



EVOLUTION
BUSINESS + PERSONAL ADVISERS

Dixon Park Surf Life Saving Club Inc.
A.B.N. 36 248 962 500

Audited Financial Statements
For The Year Ending
30 June 2018

Evolution Audit

- Business Lifecycle Plans
- Management Accounting
- Taxation & GST
- Business Advice
- Accounting & Audit
- Financial Advice
- Loans & Leasing

POSITIVE
ADVICE TO
KEEP YOU
ON TRACK

Evolution Audit

ABN: 88 137 556 855

phone: 02 4903 1111

facsimile: 02 4954 6799

internet: www.evolutionadvisers.com.au

Unit 1 Bld 2 335 Hillsborough Road

Warners Bay NSW 2282 Australia

Liability limited by scheme approved under
Professional Standards Legislation

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

**FULL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2018**

CONTENTS	PAGE
TRADING STATEMENT	2
STATEMENT OF INCOME AND EXPENDITURE	3
BALANCE SHEET	5
STATEMENT OF MOVEMENTS IN EQUITY	7
NOTES TO THE FINANCIAL STATEMENTS	8
STATEMENT BY COMMITTEE MEMBERS	10
INDEPENDENT AUDIT REPORT	11

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

**TRADING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
Income		
Food Sales	2,859	-
Bar Sales	204,474	133,449
Clothing Sales	6,969	10,057
Donations and Sponsorships	23,616	39,373
Hall Hire & Functions	39,478	52,498
Memberships	29,986	28,586
Member Event Tickets	218	-
Sales Coffee	40,323	154,359
Sundry Income	-	1,209
Grants	31,346	59,615
	<hr/>	<hr/>
	379,269	479,146
Less Cost of Goods Sold		
Opening Stock	12,570	26,411
Clothing Purchases	14,082	9,987
Function Centre Wages	36,522	37,388
Purchases – Food	1,655	115
Cost of Raffles and Food	-	276
Cost of Goods	149	580
Purchases – Bar	89,227	66,469
Hire of Bar Staff	295	-
Purchases – Coffee Cart	14,036	63,370
Superannuation	5,166	13,217
Wages Coffee Cart	21,697	65,410
	<hr/>	<hr/>
	195,399	283,108
Closing Stock	22,512	12,570
Cost of Goods	<hr/>	<hr/>
	172,887	270,538
	<hr/>	<hr/>
Gross Profit from Trading	206,382	208,608

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
Gross profit from Trading	206,382	208,608
Interest Received	465	495
Profit on Sale of Assets	727	-
	<hr/>	<hr/>
	207,574	209,103
Expenditure		
Audit Fees	3,200	3,150
Advertising	10,608	5,076
Awards	6,662	5,381
ATV Running Costs	1,223	479
Bank Charges	1,015	539
Bookkeeping Services	790	-
Cleaning	6,045	5,731
Depreciation	26,849	34,112
Clubhouse Supplies	7,198	8,036
Competitor Expenses	3,227	2,854
Consulting	-	500
Electricity & Gas	13,227	9,966
Employees Amenities	-	322
Entertainment	3,696	2,590
Filing Fees	236	-
Fuel	-	59
Insurance	13,095	10,297
IRB Expenses	2,088	4,163
Leasing Expenses	-	412
Liquor Licence	426	378
Newcastle Branch	3,710	4,656
Printing, Postage & Stationery	1,369	682
Presentation & Club Days	2,697	3,107
Rent – Ski Shed	71	77
Repairs & Maintenance	15,752	8,016
Security	1,769	800

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

STATEMENT OF INCOME AND EXPENDITURE (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2018

	2018	2017
	\$	\$
Training Courses	1,391	2,768
Subscriptions	690	200
Sundry Expenses	2,499	522
Registrations	261	58
Telephone	2,156	2,926
Uniform	563	569
	<hr/>	<hr/>
	132,513	118,426
	<hr/>	<hr/>
Operating surplus for the year attributable to members	75,061	90,677

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

**BALANCE SHEET
FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
ASSETS		
CURRENT ASSETS		
Operating Account	56,267	141,794
Investment Account – Cash Reserve	125,291	56,987
Cash on Hand – Seniors	4,301	1,471
Society Cheque Account	-	39,344
Debit Card	2,000	-
Investment Account – Term Deposit	150,000	-
Stock on Hand	22,512	12,570
Accounts Receivable	12,107	5,705
Prepayments	1,533	2,827
TOTAL CURRENT ASSETS	<u>374,011</u>	<u>260,698</u>
NON-CURRENT ASSETS		
Plant & Equipment – Seniors	479,085	484,890
Less Accumulated Depreciation	(369,595)	(360,905)
	<u>109,490</u>	<u>123,985</u>
Plant & Equipment – Nippers	43,271	43,271
Less Accumulated Depreciation	(35,979)	(31,529)
	<u>7,292</u>	<u>11,742</u>
Property Improvements	45,669	43,271
Less Accumulated Depreciation	(359)	(31,529)
	<u>45,310</u>	<u>11,742</u>
TOTAL NON-CURRENT ASSETS	<u>162,092</u>	<u>135,727</u>
INTANGIBLE ASSETS		
Formation Expenses	38	38
TOTAL INTANGIBLE ASSETS	<u>38</u>	<u>38</u>
TOTAL ASSETS	<u><u>536,141</u></u>	<u><u>396,463</u></u>

