

Financial Statements

Bermagui Surf Life Saving Club Inc

ABN 59551411543

For the year ended 30 June 2019

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Income Statement

Bermagui Surf Life Saving Club Inc For the year ended 30 June 2019

	NOTES	2019	2018
Income			
Fundraising			
BBQ Sales		-	1,970.60
Donations		14,028.00	13,105.30
General Fundraising		-	5,781.00
Net Result from Clothing Trading Account	5	(4,050.43)	(925.90)
Raffle		-	4,953.10
Total Fundraising		9,977.57	24,884.10
Operating			
Bar Sales		18,581.75	28,452.71
Cleaning Fees		563.64	854.09
Gain on Sale of Equipment		-	2,727.27
Grants - Club Grants		1,520.00	-
Grants - Surf Life Saving Australia		5,000.00	10,000.00
Interest Income		4.15	2.98
Hall Hire		13,115.46	11,091.84
Membership Income		8,176.76	8,617.00
Other Income		15,528.18	17,092.33
Solar Income		66.51	62.19
Total Operating		62,556.45	78,900.41
Total Income		72,534.02	103,784.51
Expenditure			
Fundraising			
Fundraising Expenses		-	1,308.35
Total Fundraising		-	1,308.35
Operating			
Advertising		195.45	157.74
Audit Fees		1,650.00	1,672.27
Awards & Medals		679.44	1,297.36
Bank Fees		65.59	54.69
Bar Stock		6,734.54	12,806.16
Carnival Expenses		172.74	140.91
Clubhouse Supplies		405.57	3,465.33
Clubhouse Cleaning		610.37	131.36
Donations Made		3,810.14	-
Education Expenses		699.73	272.73
Electricity		3,398.30	3,865.18
Equipment Purchases		10,106.66	4,196.07
Filing Fees		46.00	190.00
Fuel		116.15	836.90

	NOTES	2019	2018
Function Expenses		2,937.78	4,134.86
Insurance		2,680.80	5,425.31
Licences & Permits		1,149.07	476.00
Nippers Expenses		30.00	1,093.19
Office Printing, Postage & Supplies		720.52	305.41
Rates - Clubhouse		-	1,072.23
Registration Expenses		158.29	382.00
Repairs & Maintenance		2,549.91	3,071.21
Sundry Expenses		5,767.89	1,546.48
Telephone Expenses		397.34	324.56
Xero Subscription Fees		244.53	-
Total Operating		45,326.81	46,917.95
Total Expenditure		45,326.81	48,226.30
Surplus / (Deficit) before Depreciation		27,207.21	55,558.21
Less: Depreciation for the financial year			
Depreciation		(56,189.95)	(50,789.19)
Overall (Deficit) / Surplus for the financial year		(28,982.74)	4,769.02

Balance Sheet

Bermagui Surf Life Saving Club Inc As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Cash & Cash Equivalents	2	35,559.37	32,828.42
GST Receivable		757.81	1,950.68
Inventories	3	9,069.00	5,482.80
Trade & Other Receivables		590.51	-
Total Current Assets		45,976.69	40,261.90
Non-Current Assets			
Property, Plant & Equipment	4	1,466,332.64	1,508,974.56
Total Non-Current Assets		1,466,332.64	1,508,974.56
Total Assets		1,512,309.33	1,549,236.46
Liabilities			
Current Liabilities			
Accounts Payable		262.44	356.83
Bond Monies Held		1,650.00	4,100.00
Loan - Bega Valley Shire Council		5,400.00	5,400.00
Total Current Liabilities		7,312.44	9,856.83
Non-Current Liabilities			
Loan - Bega Valley Shire Council		21,600.00	27,000.00
Total Non-Current Liabilities		21,600.00	27,000.00
Total Liabilities		28,912.44	36,856.83
Net Assets		1,483,396.89	1,512,379.63
Equity			
Accumulated Surpluses		1,483,396.89	1,512,379.63
Total Equity		1,483,396.89	1,512,379.63

