



BLAIRGOWRIE YACHT SQUADRON

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Photograph - Image Eight Shaun McKenna

Financial Report

For the year ended 30th April 2020

INDEX

	<u>Page</u>
Executive Committee's Report	3
Statement of Financial Performance	4
Statement of Financial Position	6
Statement of Cash Flows	7
Notes to the Statement of Cash Flows	8
Notes to the Financial Statements	9
Statement by Members of the Executive Committee	18
Confidentiality Statement	19
Independent Audit Report	20

BLAIRGOWRIE YACHT SQUADRON INC.

Reg. No. A0023156G

EXECUTIVE COMMITTEE'S REPORT

Your Executive Committee Members submit the financial report of the Blairgowrie Yacht Squadron Inc. for the financial year ended 30 April 2020.

EXECUTIVE COMMITTEE MEMBERS

The names of Executive Committee Members are:

Adrian Mulcahy
John Lindholm
Alistar Singh
Georgina Plumridge
Chris Coghlan
Greg Lewis
Megan Bolton

Flag Officers:

Adrian Mulcahy - Commodore
Matthew McCarthy - Vice Commodore
Martin Kudnig - Rear Commodore
Richard Backwell - Club Captain

Rule changes approved at the AGM 2019 resulted in the positions of Vice Commodore, Rear Commodore and Club Captain not being members of the Executive Committee however attend as non-voting observers. Retiring from the general committee at the date of the 2019 AGM were Dean Taylor, Andrew Little and Amanda Jacobs.

PRINCIPAL ACTIVITIES

The principal activities of the Blairgowrie Yacht Squadron Inc. during the financial year were to promote and encourage the sport of yachting generally, to do all things incidental to or not inconsistent with the endeavour, and to provide and maintain suitable club premises, the safe boat harbour and other facilities and equipment for members, guests and other visitors.

SIGNIFICANT CHANGES

Due to Covid-19, the provision of services and availability of facilities for members and guests was hampered during the final two months of the financial year. Covid-19 pandemic restrictions will continue to have a material effect on the operations of the club in the current financial year.

OPERATING RESULT

Trading from operating activities amounted to an Operating Loss of \$146,612 (2019: Surplus of \$102,189). The overall surplus after non-operating and abnormal items amounted to \$299,973 (2019: Surplus of \$163,834).

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



Adrian Mulcahy
Commodore



John Lindholm
Chairman
Audit and Finance Risk Committee

Dated this 31st day of July 2020.

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 April 2020**

	Note	2020 \$	2019 \$
OPERATING INCOME			
Subscriptions		744,246	724,387
Joining Fees		67,367	78,924
Yard, Slipping, Hardstand & Other Fees		168,310	177,941
Safe Boat Harbour - Berth Licensee Service Charges	11	665,035	621,749
Berth Rentals – Administration Fees		33,305	34,233
Rentals – Net Club Berths		477,690	506,961
Berth transfers fees		27,000	31,909
Shop Trading Gross Margin	2	22,702	13,115
Management of moorings		5,400	26,313
Food & Beverage – Gross Margin	3	654,053	1,007,954
Sail Training Revenue		79,350	58,330
Regatta Hosting		10,857	45,293
Sailability		3,905	6,709
Government Funding		82,274	-
Interest Received		10,520	5,989
Profit on Sale of Assets	4	1,014	1,818
Raffles & Art Show Net Proceeds		-423	32,334
Sponsorship, Donations and Advertising		32,797	37,860
TOTAL OPERATING INCOME		3,085,402	3,411,819
OPERATING EXPENSES			
Audit Fees		11,550	10,800
Bank Charges		26,191	32,227
Cleaning & Laundry		51,398	59,115
Computer Expenses		66,700	68,646
Committee Expenses		4,207	3,461
Donations, Gifts & Honorariums		2,500	190
General Expenses		30,698	60,411
Legal Fees		10,564	30,472
Food & Beverage Other Expenses	3	86,780	117,887
Insurance		172,130	138,432
Interest Expense		15,521	24,342
Hire of Equipment		4,009	6,239
Electricity, Gas & Water		91,938	130,377
Marketing, Advertising & Website		16,660	11,353
Member Cards		-	3,288
Club Function Expenses		45,120	70,242
Postage		1,348	1,382
Printing & Stationery		35,298	23,215
Provision for Future Repairs & Maintenance – Safe Boat Harbour	11	116,200	63,107
Provision for R&M from SBH over accrued prior year rent	11	122,338	-
SBH over accrued prior year rent	11	-122,338	-
Rent & Rates		169,469	120,897
Rubbish Removal		24,336	38,827
Sailing and Sail Training Activities excluding Wages		51,989	65,642
Sailability		9,333	9,066
Security patrols		15,809	20,055
Subscriptions		4,694	5,775
Telephone		10,746	16,103
Trophies		8,898	13,800
Yachting Victoria Levy		62,155	54,367
TOTAL OPERATING EXPENSES		1,146,241	1,199,718

