

Independent Auditor's Report

To the Members of Merewether Surf Lifesaving Club Incorporated

I have audited the accompanying financial report of **Merewether Surf Lifesaving Club Incorporated**, Which comprises the statement of financial position as at 30th June 2017 and the statement of comprehensive income for the year then ended and statement of changes in equity for the year then ended, notes comprising a summary of significant policies and other explanatory information and the Committee's assertion statement.

Your Committee's responsibility for the financial report

The committee of **Merewether Surf Lifesaving Club Incorporated** are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Incorporated Associations Legislations of NSW and for such internal control as Committee members determine is necessary to enable the preparation and fair presentation of a financial report that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I 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 judgement, including the assessment of the risks of material misstatement of the financial report whether due to fraud or error. In making those assessments, the auditor considers internal control relevant to the Associations preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by those charged with governance, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting my audit, I have complied with the independence requirements of the Australian Professional Accounting bodies.

Electronic publication of the audited financial report

Where **Merewether Surf Lifesaving Club Incorporated** intends to electronically present the audited financial report and the auditor's report on an internet website, responsibility for the electronic presentation of the financial report on **Merewether Surf Lifesaving Club Incorporated** website is that of its Committee. The security and controls over information on the website should be addressed by the **Merewether Lifesaving Club Incorporated** to maintain the integrity of the data presented. The examination of the controls over the electronic presentation of audited financial report on the **Merewether Lifesaving Club Incorporated** website is beyond the scope of the audit of the financial report.

Donations and fundraising activities

Basis for qualified opinion

Receipts from donations and other fundraising activities are a significant source of revenue for most Associations as your own. The **Merewether Lifesaving Club Incorporated** has determined that it is impractical to establish control over the collection of all donations and other fundraising activity revenue prior to entry in its financial records. Accordingly, as the evidence available to me about revenue from these sources was limited, my audit procedures for donations and other fundraising activity revenue had to be restricted to the amounts recorded in the financial records. Therefore I am unable to express an opinion on whether donations and other fundraising activity revenue obtained by the **Merewether Surf Lifesaving Club Incorporated** are complete.

Qualified opinion

In my opinion (except for the effects on the financial report of such adjustments, if any, as might have required had the limitation on my audit procedures referred to in the basis for qualified opinion paragraphs not existed), the financial report of **Merewether Surf Lifesaving Club Incorporated** presents fairly in accordance with accounting policies described in the notes to the financial statements, the financial position of the **Merewether Surf Lifesaving Club Incorporated** at 30th June 2017 and the results of its operations for the year ended.

Basis of accounting and restriction on distribution

Without modifying my opinion, I draw attention to Notes to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Committee's financial reporting responsibilities under the Constitution and the Associations Incorporation Act of NSW. As a result, the financial report may not be suitable for another purpose.

Robert Allan

05/09/2017

Robert John Allan

Registered Company Auditor

Chartered Accountant