Statement of Changes in Equity

Bermagui Surf Life Saving Club Inc
For the year ended 30 June 2019

	2019	2018
Equity		
Accumulated Surpluses	1,512,379.63	1,507,610.61
(Deficit) / Surplus for the financial year	(28,982.74)	4,769.02
Total Equity	1,483,396.89	1,512,379.63

Notes to the Financial Statements

Bermagui Surf Life Saving Club Inc For the year ended 30 June 2019

1. Statement of Accounting Policies

The association was incorporated 21 December 1998 (Y02916017) under the *Associations Incorporation Act 2009*, NSW. It is registered with the Australian Business Register - Australian Business Number 59 551 411 543. The association is registered for Goods and Services Tax purposes and reports quarterly on a cash basis. The association is income tax exempt under authority from the Australian Taxation Office. It holds an authority to fundraise through Surf Life Saving New South Wales Incorporated (CFN 11033) under the provisions of the Charitable Fundraising Act 1991 and the authority remains in force until 6 May 2024.

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 2009* as above and *Australian Charities and Not-for-profits Commission Act 2012*. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Fixed Assets

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Donated assets are brought to account at fair value at the date of acquisition.

(b) Inventories

All inventories are stated at the lower of cost and net realisable value. The "First In First Out" method has been used to assign cost to individual items of stock.

(c) Loan- Bega Valley Shire Council

The loan from Bega Valley Shire Council is interest bearing. The loan is to be paid over ten years in equal instalments (\$5,400 per annum).

	2019	2018
2. Cash & Cash Equivalents		
Horizon S1 General Account	21,379.76	28,553.75
Horizon S1.1 Fundraising Account	6,209.25	3,600.03
Horizon S2 Building Account	5,827.66	674.64
Horizon Bermagui SLSC Nippers Account	2,142.70	-
Total Cash & Cash Equivalents	35,559.37	32,828.42
	2019	2018

3. Inventories

Stock on Hand - Uniforms	9,069.00	5,482.80
Total Inventories	9,069.00	5,482.80

**As at 30 June 2019 bar stock was held by the club. No value has been included in the 30 June 2019 Financial Statements.

2019 2018

4. Property, Plant & Equipment**Leasehold Improvement**

Leasehold Improvements at Cost	1,748,792.61	1,745,180.97
Less: Accumulated Amortisation	(319,260.09)	(274,740.03)
Total Leasehold Improvement	1,429,532.52	1,470,440.94

Donated Equipment

Donated Equipment at Deemed Cost	7,720.00	7,720.00
Less: Accumulated Depreciation	(7,509.00)	(7,087.00)
Total Donated Equipment	211.00	633.00

Equipment

Equipment at Cost	88,328.20	78,391.81
Less: Accumulated Depreciation	(51,739.08)	(40,491.19)
Total Equipment	36,589.12	37,900.62

Total Property, Plant & Equipment	1,466,332.64	1,508,974.56
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Leasehold Improvements consist of buildings and fixtures on land at Zane Grey and Dickenson Park (R83225), Bermagui, leased from the Bega Valley Shire Council. The association is currently negotiating with the Bega Valley Shire Council for an extension of the lease agreement.

2019 2018

5. Clothing Trading Account

Clothing Sales	1,140.92	1,042.73
Cost of Goods Sold		
Opening Inventory - Clothing	5,482.80	2,596.70
Clothing Purchases	8,777.55	4,854.73
Less: Closing Inventory - Clothing	(9,069.00)	(5,482.80)
Total Cost of Goods Sold	5,191.35	1,968.63
(Deficit) / Surplus on Trading Account	(4,050.43)	(925.90)

Statement by the Committee

Bermagui Surf Life Saving Club Inc
For the year ended 30 June 2019

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee:-

- (a) At the date of this statement, there are reasonable grounds to believe that Bermagui Surf Life Saving Club Incorporated will be able to pay its debts as and when they fall due.
- (b) The financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