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

**BALANCE SHEET (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
CURRENT LIABILITIES		
Trade Creditors	1,364	-
PAYG Withholdings Payable	403	1,771
Superannuation Payable	849	2,851
Unearned income	70,457	3,182
Provision for GST	3,428	4,080
TOTAL CURRENT LIABILITIES	<u>76,501</u>	<u>11,884</u>
TOTAL LIABILITIES	<u>76,501</u>	<u>11,884</u>
NET ASSETS	<u>459,640</u>	<u>384,579</u>
EQUITY		
Retained surplus	459,640	384,579
TOTAL EQUITY	<u>459,640</u>	<u>384,579</u>

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

**STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018**

	Retained Surplus
	\$
Balance at 1 July 2016	293,902
Surplus/(loss) attributable to members of the association	90,677
Balance at 30 June 2017	<u>384,579</u>
Surplus/(loss) attributable to members of the association	75,061
Balance at 30 June 2018	<u><u>459,640</u></u>

The accompanying notes form part of these financial statements.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

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

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Corporate Information

The financial report is for the year ended 30 June 2018 for Dixon Park Surf Life Saving Club Inc. as an individual entity, incorporated and domiciled in Australia. Dixon Park Surf Life Saving Club Inc. is a Tier 1 association.

The financial statements were authorised for issue on 31 July 2018 by the officer bearers of the entity.

Basis of Preparation

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 2009*. The committee has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with *Associations Incorporation Act 2009*. Dixon Park Surf Life Saving Club Inc has applied the exemption available under Class Order 11/01 in preparation of the financial statements. In this regard the entity has applied recognition, measurement and classification requirements of Australian Accounting Standards for transactions recorded in the financial statements. The financial statements also comply with *AASB 1048: Interpretation of Standards* and *AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors*.

The financial statements have been prepared on an accruals basis and are based on historical costs. They do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

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

Accounting Policies

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.

Government grant revenue is recognised as income on a systematic basis over the periods necessary to match them with the related costs which they are intended to compensate.

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

b. Property, Plant and Equipment (PPE)

Property Improvements and plant & equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Property improvements are amortised over the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Plant & Equipment	10 – 25% prime cost
Property Improvements	2.5% prime cost

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500

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

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

c. Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

d. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

e. Stock on Hand

Stock is measured at the lower of cost or net realisable value

f. Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

g. Accounts Payable and Other Payables

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

h. 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 assets and liabilities statement.

i. 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.

DIXON PARK SURF LIFE SAVING CLUB INC.

ABN 36 248 962 500


STATEMENT BY MEMBERS OF THE COMMITTEE

The members of the committee declare that, in their opinion:

1. The financial statements and notes, as set out on pages 2 to 9 present a true and fair view of the financial position of the entity as at 30 June 2018 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the *Associations Incorporation Act 2009*; and
2. At the date of this statement, there are reasonable grounds to believe that Dixon Park Surf Life Saving Club Inc. will be able to pay its debts as and when they fall due.

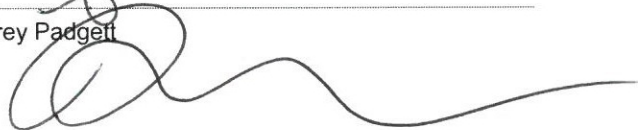
This statement is signed in accordance with a resolution of the Committee of Dixon Park Surf Life Saving Club Inc.

Vice
President



Geoffrey Padgett

President



Paul Murray

Dated this

31 day of July 2018

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DIXON PARK SURF LIFE SAVING CLUB INC.
ABN 36 248 962 500**

Qualified Opinion

We have audited the financial report of Dixon Park Surf Life Saving Club Inc. which comprises the balance sheet as at 30 June 2018, the statement of income and expenditure for the year then ended, the statement of movements in equity and notes comprising a summary of significant accounting policies and other explanatory notes and the statement by members of the committee.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitation discussed in the basis for qualified opinion paragraph not existed, the accompanying financial report gives a true and fair view of the financial position of the entity as at 30 June 2018 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the *Associations Incorporation Act 2009*.

Basis for Qualified 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.

As is common for organisations of this type, it is not practicable for Dixon Park Surf Life Saving Club Inc. to maintain an effective system of internal control over functions and sales until their initial entry in the accounting records. Accordingly, our audit in relation to this income was limited to amounts recorded.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the *Associations Incorporation Act 2009*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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 financial reporting requirements of the *Associations Incorporation Act 2009* 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 is responsible for assessing the association'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 intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
DIXON PARK SURF LIFE SAVING CLUB INC.
ABN 36 248 962 500**

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.

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.

EVOLUTION AUDIT PTY LTD

Unit 1, Building 2, 335 Hillsborough Road
WARNERS BAY NSW 2282



Date: 31 JULY 2018

Director: Craig Bartlett