



THE ROTARY CLUB OF ILLAWARRA SUNRISE

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30-Jun-17**

Rotary Club of Illawarra Sunrise Inc

Financial Report for the Year Ended 30 June 2017

COMMITTEE'S REPORT

Your committee members submit the financial report of the Rotary Club of Illawarra Sunrise Inc. for the financial year ended 30 June 2017.

Principal Activities

The principal activities of the Rotary Club of Illawarra Sunrise Inc during the financial year were to provide humanitarian service, encourage high ethical standards in all vocation, and help build goodwill and peace in the world.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Peter Rixon	President
Isla Bowen	Secretary
Elaine DeVries	Treasurer
John Bilboe	
Brian Ashe	
Tony McAdam	
Bernadette McNamara	

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The profit/(loss) for 2017 amounted to \$(4,544) (2016: \$6,182).

Signed in accordance with a resolution of the Members of the Committee.

Peter Rixon
President

Elaine DeVries
Treasurer

Dated this day of 2017

Rotary Club of Illawarra Sunrise Inc

ABN 72 783 601 612

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Income			
Function Income		25,860	30,420
Member dues		12,088	13,550
Fine sessions		1,126	1,177
Fundraising		96,750	112,078
Social and BBQ functions		2,756	3,076
Youth funds		3,200	-
Interest received		10	15
Total income		<u>141,790</u>	<u>160,316</u>
Expenses			
Bank Fees And Charges		705	1,041
Function Costs		20,507	21,945
Depreciation		-	-
Donations		56,686	55,190
Fees & charges		-	80
Fundraising Costs		44,567	59,321
General expenses		7,366	3,441
Rotary fees		10,211	9,989
Youth Programs		6,292	3,128
Total expenses		<u>146,334</u>	<u>154,134</u>
Profit (loss) from ordinary activities before income tax		(4,544)	6,182
Income tax revenue relating to ordinary activities	1	-	-
Net profit (loss) attributable to the association		(4,544)	6,182
Total changes in equity of the association			
Opening retained profits		30,957	24,775
Net profit (loss) attributable to the association		<u>(4,544)</u>	<u>6,182</u>
Closing retained profits		<u>26,413</u>	<u>30,957</u>

Rotary Club of Illawarra Sunrise Inc

ABN 72 783 601 612

BALANCE SHEET

FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Current Assets			
Cash assets	2	29,367	30,961
Receivables	3	900	3,850
Total Current Assets		<u>30,267</u>	<u>34,811</u>
Non-Current Assets			
Property, plant and equipment	4	-	-
Total Non-Current Assets		<u>-</u>	<u>-</u>
Total Assets		<u>30,267</u>	<u>34,811</u>
Current Liabilities			
Payables	5	-	-
Funds held for projects	6	3,854	3,854
Total Current Liabilities		<u>3,854</u>	<u>3,854</u>
Total Liabilities		<u>3,854</u>	<u>3,854</u>
Net Assets		<u>26,413</u>	<u>30,957</u>
Members' Funds			
Retained profits	7	26,413	30,957
Total Members' Funds		<u>26,413</u>	<u>30,957</u>

Rotary Club of Illawarra Sunrise Inc

FOR THE YEAR ENDED 30 JUNE 2017

NOTES TO THE FINANCIAL STATEMENTS

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act New South Wales*. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Basis of the Preparation of the Accounts

The financial report has been prepared under the convention of historical cost accounting.

(b) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks and other short-term highly liquid investments.

(c) Revenue

Donations and bequests are recognised as revenue when received, unless they are designated for a specific purpose, where they are carried forward as prepaid income on the balance sheet. Interest revenue and distribution income from investments is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax (GST).

(d) Income Tax

The company is a Charitable Institution for Income Tax purposes. Its income is therefore, exempt from income tax under Section 50.1 of the Income Tax Assessment Act 1997.

(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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

(f) Comparative Figures

Where required by Accounting Standards or on consolidation, comparative figures have been adjusted to conform with changes in presentation of the current financial year.

