

WHALE BEACH SLSC INCORPORATED

ABN 89 110 310 102

FINANCIAL REPORT

FOR THE YEAR ENDED 30 APRIL 2017

WHALE BEACH SLSC INCORPORATED
ABN 89 110 310 102

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STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
Government grants	2	30,737	20,036
Donations and bequests	2	55,786	14,335
All other revenue	2	187,065	167,475
Other income	2	-	-
Employee benefits expense		-	-
Grants and donations made		(31,387)	(21,000)
Depreciation and amortisation expenses		(19,510)	(13,834)
Loss on disposal of fixed assets		-	(4,901)
Other expenses		<u>(225,264)</u>	<u>(160,015)</u>
Surplus (loss) before income tax expense		(2,573)	2,096
Income tax expense		<u>-</u>	<u>-</u>
Surplus (loss) for the year		<u><u>(2,573)</u></u>	<u><u>2,096</u></u>
Surplus (loss) attributable to members of the entity		<u><u>(2,573)</u></u>	<u><u>2,096</u></u>

The accompanying notes form part of these financial statements.

WHALE BEACH SLSC INCORPORATED
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
Surplus (loss) for the year		(2,573)	2,096
Other comprehensive income:		_____	_____
Other comprehensive income for the year, net of tax		_____ -	_____ -
Total comprehensive income (expense) for the year		<u><u>(2,573)</u></u>	<u><u>2,096</u></u>
Total comprehensive income (expense) attributable to members of the entity		<u><u>(2,573)</u></u>	<u><u>2,096</u></u>

The accompanying notes form part of these financial statements.

WHALE BEACH SLSC INCORPORATED
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STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	11,672	3,802
Accounts receivable and other debtors	5	-	38,377
Inventories	6	3,724	10,458
TOTAL CURRENT ASSETS		15,396	52,637
NON-CURRENT ASSETS			
Accounts receivable and other debtors	5	-	-
Property, plant and equipment	7	50,077	44,195
TOTAL NON-CURRENT ASSETS		50,077	44,195
TOTAL ASSETS		65,473	96,832
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	8	12,525	6,311
Other	9	35,000	70,000
TOTAL CURRENT LIABILITIES		47,525	76,311
NON-CURRENT LIABILITIES			
Other	9	-	-
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		47,525	76,311
NET ASSETS (LIABILITIES)		17,948	20,521
EQUITY			
Retained earnings (accumulated losses)		17,948	20,521
TOTAL EQUITY (DEFICIT)		17,948	20,521

The accompanying notes form part of these financial statements.

WHALE BEACH SLSC INCORPORATED
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STATEMENT OF CHANGES IN EQUITY

AS AT 30 APRIL 2017

	Retained Earnings \$	Total \$
Balance at 1 May 2015	18,425	18,425
Comprehensive income		
Surplus (loss) attributable to members	2,096	2,096
Total comprehensive income for the year attributable to members of the association	2,096	2,096
Balance at 30 April 2016	20,521	20,521
Balance at 1 May 2016	20,521	20,521
Comprehensive income		
Surplus attributable to members	(2,573)	(2,573)
Total comprehensive income for the year attributable to members of the association	(2,573)	(2,573)
Balance at 30 April 2017	17,948	17,948

The accompanying notes form part of these financial statements.

WHALE BEACH SLSC INCORPORATED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
Cash flows from operating activities			
Receipts from members		311,958	276,122
Payments to suppliers and others		<u>(278,703)</u>	<u>(232,425)</u>
Net cash provided by (used in) operating activities	12	<u><u>33,255</u></u>	<u><u>43,697</u></u>
Cash flows from investing activities			
Payments for property, plant & equipment		(25,392)	(43,730)
Interest received		<u>7</u>	<u>70</u>
Net cash provided by (used in) investing activities		<u><u>(25,385)</u></u>	<u><u>(43,660)</u></u>
Cash flows from financing activities			
Loans received		<u>-</u>	<u>-</u>
Net cash provided by financing activities		<u><u>-</u></u>	<u><u>-</u></u>
Net increase (decrease) in cash held		7,870	37
Cash and cash equivalents at beginning of financial year		<u>3,802</u>	<u>3,765</u>
Cash and cash equivalents at end of financial year	12	<u><u>11,672</u></u>	<u><u>3,802</u></u>

The accompanying notes form part of these financial statements.

WHALE BEACH SLSC INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

The financial statements cover Whale Beach SLSC Incorporated as an individual entity. Whale Beach SLSC Incorporated is an association incorporated in NSW under the Associations Incorporation Act 1984.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

Whale Beach SLSC Incorporated applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards*.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue by the members of the association's committee..

(a) Income Tax

Whale Beach SLSC Incorporated is exempt from income tax under s50-45 of the Income Tax Assessment Act 1997. There is no tax payable for the year ended 30 April 2017 due to the application of this section.

(b) Inventories

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

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

(c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation

The depreciable amount of property, plant and equipment (excluding freehold land) is depreciated on a straight-line basis. Depreciation commences from the time the asset is available for its intended use.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Class of Fixed Asset	Depreciation Rate
All other assets	20% - 50%

(d) Revenue and Other Income

Non-reciprocal grant revenue is recognised in the statement of comprehensive income when the association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association and the amount of the grant can be measured reliably.

