



**EVOLUTION**  
BUSINESS + PERSONAL ADVISERS

# Audited Financial Statements

Merewether Surf Lifesaving Club Inc  
For the 9 months ended 31 March 2022



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# Trading Statement

## Merewether Surf Lifesaving Club Inc For the 9 months ended 31 March 2022

	NOTES	2022	2021
<b>Income</b>			
Sales		33,403	75,153
<b>Less Cost of Goods Sold</b>			
Opening Stock		15,319	26,772
Purchases		20,766	45,837
Bar Supplies		1,550	1,585
Bar Repairs & Maintenance		3,217	3,759
Bar Wages and Salaries		1,596	-
Closing Stock		(10,190)	(15,319)
<b>Total Less Cost of Goods Sold</b>		<b>32,258</b>	<b>62,634</b>
Gross Profit from Trading		1,145	12,520

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached audit report.



# Statement of Income and Expenditure

## Merewether Surf Lifesaving Club Inc For the 9 months ended 31 March 2022

	NOTES	2022	2021
<b>Income</b>			
Gross Profit from Trading		1,145	12,520
<b>Total Income</b>		<b>1,145</b>	<b>12,520</b>
<b>Other Income</b>			
Donations & Sponsorships		4,045	17,878
Fundraising Functions		7,129	12,127
Hall Hire & Rent Received		13,677	25,457
Interest Income		1,155	3,287
Membership Fees		53,353	45,630
Grant Income		24,091	22,569
Other Revenue		5,541	10,660
Raffle Income		3,406	11,059
<b>Total Other Income</b>		<b>112,398</b>	<b>148,667</b>
<b>Total Income</b>		<b>113,543</b>	<b>161,187</b>
<b>Expenditure</b>			
Advertising & Promotion		1,105	2,220
Affiliation Fees		5,984	18,422
Amortisation - Building improvements		2,876	5,725
Bank Charges		407	636
Carnival Fees		1,654	1,877
Depreciation		3,300	9,183
Electricity		3,355	6,191
Functions & Presentations		6,930	21,159
General Expenses		1,543	2,686
Insurance / Capitation Fees		10,170	5,874
Licences, Registrations & Pen		730	702
Management Fees		4,360	863
Manuals, Awards & Training		2,233	3,678
Printing & Stationery		-	53
Rent		214	628
Repairs & Maintenance		7,893	22,960
Replacement Rescue Equipment		2,276	4,665
Telephone		1,455	1,676
<b>Total Expenditure</b>		<b>56,485</b>	<b>109,197</b>
<b>Operating surplus/(loss) for the year attributable to members</b>		<b>57,057</b>	<b>51,990</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached audit report.



# Balance Sheet

## Merewether Surf Lifesaving Club Inc As at 31 March 2022

	NOTES	31 MAR 2022	30 JUN 2021
<b>Assets</b>			
<b>Current Assets</b>			
Cash On Hand		1,040	1,040
Cash and Cash Equivalents		354,413	294,803
Interest Bearing Deposit		217,242	216,861
Trade and Other Receivables		18,529	9,809
Stock On Hand - At Cost		10,190	15,319
<b>Total Current Assets</b>		<b>601,414</b>	<b>537,832</b>
<b>Non-Current Assets</b>			
Leasehold Improvements		170,120	169,820
Less Prov'n For Amortisation on Leasehold Improvements		(46,274)	(43,398)
Boats & Equipment		111,473	132,795
Less: Prov'n For Depreciation On Boats & Equipment		(102,965)	(122,285)
Racing Boards & Ski's		39,881	79,326
Less: Prov'n For Depreciation On Racing Boards & Skis		(39,881)	(79,326)
Kitchen, Bar & Function Room		60,052	60,052
Less: Prov'n For Depreciation On Kitchen, Bar & Function Room Improvements		(53,592)	(52,886)
Other Equipment		22,689	52,851
Less: Prov'n For Depreciation On Other Equipment		(22,437)	(52,007)
<b>Total Non-Current Assets</b>		<b>139,065</b>	<b>144,941</b>
<b>Total Assets</b>		<b>740,479</b>	<b>682,773</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
GST Liability		649	-
<b>Total Current Liabilities</b>		<b>649</b>	<b>-</b>
<b>Total Liabilities</b>		<b>649</b>	<b>-</b>
<b>Net Assets</b>		<b>739,830</b>	<b>682,773</b>
<b>Member's Funds</b>			
Accumulated Funds		739,830	682,773
<b>Total Member's Funds</b>		<b>739,830</b>	<b>682,773</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached audit report.



# Notes to the Financial Statements

## Merewether Surf Lifesaving Club Inc For the 9 months ended 31 March 2022

### 1. Statement of Significant Accounting Policies

The financial statements cover Merewether Surf Lifesaving Club Inc. as an individual entity, incorporated and domiciled in Australia. Merewether Surf Life Saving Club Inc. is an incorporated association and a charity reporting under the Australian Charities and Not-for-profits Commission Act 2012. Since Merewether Surf Life Saving Club Inc. revenue is under \$500,000 it is defined as a small charity for reporting purposes.

#### Financial Reporting Framework

The committee have prepared the financial statements on the basis that the entity is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of members. The entity is a not-for-profit entity for financial reporting purposes.

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 members. Such accounting policies are consistent with the previous period unless stated otherwise

#### Basis of Preparation.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

#### a. Revenue

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

#### b. Property, Plant and Equipment (PPE)

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation. The plant and equipment is reviewed annually by the committee to ensure that the carrying amount is not in excess of the recoverable amount from these assets.

Freehold land and buildings are measured at cost, less subsequent depreciation for buildings.

#### c. Cash and Cash Equivalents

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These notes should be read in conjunction with the attached audit report.

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments and bank overdrafts. Bank overdrafts are shown with current liabilities on the balance sheet.

#### **d. Inventories**

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

#### **e. Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from functions hire clients. Receivables expected to be collected within 12 months of the end of the 31 March 2022 are classified as current assets. All other receivables are classified as non-current assets.

#### **f. Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation 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 with other receivables or payables in the assets and liabilities statement.

#### **g. Income Tax**

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



# Committees Declaration

## Merewether Surf Lifesaving Club Inc For the 9 months ended 31 March 2022

The members of the committee have determined that the incorporated 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.

The committee declares that:

1. The financial statements and notes, present fairly the entity's financial position as at 31 March 2022 and its performance for the period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. In their opinion there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the committee of Merewether Surf Life Saving Club Inc.

Committee \_\_\_\_\_

Committee \_\_\_\_\_

Sign date:





# Independent Audit Report To The Members of

## **Merewether Surf Lifesaving Club Inc For the 9 months ended 31 March 2022**

### **Opinion**

We have audited the financial report of Merewether Surf Lifesaving Club Inc, which comprises the balance sheet as at 31 March 2022, the income and expenditure statement, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the members of the committee.

In our opinion, the accompanying financial report gives a true and fair view of the financial position of the entity as at 31 March 2022, and of its financial performance for the year then ended in accordance with the significant accounting policies outlined in Note 1.

### **Basis for Opinion**

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 ethical responsibilities in accordance with the Code

### **Responsibilities of the Committee for the Financial Report**

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the significant accounting policies outlined in Note 1 to the financial report and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee are responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

## 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 it is not a guarantee that an audit conducted in accordance with the 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 decision of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>.

This description forms part of our auditor's report.

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Director: Craig Bartlett

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Dated: 21 October 2022