

Toowoan Bay Surf Life Saving Club

**Incorporated
ABN 58 960 471 011**

**Financial Report
For The Year Ended 30 April 2020**

Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Financial Report
For The Year Ended 30 April 2020

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Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Committee's Report

Your committee members submit the financial report of the association for the financial year ended 30 April 2020.

Committee Member Names

The names of committee members as at the date of this report are:

Phillip Raymont	President
Robbie MacDougall	Vice President Youth Services
Simon Hicks	Vice President Rescue Services
Karen Hickmott	Director of Finance
Denise Ryals	Director of Administration

Principal Activities

The principal activities of the association during the financial year were the operation of a surf life saving club.

Significant Changes

No significant change in the nature of these activities occurred during the financial year.

Operating Result

The deficit from ordinary activities of the Association for the financial year amounted to \$21,189 (2019 surplus: \$63,472).

Signed in accordance with a resolution of the Members of the Committee.


Phillip Raymont (President)


Karen Hickmott (Director of Finance)

Dated: 30/07/2020

**Independent Auditor's Declaration to the
Members of Toowoon Bay Surf Life Saving Club Incorporated**

We hereby declare that to the best of our knowledge and belief during the year ended 30 April 2020, 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.

FORTUNITY ASSURANCE



Adrian Thompson
Partner

Erina:

Dated: 30 July 2020

Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Statement of Profit or Loss & Other Comprehensive Income
For The Year Ended 30 April 2020

	Note	2020 \$	2019 \$
Revenue			
Revenue	2	669,789	761,459
Expenses			
Advertising & promotion		625	-
Audit, accounting & bookkeeping		5,640	7,053
Building & property expenses		53,736	52,715
Capitation levy & insurances		23,414	28,771
Depreciation & amortisation		36,187	31,260
Employee benefits expenses		267,740	266,805
Functions & catering expenses		29,250	43,139
Lifesaving expenses		7,137	8,143
Loss on disposal of assets		-	1,242
Materials & consumables used		209,793	211,124
Membership servicing, development & recognition		25,191	17,868
Office/Administration expenses		15,324	16,130
Surf sports expenses		9,157	9,521
Training & education expenses		2,012	2,784
Other expenses		5,772	1,432
		690,978	697,987
Surplus/(Deficit) for the year		(21,189)	63,472
Other Comprehensive Income		-	-
Total Comprehensive Income		(21,189)	63,472

The accompanying notes form part of these financial statements

Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Statement of Financial Position
As at 30 April 2020

	Note	2020 \$	2019 \$
Current Assets			
Cash & Cash Equivalents	3	189,328	206,428
Trade & Other Receivables	4	47,384	25,825
Other assets	5	13,444	7,408
Inventory	6	51,664	40,863
Total Current Assets		301,820	280,524
Non-Current Assets			
Property, plant & equipment	7	219,021	226,585
Total Non-Current Assets		219,021	226,585
Total Assets		520,841	507,109
Current Liabilities			
Trade & Other Liabilities	8	29,004	28,161
Employee Benefits	9	21,467	16,289
Other liabilities	10	23,343	-
Borrowings	11	-	7,033
Total Current Liabilities		73,814	51,483
Non-Current Liabilities			
Employee Benefits	9	12,590	-
Total Non-Current Liabilities		12,590	-
Total Liabilities		86,404	51,483
Net assets		434,437	455,626
Members Funds			
Retained Earnings		434,437	455,626
Total Members Funds		434,437	455,626

The accompanying notes form part of these financial statements

Toowoona Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Statement of Changes in Members' Funds
For the Financial Year ended 30 April 2020

	Retained Earnings	Total
	\$	\$
Balance 1 May 2018	392,154	392,154
Surplus for the year	63,472	63,472
Balance 30 April 2019	<u>455,626</u>	<u>455,626</u>
(Deficit) for the year	(21,189)	(21,189)
Balance 30 April 2020	<u>434,437</u>	<u>434,437</u>

The accompanying notes form part of these financial statements

Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Statement of Cash Flows
For the Year Ended 30 April 2020

