibility for the financial report**

The directors of the entities are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal controls as the directors determine are 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 our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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 controls relevant to the entity's preparation of the financial report that gives 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 controls. 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.

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



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**Partners:** Harvey Gibson, Danny McCarthy, Douglas Thomson, Joanne Doyle, Stuart Clutterbuck, Ian Wheeler, Dean Johnson, Marg Marshall, Paul Lyons, Alicia Leis, Nick Carter

**Managers:** Melanie Richardson, Simon Jones, Trent Queen, Rachel Burns, Nathan Brereton, Melissa Johnson, Donna Powell, Rebecca Meredith, Naomi Norman

**Consultant:** Peter Beven

**Independence**

In conducting our audit we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the companies a written Auditor's Independence Declaration. We confirm that the Auditor's Independence Declaration would be in the same terms if given to the directors as at the time of this auditor's report.

**Basis for Qualified Opinion**

It is not practical for Rotary Australia World Community Service Ltd, Rotary Australia Overseas Aid Fund and Rotary Australia Benevolent Society to establish complete accounting control over fundraising activities where the funds are not receipted directly to the entities bank accounts, and accordingly audit procedures do not extend beyond the amounts of such fundraising income recorded in the accounting records of Rotary Australia World Community Service Ltd, Rotary Australia Overseas Aid Fund and Rotary Australia Benevolent Society.

**Qualified Audit Opinion**

In our opinion, except for the effect on the financial report of the matters referred to in the 'basis for qualified opinion' paragraph, the financial report of Rotary Australia World Community Service Ltd, Rotary Australia Overseas Aid Fund and Rotary Australia Benevolent Society 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 2014 and of its performance for the year ended on that date; and
- ii complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

**Emphasis of Matter**

Without further modification of our opinion, we draw users' attention to Note 1 of the accounts, where adequate disclosure is made that the presentation of dual accounts and the non-disclosure of the fair value gain on a foreign currency bank account are not treated in compliance with Australian Accounting Standards.



**J DOYLE**  
PARTNER  
WISE LORD & FERGUSON

Date: 18<sup>th</sup> September 2014



# RAWCS Regions

-  **Western Region** (Rotary Districts 9455, 9465)
-  **Central Region** (Rotary Districts 9500, 9520)
-  **Southern Region** (Rotary Districts 9780, 9790, 9800, 9810, 9820, 9830)
-  **Eastern Region** (Rotary Districts 9650, 9670, 9675, 9685, 9700, 9710)
-  **Northern Region** (Rotary Districts 9550, 9570, 9600, 9630, 9640)