STATEMENT OF FINANCIAL PERFORMANCE (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

	Note	2020 \$	2019 \$
MAINTENANCE EXPENSE			
Repairs & Maintenance - Buildings & Grounds		68,543	75,625
Repairs & Maintenance - Equipment		52,814	55,324
Repairs & Maintenance – Safe Boat Harbour	11	29,519	32,233
Repairs, Maintenance & Operating Costs - Patrol Boats		40,790	33,823
Repairs & Maintenance - Yard, Slip, Crane and Slip wall panels		2,534	4,904
TOTAL MAINTENANCE EXPENSE		194,200	201,909
PERSONNEL EXPENSE			
Contract Staff		168,866	50,519
Employee Reimbursements		1,703	2,253
Payroll Tax		49,367	57,759
Salaries – Full / Part Time		1,103,448	1,065,139
Salaries – Casual		380,904	525,595
Staff Hiring & Training		-	1,581
Staff Amenities & Uniforms		17,316	25,224
Superannuation		127,883	144,086
Workcover		42,086	35,847
TOTAL PERSONNEL EXPENSE		1,891,573	1,908,003
TOTAL OPERATING EXPENDITURE		3,232,014	3,309,630
OPERATING SURPLUS (DEFICIT)		-146,612	102,189
NON-OPERATING ITEMS			
Berth Licence Income		1,483,796	1,482,450
Building levy		54,059	61,985
Depreciation		-1,091,270	-1,082,056
TOTAL NON-OPERATING ITEMS		446,585	462,379
OVERALL SURPLUS (DEFICIT) before Abnormal Items		299,973	564,568
Abnormal Item - Construction of Point Nepean Rd Pedestrian Crossing		-	-400,734
OVERALL SURPLUS (DEFICIT)		299,973	163,834
RETAINED SURPLUS AT BEGINNING OF FINANCIAL YEAR		1,322,933	1,159,099
RETAINED SURPLUS AT END OF FINANCIAL YEAR		1,622,906	1,322,933

**STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 April 2020**

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash	5	1,157,893	885,722
Receivables and Prepayments	6	1,387,896	1,730,661
Inventories		18,071	30,742
TOTAL CURRENT ASSETS		2,563,860	2,647,125
NON - CURRENT ASSETS			
Fixed Assets	7	23,023,391	23,942,941
TOTAL NON - CURRENT ASSETS		23,023,391	23,942,941
TOTAL ASSETS		25,587,251	26,590,066
CURRENT LIABILITIES			
Loans	8	-	320,955
Creditors and Accruals	9	1,595,387	1,589,887
Provisions	12	608,842	407,524
TOTAL CURRENT LIABILITIES		2,204,229	2,318,366
NON-CURRENT LIABILITIES			
Berth Licences	10	21,760,116	22,948,767
TOTAL NON-CURRENT LIABILITIES		21,760,116	22,948,767
TOTAL LIABILITIES		23,964,345	25,267,133
NET ASSETS		1,622,906	1,322,933
MEMBERS' FUNDS			
Retained Surplus		1,622,906	1,322,933
TOTAL MEMBERS' FUNDS		1,622,906	1,322,933