	Note	2020 \$	2019 \$
Cash Flows from Operating Activities			
Receipts from customers		676,133	749,594
Interest Received		1,853	1,475
Payments to suppliers and employees		(659,440)	(666,506)
Net cash provided by (used in) operating activities	12	18,546	84,563
Cash Flows from Investing Activities			
Payments for property, plant & equipment		(29,278)	(64,833)
Proceeds from disposal of property, plant & equipment		665	-
Net cash provided by (used in) investing activities		(28,613)	(64,833)
Cash Flows from Financing Activities			
Repayment of borrowings		(7,033)	(10,549)
Net cash provided by (used in) financing activities		(7,033)	(10,549)
Net Increase/(Decrease) in Cash Held		(17,100)	9,181
Cash as at the beginning of the financial period		206,428	197,247
Cash as at the end of the Financial Period	3	189,328	206,428

The accompanying notes form part of these financial statements

Toowoan Bay Surf Life Saving Club Incorporated
ABN 58 960 471 011

Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

1. Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 2009*, the *Australian Charities and Not-for-profits Commission Act 2012*, the *Charitable Fundraising Act 1991* and associated regulations. The committee has determined that the association is not a reporting entity.

Toowoan Bay Surf Life Saving Club Incorporated is an association registered under the *Associations Incorporations Act 2009* and domiciled in New South Wales.

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

These are special purpose financial statements that have been prepared for the purpose of complying with the *Australian Charities and Not-for-profits Commissions Act 2012* and associated regulations. The Board have determined that the accounting policies adopted are appropriate to meet the needs of the members of the Toowoan Bay Surf Life Saving Club Limited.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the AASB and the disclosure requirements of AASB 101 'Presentation of Financial Statements'; AASB 107 'Statement of Cash Flows'; AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors'; AASB 1048 'Interpretations of Standards' as appropriate for not-for-profit oriented entities.

Accounting Policies

Revenue

Revenue is recognised when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured.

Sale of goods

Sale of goods revenue is recognised at the point of sale, which is when the customer takes receipt of the goods, the risks and rewards are transferred to the customer and there is a valid sales contract. Amounts disclosed as revenue are net of sales returns and discounts.

Functions and Events

Revenue from functions and events are recognised once the event is held in the Club facilities and has meet its obligations to provide a venue for the expressed purpose agreed with the parties. The accounting treatment of deferring functions and events revenue is an approach adopted for 30 April 2020 due to the impact of the health emergency on events booked by the Club.

Membership fees

Revenue from membership fees is recognised at time of receipt.

Grants and donations

Grant & donation income is recognised as revenue when received unless they are designated for a specific purpose, where they are carried forward as prepaid income on the balance sheet.

Interest

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

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

Toowoan Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

1. Summary of Significant Accounting Policies (continued)

Inventories

Inventories are measured at the lower of cost and net realisable value.

Buildings

Buildings are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event that the carrying amount of buildings is greater than its estimated recoverable amount the decrease in value is shown in the profit and loss statement as a revaluation decrease.

Plant and Equipment / Surf Patrol Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount and impairment losses are recognised in the profit or loss as revaluation decreases if the impairment losses relate to the revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets is depreciated on a straight line or diminishing-value basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Land & Buildings	3%
Plant and Equipment	10 - 25%
Surf Patrol Equipment	10 – 15%

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

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These gains or losses are recognised in profit or loss in the period which they arise. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

Toowoan Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

1. Summary of Significant Accounting Policies (continued)

Goods and Services Tax

Revenues, expenses and assets recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO).

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 in other receivables or payables in the statement of financial position.