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

When grant revenue is received whereby the association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations are recognised as revenue when received.

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

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

(e) Goods and Services Tax (GST)

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 statement of financial position.

WHALE BEACH SLSC INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
2. REVENUE AND OTHER INCOME			
Subscriptions and Entrance Fees		42,335	36,505
Donations		55,786	14,335
Rendering of services		144,723	130,900
Sponsorship and grants		30,737	20,036
Interest received	2(a)	7	70
Miscellaneous income		-	-
Total Revenue		273,588	201,846
Other Income			
Gain on disposal of property, plant and equipment		-	-
Total Other Income		-	-
(a) Interest received from:			
Other corporations		7	70
3. AUDITOR'S REMUNERATION			
Audit of financial statements		4,500	4,500
4. CASH AND CASH EQUIVALENTS			
Cheque Account Westpac Mona Vale		10,300	3,331
Petty Cash		1,371	471
		11,671	3,802
5. ACCOUNTS RECEIVABLE AND OTHER DEBTORS			
CURRENT			
Trade receivables		-	38,000
Prepayments		-	-
Goods and services tax		659	377
		659	38,377
NON-CURRENT			
Whale Beach Property SLSC Inc		-	-

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
6. INVENTORIES			
CURRENT			
At cost:			
Stock on hand		<u>3,724</u>	<u>10,548</u>
7. PROPERTY, PLANT AND EQUIPMENT			
Plant and equipment		<u>50,077</u>	<u>44,195</u>
 (a) Movement in carrying amounts For disclosure on movement in carrying amounts please refer to note 13(a) in the end of this financial report.			
8. ACCOUNTS PAYABLE AND OTHER PAYABLES			
CURRENT			
Trade creditors & accruals		<u>13,184</u>	<u>6,311</u>
9. OTHER LIABILITIES			
CURRENT			
Income in advance		<u>35,000</u>	<u>70,000</u>
NON-CURRENT			
Income in advance		<u>-</u>	<u>-</u>

10. FINANCIAL RISK MANAGEMENT

Fair Values

Fair value estimation

Net Fair Values

For all assets and liabilities net fair value approximates their carrying values.

The aggregate net fair values and carrying amounts of the financial assets and financial liabilities are disclosed in the balance sheet and in the notes to the financial statements.

All interclub loans are unsecured and interest free with no fixed repayment terms.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
11. ASSOCIATION DETAILS			
The registered office of the association is: Whale Beach SLSC Incorporated 227 Whale Beach Road Whale Beach NSW 2107			
The principal place of business is: Whale Beach SLSC Incorporated 227 Whale Beach Road Whale Beach NSW 2107			
12. CASH FLOW INFORMATION			
(a) Reconciliation of Cash			
Cash at the end of financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:			
Cash		<u>11,672</u>	<u>3,802</u>
		<u>11,672</u>	<u>3,802</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

	Note	2017 \$	2016 \$
(b) Reconciliation of cash flow from operations with surplus			
Surplus/ (deficit) after income tax		(2,573)	2,096
Non-cash flows in surplus:			
Depreciation and amortisation		19,510	13,834
Interest included as Investing Activity		(7)	(70)
Changes in Assets & Liabilities:			
(Increase)/Decrease in Debtors		38,377	(15,342)
Decrease/(Increase) in Stock on Hand		6,734	(2,264)
Increase/(Decrease) in Trade creditors		6,214	(24,557)
Increase/(Decrease) in Income in Advance		(35,000)	70,000
Net cash provided by (used in) operating activities		33,255	43,697

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

	Furniture & Fixtures	Boats, Boards and Skis	Rowing Equipment	Lifesaving Equipment	IRBS and Motors	Total \$
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13. (a) MOVEMENT IN CARRYING AMOUNTS

Movements in carrying amounts for each class of property, plant and equipment.

Balance at 1 May 2016	5,667	19,033	-	4,530	14,963	44,193
Additions	7,763	-	-	-	2,843	10,606
Disposals	-	-	14,786	-	-	14,786
Writeback depreciation	-	-	-	-	-	-
Depreciation expenses	(2,169)	(7,739)	(2,160)	(2,010)	(5,431)	(19,509)
<hr/>						
Carrying amount at 30 April 2017	11,261	11,294	12,626	2,520	12,375	50,076
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WHALE BEACH SLSC INCORPORATED
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PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 APRIL 2017