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 April 2020**

	2020	2019
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from members & customers	3,849,740	4,628,756
Sponsorship & donations received	32,797	11,182
Payment to suppliers & employees	-4,033,897	-4,294,202
Government Funding	82,274	-
Abnormal Expenditure	-	-440,807
Interest Paid	-15,521	-24,342
Interest received	10,520	5,989
	<u>-74,087</u>	<u>-113,424</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts for Berth Licence Extensions and New Licences	825,405	530,920
Loan obtained from National Australia Bank	-	440,000
Loan Repaid to National Australia Bank	-320,955	-228,573
	<u>504,450</u>	<u>742,347</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed assets disposed	28,061	2,000
Fixed assets purchased	-186,253	-37,094
	<u>-158,192</u>	<u>-35,094</u>
Net increase / (decrease) in cash held	<u>272,171</u>	<u>593,829</u>
Cash at the beginning of the financial year	<u>885,722</u>	<u>291,893</u>
Cash at the end of the financial year	<u><u>1,157,893</u></u>	<u><u>885,722</u></u>

**NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 April 2020**

	2020	2019
	\$	\$
a. Reconciliation of Cash		
Cash at bank	<u>1,157,893</u>	<u>885,722</u>
b. Reconciliation of net cash provided by operating activities to surplus from ordinary Activities, including extraordinary items		
Surplus / (deficit) from ordinary activities including extraordinary items	299,973	163,834
Non cash flows in surplus from ordinary activities:		
- Depreciation	1,091,270	1,082,056
- amortisation of Berth Licences	-1,483,796	-1,482,451
- Provision for Employee Entitlements	22,810	-5,321
- SBH Provision for Future Repairs & Maintenance	201,318	-9,114
Changes in assets and liabilities:		
- Decrease / (increase) in receivables	-187,493	-13,889
- Decrease / (increase) in stock	12,672	13,071
- Increase / (decrease) in creditors, accruals & grants in advance	<u>-30,841</u>	<u>138,390</u>
Net cash provided / (used) by operating activities	<u>-74,087</u>	<u>-113,424</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 April 2020**

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 1981 in the State of Victoria, as permitted by section 223 of the Associations Incorporation Reform Act 2012 (Vic.) The executive committee has determined that the Blairgowrie Yacht Squadron Inc. is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act 1981 in the State of Victoria.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards and Urgent Issues Group Consensus Views:

AAS 4: Depreciation

AAS 5: Materiality

AAS 6: Accounting Policies

AAS 8: Events Occurring after Reporting Date

AAS 15: Revenue

AAS 28: Statement of Cash Flows

AAS 36: Statement of Financial Position

AASB 13: Fair value measurement

AASB 1018: Statement of Financial Performance

AASB 1041: Revaluation of Non Current Assets

No other applicable Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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. Fixed Assets

Leasehold improvements, office equipment and purchased software licenses are carried at cost, less where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Depreciation periods of major club assets are as follows:

Clubhouse	35 years
Safe Boat Harbour	35 years

b. Major Repair Costs to Safe Boat Harbour

Costs associated with major repair or maintenance and costs re rectification of damage are applied against the Repairs and Maintenance Provision. Amounts are set aside against profit each year to credit this provision account.

c. Proceeds from Building Levy

A building levy on members was introduced in 2011 to assist in the funding of Scotts' Shed and Clubhouse refurbishment projects. Given the special purpose nature of the revenue, the amounts collected this year totalling \$54,059 (2019: \$61,985) are treated as non-operating income in the statement of financial performance. The Executive Committee has determined that the building levy will be phased out with the 2019/20 season being the last year the levy will apply.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

d. Project Costs

Costs shown on the balance sheet for the clubhouse and safe boat harbour includes amounts paid to external contractors & suppliers for construction, project management costs, planning costs, the cost of BYS staff directly working on the projects, transition costs in moving to and from temporary premises during construction and finance costs on borrowings.

e. Income Recognition of Berth Licences

Amounts collected from the sale and extension of berth licences and leases are taken up as income in equal instalments over the life of the leases with the unrecognised revenue shown as a liability on the balance sheet.