Income Tax

As the company is a charitable institution in the terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Trade and Other Payables

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

Comparative Figures

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

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 may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

Toowoona Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

	2020	2019
	\$	\$
2. Revenue		
Sales Revenue		
Sale of goods	469,621	511,275
Rendering services, functions & catering	27,152	40,156
Total Sales Revenue	497,773	551,431
Not-for-Profit Revenue		
Competitions & carnivals	11,673	10,390
Grants & donations	27,555	62,970
Membership revenue	60,672	59,985
Sponsorship & fundraising	33,668	66,294
Sundry	9,554	9,914
Total Not-for-Profit Revenue	143,122	208,553
Other Income		
Interest Received	1,883	1,475
Gain on Disposal of Asset	11	-
Other Income	28,000	-
Total Other Revenue	29,894	1,475
Total Operating Revenue	669,789	761,459
3. Cash & Cash Equivalents		
Cash at Bank	188,228	205,363
Cash on Hand	1,100	1,065
	189,328	206,428
4. Trade & Other Receivable		
Trade Receivable	29,508	24,883
Provision for bad debts	(1,096)	-
Accrued JobKeeper subsidy	18,000	-
Accrued Interest	972	942
	47,384	25,825

Toowoan Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

	2020	2019
	\$	\$
5. Prepayments		
Prepayments	13,444	7,408
	<u>13,444</u>	<u>7,408</u>
6. Inventory		
Inventory on Hand - Bar	1,085	1,090
Inventory on Hand - Clothing	45,928	36,021
Inventory on Hand – Café	4,651	3,752
	<u>51,664</u>	<u>40,863</u>
7. Property, Plant and Equipment		
Property improvements	209,016	205,520
Less accumulated depreciation	(102,269)	(96,002)
	<u>106,747</u>	<u>109,518</u>
Plant and equipment	259,685	242,111
Less accumulated depreciation	(156,952)	(131,288)
	<u>102,733</u>	<u>110,823</u>
Office Furniture & Equipment	6,641	1,930
Less accumulated depreciation	(4,816)	(1,928)
	<u>1,825</u>	<u>2</u>
Furniture & Fittings	15,575	12,744
Less accumulated depreciation	(7,955)	(6,655)
	<u>7,620</u>	<u>6,089</u>
Low Value Pool	11,712	11,712
Less accumulated depreciation	(11,616)	(11,559)
	<u>96</u>	<u>153</u>
Total Property, Plant and Equipment	<u>219,021</u>	<u>226,585</u>

Toowoan Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

	2020	2019
	\$	\$
8. Trade & Other Liabilities		
Trade Payables	775	-
Deposits – Hall Hire	10,500	8,980
ATO Payable	10,142	8,589
Other Payables	7,587	10,592
	29,004	28,161
9. Employee Benefits		
Current - Annual Leave Liability	21,467	16,289
	21,467	16,289
Non-Current – Long Service Liability	12,590	-
	12,590	-
10. Other Liabilities		
Income in Advance	23,343	-
	23,343	-
11. Borrowings		
Council Loan	-	7,033
	-	7,033

Toowoan Bay Surf Life Saving Club Incorporated
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Notes To The Financial Statements
For The Financial Year Ended 30 April 2020

	2020	2019
	\$	\$
12. Reconciliation of Cash Flows from Operating Activities		
Operating Profit/(Loss) from ordinary activities after income tax	(21,189)	63,472
Depreciation and amortisation of Property, Plant and Equipment	36,187	31,266
Net (Gain)/Loss on Disposal of Assets	(11)	1,242
Changes in net assets and liabilities:		
(Increase)/Decrease in Trade & Other Receivables	(27,595)	5,323
(Increase)/Decrease in Inventories	(10,802)	(15,079)
Increase/(Decrease) in Trade & Other Liabilities	24,187	(3,361)
Increase/(Decrease) in Employee Benefits	17,769	1,700
Cash Flows from Operating Activities	18,546	84,563

13. Contingent Liabilities and Contingent Assets

The recent announcements by the World Health Organisation in regards to the global pandemic outbreak of COVID-19 and the response of the Australian and State Governments may materially affect the operations of the Company in the future financial periods. At the time of this report, the expected economic impact cannot be reliably measured.

Other than the matter disclosed above the Committee members are not aware of any significant contingent liabilities or contingent assets affecting the entity at reporting date.

14. Events after the Reporting Period

The Committee are not aware of any significant events since the end of the reporting period.

15. Disclosures under the NSW Charitable Fundraising Act 1991

Fundraising appeals conducted by the Club during the year led to a number of donations. Comparisons of certain monetary figures and percentages in accordance with the requirements of the *NSW Charitable Fundraising Act 1991* are set out below.