Rotary Club of Illawarra Sunrise Inc
FOR THE YEAR ENDED 30 JUNE 2017

NOTES TO THE FINANCIAL STATEMENTS

Note 2: Cash Assets	2017	2016
	\$	\$
General account	9,676	5,792
<i>Special Purpose accounts</i>	-	
- St George	1,255	4,080
- Raceday	14,987	18,051
- Gun Battery	3,450	3,038
	<u>29,367</u>	<u>30,961</u>
Note 3: Receivables		
Trade Debtors	900	3,850
	<u>900</u>	<u>3,850</u>
Note 4: Plant & Equipment		
Club Display Equipment	2,028	2,028
Less Accumulated Depreciation	(2,028)	(2,028)
	<u>-</u>	<u>-</u>
Note 5: Payables		
Trade Creditors - General A/c		
Membership in advance		
	<u>-</u>	<u>-</u>
Note 6: Funds Held for Projects		
Gun Battery Project - Opening balance	3,854	3,854
IMB Grant Received		-
IMB refund	-	-
Project funds used during the year		-
Gun Battery Project - Closing Balance	<u>3,854</u>	<u>3,854</u>
Note 7: Retained Profits		
Opening retained profits	30,957	24,775
Net profit (loss) - General Account	(41)	5,872
Net profit (loss) - Special Purpose	(4,503)	310
Closing retained profits	<u>26,413</u>	<u>30,957</u>

Rotary Club of Illawarra Sunrise Inc Financial Report for the Year Ended 30 June 2017

STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that the 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.

In the opinion of the committee the financial report as set out in this report:

- 1 Presents a true and fair view of the financial position of Rotary of Illawarra Sunrise Inc. as at 30 June 2017 and its performance for the year ended on that date.
- 2 At the date of this statement, there are reasonable grounds to believe that Rotary Club of Illawarra Sunrise Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Peter Rixon
President

Elaine DeVries
Treasurer

Dated this day of 2017

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ROTARY CLUB OF ILLAWARRA SUNRISE INC.

Basis of Qualification

The Rotary Club of Illawarra Sunrise Incorporated, in common with many other organisations of a similar size and nature, derives a substantial proportion of its income from fundraising and donations. As effective control over such transactions is not established until they are entered in the accounting records, our audit in relation to fundraising was limited to the amounts recorded.

Opinion

I have audited the accompanying financial report, being a special purpose financial report of Rotary club of Illawarra Sunrise Incorporated (hereafter referred to as 'the Club') which comprises the balance sheet as at 30 June 2017, the income statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the Committee.

In my opinion, except for the above qualification, the accompanying financial report presents fairly, in all material aspects, the financial position of the Club's as at 30 June 2017, and its financial performance in accordance with the accounting policies described in Note 1 of the financial statements.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the Club in accordance with the auditor independence requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants ("the Code") that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

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

Basis of Accounting

Without modifying my opinion, I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Club's financial reporting responsibilities under Associations Incorporation Act New South Wales and the needs of its Committee and members. As a result, the financial report may not be suitable for another purpose.

Responsibilities of Management Committee for the Financial Report

Management is responsible for the preparation and fair presentation of the special purpose financial report in accordance with the accounting policies described in Note 1 of the financial statements and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the special purpose financial report, management is responsible for assessing the Club'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 management either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

HLB Mann Judd (Wollongong) Pty Ltd ABN 20 073 798 615

Level 1 65 Kembla Street Wollongong NSW 2500 Australia | PO Box 544 Wollongong NSW 2520

Telephone +61 (0)2 4254 6500 | Fax +61 (0)2 4226 2371 | Email: admin@hlbw.com.au | Website: www.hlb.com.au

Auditor's Responsibilities for the Audit of the Financial Report

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 Club's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management'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 Club's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am 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 my opinion. My 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 Club 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.
- I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Ben Fock
Registered Company Auditor