	2020 \$	2019 \$
<u>Note 2 - Contribution from Trading</u>		
SHOP (Merchandise, Keys and Miscellaneous)		
Income		
Sales	25,209	27,094
Less Cost of Goods Sold	<u>2,507</u>	<u>13,979</u>
Contribution from Shop	<u>22,702</u>	<u>13,115</u>
<u>Note 3 – Contribution from Food & Beverage</u>		
FOOD & BEVERAGE		
Income		
Food	602,645	847,888
Beverage	509,304	685,175
Other	70,536	92,947
Member Subsidies	<u>-53,096</u>	<u>-46,350</u>
Total Income	<u>1,129,389</u>	<u>1,579,660</u>
Less Cost of Goods Sold		
Food	263,326	298,818
Beverage	183,481	255,218
Other	<u>28,529</u>	<u>64,020</u>
Total Cost of Goods Sold	<u>475,336</u>	<u>618,056</u>
Contribution from Food & Beverage	<u>654,053</u>	<u>961,604</u>
Less Other Expenses		
Payroll and On-Costs	765,488	827,534
Other Expenses	<u>86,780</u>	<u>117,887</u>
Total Other Expenses	<u>852,268</u>	<u>945,421</u>
Operating Profit / (Loss)	<u><u>-198,215</u></u>	<u><u>16,183</u></u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

	2020	2019
	\$	\$
<u>Note 4 - Profit / (Loss) on Disposal of Assets</u>		
Patrol boats	1,014	1,818
	<hr/>	<hr/>
Profit / (Loss) on Disposal of Assets	1,014	1,818
	<hr/> <hr/>	<hr/> <hr/>
<u>Note 5 – Cash</u>		
Cash at Bank	684,155	285,323
Capital Repairs & Maintenance Fund	430,304	-
Term Deposits	-	502,726
Term Deposit (1)	40,141	82,469
Cash at Bank - Sailability	1,793	9,604
Cash Floats	1,500	5,600
	<hr/>	<hr/>
Total Cash	1,157,893	885,722
	<hr/> <hr/>	<hr/> <hr/>
<u>Note 6 – Receivables and Prepayments</u>		
Trade Debtors	76,844	136,039
Berth Licence - Applicants	1,143,698	37,465
Berth Licence – Final Payments Receivable (2)	-	1,457,542
Prepayments	167,354	99,615
	<hr/>	<hr/>
Total Receivables and Prepayments	1,387,896	1,730,661
	<hr/> <hr/>	<hr/> <hr/>

(1) Term Deposit held by Nab as security over bank guarantees required by the contract for the completion of the Point Nepean Road crossing project.

(2) Contracted final payment receivable from variable term lease extensions on signing of the new head lease.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

	2020	2019
	\$	\$
Note 7 - Fixed Assets		
BYS OPERATIONS		
Clubhouse		
Construction, Installed Equipment, Planning, Transition & Project Management	5,616,771	5,616,771
Furniture & Fitout	393,764	393,764
Accumulated Depreciation	-1,428,550	-1,119,435
	<u>4,581,986</u>	<u>4,891,100</u>
Safe Boat Harbour Re-Configuration		
Construction, Planning, Project Management & Financing Costs	17,449,643	17,449,643
Original Harbour - balance acquired from BSBH Limited	1,998,712	1,998,712
Straddle Lift & Hardstand Crane	372,932	372,932
Accumulated Depreciation	-2,635,853	-2,012,020
	<u>17,185,434</u>	<u>17,809,267</u>
Equipment	100,787	99,355
Accumulated Depreciation	-62,895	-44,250
	<u>37,892</u>	<u>55,105</u>
Club House Improvements	170,802	168,214
Accumulated Depreciation	-40,399	-28,547
	<u>130,403</u>	<u>139,667</u>
Leasehold & Harbour Improvements	409,220	407,470
Accumulated Depreciation	-123,189	-80,475
	<u>286,031</u>	<u>326,995</u>
Patrol Boats & Motors	526,283	448,409
Accumulated Depreciation	-230,322	-225,536
	<u>295,961</u>	<u>222,873</u>
Sailing Boats & Equipment	266,682	250,473
Accumulated Depreciation	-167,382	-145,701
	<u>99,300</u>	<u>104,772</u>
Scotts' Shed (1)	460,040	460,040
Accumulated Depreciation	-107,468	-92,766
	<u>352,572</u>	<u>367,274</u>
IT Software & Hardware	240,816	204,322
Accumulated Depreciation	-187,004	-178,434
	<u>53,812</u>	<u>25,888</u>
Total Fixed Assets at Written Down Value	<u><u>23,023,391</u></u>	<u><u>23,942,941</u></u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