	2020	2019
	\$	\$
Aggregate gross income from bequests*	-	-
Aggregate gross income from fundraising	3,443	12,375
Aggregate gross income from donations	6,100	6,078
Less total direct cost of fundraising	-	-
	9,543	18,453

* Bequests are excluded from the *Charitable Fundraising Act 1991*

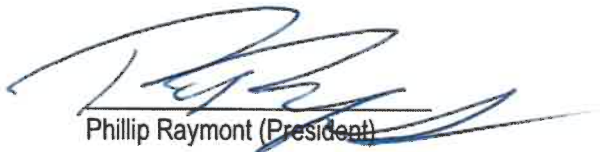
Toowoan Bay Surf Life Saving Club Incorporated
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Statement by Members of the Committee


In the Committee's opinion:

- (i) the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the *Associations Incorporations Act 2009 (NSW)*, the *Australian Charities and Not-for-profits Commission Act 2012*, the *Charitable Fundraising Act 1991* and associated regulations;
- (ii) the attached financial statements and notes comply with the Australian Accounting Standards as described in note 1 to the financial statements;
- (iii) the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 30 April, 2020 and of its performance for the financial year ended on that date;
- (iv) there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable;
- (v) the financial statements give a true and fair view of all income and expenditure with respect to fundraising appeals; and
- (vi) the internal controls exercised by the incorporated association are appropriate and effective in accounting for all income received and applied by the incorporated association from all fundraising appeals.

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



Phillip Raymont (President)



Karen Hickmott (Director of Finance)

Dated: 30/07/2020

**Independent Audit Report To The Members
Of Toowoon Bay Surf Life Saving Club Incorporated**

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Toowoon Bay Surf Life Saving Club Incorporated (the Club), which comprises the statement of financial position as at 30 April 2020, statement of profit or loss & other comprehensive income, statement of changes in members' funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the committee members' declaration.

In our opinion, the financial report Toowoon Bay Surf Life Saving Club Incorporated is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Club's financial position as at 30 April 2020 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Regulation 2013*.
- (c) the *Charitable Fundraising Act 1991*, including
 - (i) the financial report shows a true and fair view of the financial result of fundraising appeals for the year to which they relate; and
 - (ii) the financial report and associated records have been properly kept during the year in accordance with this Act and the regulations; and
 - (i) money received as a result of fundraising appeals conducted during the year has been properly accounted for and applied in accordance with this Act and the regulations; and
 - (ii) Toowoon Bay Surf Life Saving Club Incorporated is solvent, as it is able to pay its debts as and when they fall due.

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 Club in accordance with the auditor independence requirements and 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 ethical 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 audit opinion.

Emphasis of Matter

The financial report of Toowoon Bay Surf Life Saving Club Incorporated is a special purpose financial report that has been prepared in accordance with the accounting policies described in Note 1 to the financial report.

Other Information

The Committee Members are responsible for the other information. The other information comprises the information included in the Club's annual report for the year ended 30 April 2020, but does not include the financial report or 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.

**Independent Audit Report To The Members
Of Toowoon Bay Surf Life Saving Club Incorporated**

Other Information (continued)

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 materially misstated.

If, based on the work performed, we conclude that there is a material misstatement of this other information, we are required to report on this fact. We have nothing to report in this regard.

Committee Members' Responsibility for the Financial Report

The Committee Members of the Club are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the committee members determine 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 the Committee Members are responsible for assessing the Club'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 the Committee Members either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

The Committee Members are responsible for overseeing the Club's financial reporting process.

Auditor's Responsibility 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 it 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 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 the 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 controls.
- Obtain an understanding of internal controls relevant to the audit in order to design the audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the Club'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 Club'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 or conditions may cause the entity to cease to continue as a going concern.

**Independent Audit Report To The Members
Of Toowoomba Bay Surf Life Saving Club Incorporated**

Auditor's Responsibility for the Audit of the Financial Report (continued)

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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 deficiencies in internal control that we identify during our audit.

FORTUNITY ASSURANCE



Adrian Thompson
Partner

155 The Entrance Road
ERINA NSW

Dated: 30 July 2020