

MEREWETHER SURF LIFE SAVING CLUB INC.

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

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MEREWETHER SURF LIFESAVING CLUB INCORPORATED
ABN: 70 957 910 935

BALANCE SHEET
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
CAPITAL AND RESERVES		
Accumulated Funds	552,902	482,502
TOTAL MEMBERS FUNDS	\$552,902	\$482,502
Represented by:		
CURRENT ASSETS		
Cash on Hand	40	40
Cash at Bank	209,770	134,284
Interest Bearing Deposits	206,214	200,000
Trade Debtors	898	4,692
Stock on Hand - at Cost	26,053	19,403
TOTAL CURRENT ASSETS	442,975	358,419
NON CURRENT ASSETS		
Leasehold Building Improvement Clubhouse - at Cost	115,044	115,044
Less Prov'n for Amortisation	-33,318	-31,140
	81,726	83,904
Gymnasium Equipment - at Cost	14,675	14,675
Less Prov'n for Depreciation	-14,446	-14,406
	229	269
Boats & Equipment - at Cost	147,259	147,259
Less Prov'n for Depreciation	-138,178	-133,214
	9,081	14,045
Racing Boards & Skis - at Cost	118,250	118,250
Less Prov'n for Depreciation	-118,250	-117,658
	0	592
Kitchen Renovations - at Cost	60,052	60,052
Less Prov'n for Depreciation	-49,461	-47,781
	10,591	12,271
Other Equipment - at Cost	76,649	76,649
Less Prov'n for Depreciation	-66,683	-63,647
	9,966	13,002
TOTAL NON CURRENT ASSETS	111,593	124,083
TOTAL ASSETS	554,568	482,502
CURRENT LIABILITIES		
Trade Creditors	-	-
Income in Advance	-	-
Grants Received - Proceeds Unspent	-	-
GST Payable	1,666	-
NET ASSETS	\$552,902	\$482,502

MEREWETHER SURF LIFESAVING CLUB INCORPORATED
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CONSOLIDATED TRADING ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2018

	SENIORS	JUNIORS	TOTAL
	\$	\$	\$
Sales	<u>65,765</u>	<u>14,806</u>	<u>80,571</u>
LESS: COST OF GOODS SOLD			
Opening Stock	5,961	13,442	19,403
Purchases	42,708	24,369	67,077
Bar Supplies - Coldies	4,307	-	4,307
Repairs & Maintenance - Bar & Kitchen	9,394	-	9,394
Closing Stock	<u>-6,018</u>	<u>-20,035</u>	<u>-26,053</u>
	<u>56,352</u>	<u>17,776</u>	<u>74,128</u>
GROSS PROFIT FROM TRADING	<u>\$9,413</u>	<u>-\$2,970</u>	<u>\$6,443</u>

MEREWETHER SURF LIFESAVING CLUB INCORPORATED
ABN: 70 957 910 935

CONSOLIDATED PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	SENIORS \$	JUNIORS \$	TOTAL \$
GROSS INCOME FROM TRADING	<u>9,413</u>	<u>-2,970</u>	<u>6,443</u>
INCOME			
Donations & Sponsorships			41,329
Fund Raising Functions			4,308
Fees			47,967
Camp			10,610
Interest Received			6,739
Hall Hire & Rent Received			43,670
Raffles			6,215
Grants Received			<u>23,636</u>
	<u>0</u>	<u>0</u>	<u>184,474</u>
TOTAL INCOME	<u>9,413</u>	<u>-2,970</u>	<u>190,917</u>
EXPENDITURE			
Audit Fees			-
Advertising & Promotion			450
Affiliation Fees			14,198
Amortisation - Building Improvements			2,178
Bank Charges			341
Carnival & Transport Costs			2,496
Cleaning			739
Depreciation			10,311
Electricity & Gas			9,371
Functions/Presentations			25,429
General Expenses			1,181
Insurance			4,076
Licences, Registrations, Permits			1,285
Management Fees - Function Room			11,705
Manuals, Awards & Training			7,468
Printing & Stationery			674
Rent - Newcastle City Council			198
Repairs & Maintenance			9,467
Replacement Rescue Equipment			17,014
Telephone & Internet Costs			<u>1,936</u>
TOTAL EXPENDITURE	<u>0</u>	<u>0</u>	<u>120,517</u>
NET INCOME OVER EXPENDITURE	<u>9,413</u>	<u>-2,970</u>	<u>70,400</u>
Accumulated Funds at July 1			482,502
ACCUMULATED FUNDS AT JUNE 30			<u>\$552,902</u>