	2017	2016
	\$	\$
INCOME		
Miscellaneous income	-	-
Interest received	7	70
Other revenue	14,845	10,688
Big Swim	103,322	100,772
Members subscriptions	42,335	36,505
Donations	55,786	14,335
Apparel sales	2,563	3,881
Sponsorship & grants	30,737	20,036
Surf club functions	23,993	15,559
	273,588	201,846
LESS EXPENDITURE		
Administration fees	28,280	23,550
Apparel purchases	9,135	800
Auditors' remuneration	4,500	4,500
Bank charges	1,055	561
Big Swim	33,177	35,745
Carnival Fees and Costs	2,810	1,115
Office expenses	2,817	1,013
Depreciation	19,510	13,834
Donations to Property Club	31,387	21,000
Loss on Disposal of Fixed Assets	-	4,901
SLS Branch/State Fees	11,913	8,960
Trophies, Prizes, Tributes	7,206	3,436
Postage and freight	16	594
Printing, Photography, Media	11,791	11,933
Repairs and maintenance	60,147	43,786
Surf Club Functions	30,374	10,971
Freight and cartage	-	(30)
Utilities and Rates	9,308	8,006
Training	12,735	5,075
	276,161	199,750
NET OPERATING PROFIT (LOSS)	(2,573)	2,096
Retained profits (accumulated losses) at the beginning of the financial year	20,521	18,425
TOTAL AVAILABLE FOR APPROPRIATION (DEFICIT)	17,948	20,521
RETAINED PROFITS (ACCUMULATED LOSSES) AT THE END OF THE FINANCIAL YEAR	17,948	20,521

This statement does not form part of the audited financial statements.

WHALE BEACH SLSC INCORPORATED
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DECLARATION BY MEMBERS OF THE COMMITTEE

On behalf of the committee we declare that, in the opinion of the committee:

1. the financial report which comprises the statement of financial position as at 30 April 2017, and the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes is in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and:
 - a. complies with Australian Accounting Standards - reduced disclosure requirements; and
 - b. gives a true and fair view of the financial position of Whale Beach SLSC Incorporated as at 30 April 2017 and its performance for the year ended on that date.
2. There are reasonable grounds to believe that Whale Beach SLSC Incorporated will be able to pay all of its debts as and when they become due and payable.

This statement is signed in accordance with a subs 60.15(2) of the Australian Charities and Not-for-profits Commission regulation 2013.



Andrew Pearce
President



Jon Pratten
Treasurer

Dated this day of June 2017

STATEMENT REQUIRED BY GOVERNING FUNDRAISING LEGISLATION

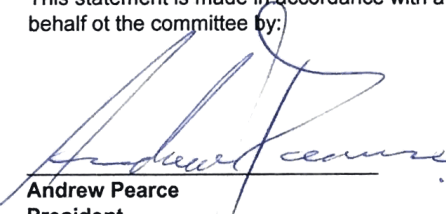
Whale Beach SLC Incorporated is governed by the NSW Charitable Fundraising Act 1991 (as amended) and the Charitable Fundraising Regulations 2008.

Declaration by the President and Treasurer

In the opinion of the committee:

- (a) the income and expenditure statement gives us a true and fair view of all income and expenditure of the organisation with respect to fundraising appeals, and
- (b) the statement of assets and liabilities gives a true and fair view of the state of affairs of the organisation with respect to fundraising appeals conducted by the organisation, and
- (c) the provisions of the Act, the regulations under the Act and the conditions attached to the authority have been complied with by the organisation, and
- (d) the internal controls exercised by the organisation are appropriate and effective in accounting for all income received and applied by the organisation from any of its 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:



Andrew Pearce
President



Jon Pratten
Treasurer

Dated this day of June 2017

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF WHALE BEACH SLSC INCORPORATED

Report on the Audit of the Financial Report

We have audited the financial report of **Whale Beach SLSC Incorporated** (the association), which comprises the Statement of Financial Position as at 30 April 2017, the Statement of Profit or Loss, Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Declaration by Members of the Committee.

Qualified Auditor's Opinion

In our opinion, except for the effects described in the Basis for Qualified Opinion paragraph, the financial report of Whale Beach SLSC Incorporated has been prepared in accordance with Div 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act 2009*, including:

- (a) giving a true and fair view of the Association's financial position as at 30 April 2017 and of its financial performance and cash flows for the year then ended; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

In accordance with the *NSW Charitable Fundraising Act 1991 (as amended)* and the *Charitable Fundraising Regulation 2008*, in our opinion, except for the effects described in the Basis for Qualified Opinion paragraph:

- (a) the financial statements show a true and fair view of the financial results of the fundraising appeals conducted during the year ended 30 April 2017 being the year to which they relate;
- (b) at the date of this statement, there are reasonable grounds to believe that Whale Beach SLSC Incorporated will be able to pay its debts as and when they fall due.

Basis for Qualified Opinion: Donations and Fund Raising Activities

It is not practical for Whale Beach SLSC Incorporated to maintain an effective system of internal control over donations and fund raising activities until their entry in the accounting records. Accordingly, our audit in relation to donations and fund raising 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 association 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.



Liability limited by a scheme approved under Professional Standards Legislation

Information Other than the Financial Report and Auditor's Report Thereon

The committee is responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 April 2017, 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.

Responsibilities of the Committee for the Financial Report

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act 2009* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association'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 either intends to liquidate the association 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 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 decisions of users taken on the basis of this 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 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 registered entity'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 committee'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 registered 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 registered entity to cease to continue as a going concern.

- 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 the committee 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.

Reanda Business Intellect Pty Ltd
Registered Company Auditor



Kevin Veale
Director
kevin@bizintel.com.au
Mona Vale

Dated this 19th day of June 2017