2020 **2019**
\$ \$

Note 8 – Loans

Nab Loan (1)	-	<u><u>320,955</u></u>
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(1) In October 2016 a Commercial Bill facility was taken out from the Nab. The facility was secured by a guarantee and indemnity for \$2,000,000 given by Blairgowrie Safe Boat Harbour Ltd.

Note 9 - Creditors & Accruals

Accounts Payable	296,850	441,034
BYS Foundation	521,173	445,992
Accrued Expenses	177,503	257,534
Other Payroll Liabilities	6,775	25,762
Goods & Services Tax Payable	210,860	30,405
Income in Advance	307,978	337,721
Employee Entitlements	74,249	51,439
	<u><u>1,595,387</u></u>	<u><u>1,589,887</u></u>

Note 10 – Berth Licences

Berth Licence – Proceeds from Berth Licence Sales & Extensions (1)	25,896,711	24,144,024
Original Harbour - balance transferred from BSBH Limited	1,998,712	1,998,712
Berth Licence Offer Extension	-	1,457,542
Berth Licence – Deposits	-	-
Berth Licence – Sale Expenses	<u>-175,153</u>	<u>-175,152</u>
Berth Licence – Total	27,720,270	27,425,126
Berth Licence – Amortisation (2)	<u>-5,960,154</u>	<u>-4,476,359</u>
	<u><u>21,760,116</u></u>	<u><u>22,948,767</u></u>

(1) Movement represents final instalment of the variable lease extension.

(2) Amortisation of these license fees as described in Note 1 commenced with the opening of the harbour on the 1st January 2016.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

	2020	2019
	\$	\$
<u>Note 11 - Summary of Revenue & Expenditure re Management of Safe Boat Harbour</u>		
Income		
Berth Licensee Service Charges		
Privately Owned Berths	510,051	508,351
Electricity Surcharge	34,413	-
BYS Owned Berths & Visitor berths	113,450	113,398
Electricity Surcharge	7,121	-
	<hr/>	<hr/>
Total Income	13 665,035	621,749
	<hr/>	<hr/>
The following expenses relating to the Safe Boat Harbour form part of amounts disclosed in the Statement of Financial Performance on pages 4 – 5.		
Less Expenses		
Website	199	199
Audit Fees	2,700	2,700
Bank Charges	-	544
Cleaning	9,533	8,967
Computer Expenses	5,642	5,718
General Expenses	7,814	8,389
Hire of Equipment	-	-
Harbour Inspections and Monitoring	12,126	39,094
Insurance	110,485	84,713
Association Fees	6,541	-
Electricity & Water	35,939	27,727
Maintenance, Tools and Equipment	12,048	10,998
Payroll Tax	7,125	6,824
Permanent, Casual & Contract Wages - net government funding	175,272	186,783
Printing & Stationery	3,373	1,924
Provision for Future Repairs & Maintenance	12 116,200	63,107
Additional Future R&M provisioning funded from prior years over accrued rent	12 122,338	-
Rent & Rates	94,347	99,874
Over accrued rent prior year	-122,338	-
Repairs & Maintenance	29,519	32,233
Rubbish & Waste Removal	6,783	7,055
Staff Amenities & Uniforms	349	3,140
Subscriptions	530	383
Superannuation	16,700	17,252
Telephone & Fax	5,944	7,943
Training	1,264	1,615
Workcover	4,581	4,500
	<hr/>	<hr/>
Total Expenses	665,014	621,682
	<hr/>	<hr/>
Contribution from Safe Boat Harbour – Management	21	67
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