Dated this day of 2017

HLB Mann Judd (Wollongong) Pty Ltd ABN 20 073 798 615

Level 1 65 Kembla Street Wollongong NSW 2500 Australia | PO Box 544 Wollongong NSW 2520

Telephone +61 (0)2 4254 6500 | Fax +61 (0)2 4226 2371 | Email: admin@hlbw.com.au | Website: www.hlb.com.au

Rotary Club of Illawarra Sunrise Inc

ABN 72 783 601 612

PROJECT ACCOUNT INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
Note	\$	\$
Income		
Race day	36,995	58,194
Christmas Raffle	16,245	15,219
Philippines Project	4,000	-
Wings Over Illawarra	23,096	16,738
Pride of the Illawarra		-
Ride 4 Rotary	14,294	19,077
NYSF		-
Donation	2,120	2,850
Total income	96,750	112,078
Expenses		
Aerial Patrol		2,389
Australia Day BBQ	832	485
Denny Foundation		6,511
Dream Big Dancers	5,000	-
Aspect South Coast School		3,221
Greenacres Disability Services		6,511
HARS	1,500	1,500
Illawarra Pipe Band	500	500
Interplast		1,600
Interchange	5,000	-
Illawarra Dialysis Transplant Unit		3,221
Lifeline	3,234	2,267
Various small donations	3,600	800
Permaculture Gardens	5,120	-
Race Day Costs	22,905	37,196
Raffles Cost	3,918	7,542
RAWCS	5,000	9,211
Ride for Rotary	615	2,614
Rotary Foundation	3,400	3,900
Rotary Health	2,000	2,750
Salvation army		3,500
St Johns Ambulance	500	-
Southern Youth Services	16,712	-
Swing into Wings		2,389
SAHSSI Womens Refuge		200
Warrawong Residents Forum		3,221
Wings Over Illawarra	16,297	10,240
Xsight Tandems	5,120	-
Total expenses	101,253	111,768
Profit (loss) from ordinary activities before income tax	(4,503)	310
Net profit (loss) attributable to the association	(4,503)	310
Opening retained Surplus - Special Purpose Accounts	18,054	17,744
Net profit (loss) attributable to the association	(4,503)	310
Closing retained profits	13,551	18,054

Rotary Club of Illawarra Sunrise Inc

ABN 72 783 601 612

CLUB ACCOUNT INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
Income			
Changeover function- income		1,690	1,440
Member dues		12,088	13,550
Fine sessions		1,126	1,177
Breakfast - income		19,279	26,301
Youth Funds received		3,200	-
Social and BBQ functions		2,756	3,076
Interest received		10	15
Other income		4,892	2,679
Total income		45,040	48,238
Expenses			
Advertising		-	-
Bank Fees and Charges		705	1,041
Breakfast - costs		16,214	21,445
Change over dinner		4,293	500
Depreciation		-	-
Fees & charges		-	80
Gifts		42	62
Postage & stationery		-	181
Purchases - Club effects		426	2,407
Rotary district fees		4,497	4,891
Rotary international fees		3,105	3,537
Rotary Down Under		2,609	1,560
Social & BBQ functions		-	2,744
Youth Programs		6,292	3,128
Other Expenses		6,899	790
Total expenses		45,081	42,366
Profit (loss) from ordinary activities before income tax		(41)	5,872
Income tax revenue relating to ordinary activities	1	-	-
Net profit (loss) attributable to the association		(41)	5,872
Opening retained Surplus - General Purpose Accounts		12,903	7,031
Net profit (loss) attributable to the association		(41)	5,872
Closing retained profits		12,862	12,903

**Rotary Club of Illawarra Sunrise Inc
Financial Report for the Year Ended 30 June 2017**

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Peter Rixon of _____, and

I, Elaine DeVries of _____

certify

- a. We are members of the committee of Rotary Club of Illawarra Sunrise Inc.
- b. We attended the annual general meeting of the association.

Peter Rixon
President

Elaine DeVries
Treasurer

Dated this day of