MEREWETHER SURF LIFE SAVING CLUB INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

1. Statement of Significant Accounting Policies

The financial statements are special purposes financial statements that have been prepared in order to meet the needs of the members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below which the Committee have determined are appropriate to meet the needs of the members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared by applying the accrual basis and going concern basis of accounting. They are based on historical costs and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these financial statements:

Inventories

Inventories are measured at the lower of cost or net realisable value. Costs are allocated on either first-in-first-out (FIFO) or average cost basis. Costs include direct labour, direct materials and an appropriate amount of fixed and variable overhead expenses.

Asset Write Off

The committee has chosen to immediately expense all training equipment, gym and rescue equipment relating to the operation of a surf life saving club. The Committee notes the following assets were purchased during the 2017/18 year but have been expensed in the financial statements:

Date	Details	At Cost
Oct 2017	Replacement of Rescue Boards Juniors & Seniors	\$11,261
Nov 2017	Defib Machine	\$2,427
Jan 2018	Juniors Carnival Marquee	\$2,314

**Merewether Surf Life Saving Club
Incorporated**

Independent Auditor's Report

As at 30 June 2018

Merewether Surf Life Saving Club Incorporated

Independent Audit Report To the members of Merewether Surf Life Saving Club

We have audited the accompanying financial report of Merewether Surf Life Saving Club Incorporated, which comprises the statement of financial position as at 30th June 2018, and the statement of comprehensive income for the year then ended and statement of changes in equity, notes comprising a summary of significant accounting policies and other explanatory information and the committee's assertion statement.

Your committee's responsibility for the financial report

The Committee of Merewether Surf Life Saving Club Incorporated are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Incorporated Associations legislation of NSW and for such internal control as the Committee 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

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 judgement, including the assessment of the risks of material misstatement of the financial report whether due to fraud or error. In making those assessment, 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 the committee, 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.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Electronic publication of the audited financial report

It is our understanding that the Merewether Surf Life Saving Club Incorporated intends to electronically present the audited financial report and auditor's report on its internet website. Responsibility for the electronic presentation of the financial report on the Merewether Surf Life Saving Club Incorporated website is that of the Committee of Merewether Surf Life Saving Club Incorporated. The security and controls over information on the website should be addressed by the Merewether Surf Life Saving Club to maintain the integrity of the data presented. The examination of the controls over the electronic presentation of audited financial report(s) on the Merewether Surf Life Saving Club Incorporated website is beyond the scope of the audit of the financial report.

Basis for Qualified Opinion: Functions and Beach Day Activates

Receipts from Functions and Beach Activities are a significant source of revenue for most associations as your own. The Merewether Surf Life Saving Club has determined that it is impractical to establish control over the collection of all revenue proper to the entry in its financial records. Accordingly, as the evidence available to us about revenue from these sources was limited, our audit procedures for Functions and Beach activities has been restricted to the amounts recorded in the financial records. Therefore we are unable to express an opinion on whether Functions and Beach Activities revenue obtained by the Merewether Surf Life Saving Club are complete .

Qualified Opinion

In our opinion (except for the effects on the financial reports of such adjustment, if any, as might have been required had the limitation on our audit procedures referred to in the basis for qualified opinion paragraph not existed) the financial report of Merewether Surf Life Saving Club Incorporated presents fairly, in all material respects the Merewether Surf Life Saving Club Incorporated financial position as at 30th June 2018, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and the Incorporated Associated Legislation of NSW.



Alan Ross Taggart
Certified Practising Accountant

29th October 2018