	2020	2019
	\$	\$
Note 12 – Provisions		
Safe Boat Harbour Provision for Future Repairs & Maintenance		
Fund Opening Balance	407,524	416,639
Berth Holder Contributions via service charges	116,200	63,107
Additional Future R&M provisioning funded from prior years over accrued rent	122,338	-
Interest Credited	8,362	8,972
less Expenditure		
- Seawall Ferrule Bolt Removal and associated works	-	-81,194
- Cut Weld and Tension Bolts on Wave Screens	-20,700	-
- Dredging	-24,882	-
	608,842	407,524

Note 13 - Berth Fees

Berth Size	Quarterly Rate		Private	Club	Total Berths	Private \$	Club \$	Total \$
	incl GST	per metre excl GST						
Full Berths								
8	\$46	\$41.9	22	1	23	29,463	1,339	30,802
10	\$46	\$41.9	112	10	122	187,493	16,740	204,234
12	\$46	\$41.9	59	13	72	118,523	26,115	144,638
15	\$46	\$41.9	37	6	43	92,910	15,066	107,976
18	\$46	\$41.9	12	0	12	36,159	-	36,159
20	\$46	\$41.9	4	3	7	13,392	10,044	23,437
25	\$46	\$41.9	7	0	7	29,296	-	29,296
			253	33	286	507,237	69,306	576,542
Visitor berths								
10		\$28.0		22	22		24,675	24,675
12		\$28.0		14	14		18,843	18,843
			-	36	36			
			253	69	322	507,237	112,824	620,061
Reversal of Prior year shortfall accrued						2,814	626	3,440
Electricity Surcharge						34,413	7,121	41,534
Current Year Shortfall accrued						-	-	-
Total Service charges						544,464	120,571	665,035

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

Blairgowrie Yacht Squadron Foundation

Blairgowrie Yacht Squadron Foundation is a trust with five trustees comprising the Commodore of the day and four members elected by the members of Blairgowrie Yacht Squadron Inc. To date, the foundation's sole income has been revenue generated by a 10% levy imposed on Blairgowrie Yacht Squadron membership income together with interest earned on these funds. The purpose of Blairgowrie Yacht Squadron Foundation is to build up funds for acquisition of capital assets and major projects to be undertaken by Blairgowrie Yacht Squadron Inc. From time to time, Blairgowrie Yacht Squadron Inc. will approach the Blairgowrie Yacht Squadron Foundation seeking a grant to assist with the funding of major capital assets or works such as rescue boat fleet or works associated with club buildings.

Blairgowrie Yacht Squadron Foundation
Statement of Financial Position 30th April 2020

	Note	2020 \$	2019 \$
Trust Funds			
Settlement Sum		1,000	1,000
Undistributed Surplus		520,673	445,262
Trust Funds		521,673	446,262
Current Assets			
Cash at Bank		500	270
Membership Levies Receivable	2	353,587	278,406
BYS Loan	2	167,586	167,586
Total Current Assets		521,673	446,262
NET ASSETS		521,673	446,262

Statement of Financial performance for the year ended 30 April 2020

Income			
Membership Levies		75,413	73,081
Total Income		75,413	73,081
Expenses			
Bank Charges		3	100
Total Expenses		3	100
Overall Surplus		75,410	72,981
Retained surplus at beginning of financial year		445,262	372,281
Retained surplus at end of financial year		520,672	445,262

Note 1 - Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the requirements of the foundation's deed to prepare a financial report. The trustees have determined that the foundation is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following applicable Australian Accounting Standards:

AAS 1: Profit and Loss or Other Operating Statements

AAS 5: Materiality

AAS 8: Events Occurring after Reporting Date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2020

Note 2 Blairgowrie Yacht Squadron Inc.