This statement is made in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation Act 2013* and with a resolution of the Committee and is signed for and on behalf of the Committee by:

President  Treasurer 

Date: 11.08.2019

Place: BERMAGUI

Fundraising Declaration

Bermagui Surf Life Saving Club Inc
For the year ended 30 June 2019

In the opinion of the committee:

1. The accounts give a true and fair view of the state of affairs of Bermagui Surf Life Saving Club Incorporated with respect to fundraising appeals;
2. The Balance Sheet gives a true and fair view of the state of affairs of Bermagui Surf Life Saving Club Incorporated with respect to fundraising appeals;
3. The provisions of the act, the regulations under the act, and the conditions attached to the fundraising authority have been complied with by Bermagui Surf Life Saving Club Incorporated; and
4. The internal controls exercised by the organisation are appropriate and effective in accounting for all income received and applied by Bermagui Surf Life Saving Club Incorporated from any of its fundraising appeals.

This statement is made in accordance with the resolution of the Committee and is signed for and on behalf of the Committee by:

President  Treasurer 

Date: 11.08.2019



Auditor's Independence Declaration to the Directors of Bermagui Surf Life Saving Club Incorporated

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

KOTHES
Chartered Accountants

A handwritten signature in black ink, appearing to read 'Simon Byrne', is written over a horizontal line.

SIMON BYRNE
Partner
Registered Company Auditor #153624

BERMAGUI
7 August 2019



Independent Audit Report to the members of Bermagui Surf Life Saving Club Incorporated (Non-Reporting)

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report, being a special purpose financial report, of Bermagui Surf Life Saving Club Incorporated (the Entity), which comprises the balance sheet as at 30 June 2019, the income statement and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statements by members of the committee.

In our opinion, subject to the effects of such adjustments, if any, that might have been determined to be necessary had the limitation referred to in the Basis for Qualified Opinion section of this report not existed, the accompanying financial report of the Entity is prepared, in all material respects, in accordance with the accounting policies in Note 1 to the financial statements, including:

- (a) giving a true and fair view of the Entity's financial position as at 30 June 2019 and of its financial performance for the year then ended; and
- (b) complying with the *Associations Incorporation Act* (NSW) 2009 and the *Associations Incorporation Regulation* (NSW) 2016, Division 60 of the *Australian Charities and Not for profits Commission Act 2012*, and other accounting policies as per Note 1 to the financial statements.

Basis for Qualified Opinion

As is common for organisations of this type, it is not practicable for the association to maintain an effective system of internal control over all income amounts until their initial entry in the accounting records. Accordingly, our audit in relation to income amounts was limited to amounts recorded.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Report on Other Legal and Regulatory Requirements

We report that:

- (a) the financial statements show a true and fair view of the financial result of fundraising appeals conducted during the year;
- (b) the accounting and associated records have been properly kept during the year in accordance with the *Charitable Fundraising Act 1991* (NSW) and regulations (as amended);
- (c) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with the *Charitable Fundraising Act 1991* (NSW), and regulations (as amended); and
- (d) at the date of this report, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

Information Other than the Financial Report and Auditor's Report

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have not received any Other Information as at the date of this audit report and as such have nothing to report in this regard.

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DIRECTORS
Simon Byrne
Fiona Dunham
Peter Mann
Gary Pearce
Kevin Philistin
Gary Skelton

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Independent Audit Report to the members of Bermagui Surf Life Saving Club Incorporated (Non-Reporting) (Continued)

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report in accordance with the *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2016*, Division 60 of the *Australian Charities and Not for profits Commission Act 2012* and the *Charitable Fundraising Act 1991*, and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KOTHES
Chartered Accountants



SIMON BYRNE
Partner
Registered Company Auditor #153624

BERMAGUI
7 August 2019