The total amount owed by Blairgowrie Yacht Squadron Inc. at year end comprises:

	2020	2019
	\$	\$
Loans	167,586	167,586
Membership Levies - Outstanding	353,587	278,406
	<u>521,173</u>	<u>445,992</u>

Blairgowrie Safe Boat Harbour Ltd

Blairgowrie Yacht Squadron Inc. is the 'A' member of this Company which was incorporated as a non-profit company limited by guarantee for the development of a Safe Boat Harbour at Blairgowrie. This Company is controlled by Blairgowrie Yacht Squadron, however there is no financial investment in the Company. The financial statements do not reflect the interest held by Blairgowrie Yacht Squadron Inc. and consolidated statements are not presented.

Transactions with Members of the Executive Committee

During the year, Blairgowrie Yacht Squadron paid amounts in good faith for services provided by the following members of the Executive Committee or entities controlled by them as follows at a rate at or below normal commercial rates:

Georgina Plumridge - For repairs to car park and beach front	27,556	-
Phil Beattie - For printing costs	-	28,658

BLAIRGOWRIE YACHT SQUADRON INC.

Reg. No. A0023156G

STATEMENT BY MEMBERS OF THE EXECUTIVE 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 Executive Committee the financial report as set out on pages 4 – 17:

1. Presents fairly the financial position of Blairgowrie Yacht Squadron Inc. as at 30 April 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Blairgowrie Yacht Squadron 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 an on behalf of the Executive Committee by:



Adrian Mulcahy
Commodore



John Lindholm
Chairman
Audit and Finance Risk Committee

Dated this 31st day of July 2020.

BLAIRGOWRIE YACHT SQUADRON INC.

Reg. No. A0023156G

CONFIDENTIALITY STATEMENT

The Financial Report of Blairgowrie Yacht Squadron Inc. for the year ended 30 April 2020 ("Financial Report") is prepared for the Members of Blairgowrie Yacht Squadron Inc. It may not be used or relied upon by any person in any capacity or for any purpose other than by a member of Blairgowrie Yacht Squadron Inc. acting in the interests of Blairgowrie Yacht Squadron Inc. ("Approved Purpose").

A Member of Blairgowrie Yacht Squadron Inc. in receipt of the Financial Report agrees that he or she will:

- Maintain the confidential nature of the Financial Report;
- Not disclose the Financial Report to any other person; and
- Not use or disclose or reproduce the Financial Report for any purpose other than for the Approved Purpose or as required by law.

Blairgowrie Yacht Squadron Inc. makes no representation or warranty, express or implied, as to the accuracy, content, legality or completeness of the Financial Report if it is used, disclosed or reproduced for other than the Approved Purpose.

A Member acting in a manner contrary to this Confidentiality Statement may be censured, suspended or removed in accordance with the Rules of the Blairgowrie Yacht Squadron Inc.



To the members of Blairgowrie Yacht Squadron Inc.:

Report on the Financial Report

We have audited the accompanying financial report, being a general purpose financial report of the Blairgowrie Yacht Squadron Inc. (the association), which comprises of the Balance Sheet as at 30 April 2020, the Income Statement, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Executive Committee's Report.

Executive Committee's Responsibility for the Financial Report

The Executive Committee of the association is responsible for the preparation of the financial report and has determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the *Associations Incorporation Reform Act 2012*. The Executive Committee's responsibility also includes such internal control as the Executive Committee determine is necessary to enable the preparation of a financial report that is 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 have 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 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 risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive 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 ethical pronouncements.

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Audit's Opinion

In our opinion the financial report of the association has been prepared in accordance with the *Associations Incorporation Reform Act 2012* including:

- (a) giving a true and fair view of the entity's financial position as at 30 April 2020 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards as referred to in Note 1 to the financial statements.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Blairgowrie Yacht Squadron Inc. to meet the requirements of the *Associations Incorporation Reform Act 2012*. As a result, the report may not be suitable for another purpose.

ROCG MORNINGTON



Ian E Davey FCA Principal
31 July 2020
Office 2, 26-28 Carbine Way, Mornington Vic 3931