



BLAIRGOWRIE YACHT SQUADRON

FAMILY | FRIENDSHIP | SAILING



Financial Report

For the year ended 30th April 2023

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

EXECUTIVE COMMITTEE'S REPORT

Your Executive Committee Members submit this report of the Blairgowrie Yacht Squadron Inc. for the financial year ended 30 April 2023.

EXECUTIVE COMMITTEE MEMBERS

The names of Executive Committee Members are:

Matthew McCarthy
Alistar Singh
Megan Bolton
Ian Delmenico
Andrew McIntyre (joined during the year)
Neil Copp (joined during the year)
Peter Langford (joined during the year)
Denis Liubinas (resigned during the year)
Cathy Smith (resigned during the year)
Greg Lewis (resigned during the year)

Flag Officers:

Matthew McCarthy - Commodore
Martin Kudnig- Vice Commodore
Georgina Plumridge - Rear Commodore
Richard Backwell - Club Captain

Under club rules, the positions of Vice Commodore, Rear Commodore and Club Captain are not members of the Executive Committee however attend as non-voting observers.

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

There were no significant changes during the year

OPERATING RESULT

Trading from operating activities amounted to an Operating Surplus of \$324,938 (2022: Surplus of \$404,063). The surplus after non-operating, BYS Foundation donation and abnormal items amounted to \$1,072,236 (2022: Surplus of \$1,898,454).

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



Matt McCarthy
Commodore
Dated this 14th day of July 2023.



Megan Bolton
Chairperson
Audit and Financial Risk Committee

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 April 2023**

	Note	2023 \$	2022 \$
OPERATING INCOME			
Subscriptions		886,600	746,493
Joining Fees		81,705	133,144
Yard, Slipping, Hardstand & Other Fees		190,848	198,307
Safe Boat Harbour - Berth Licensee Service Charges	9	711,394	649,288
Private berth rental commission		34,071	68,816
Rentals – Net Club Berths		1,007,034	693,255
Berth transfers fees		39,331	83,454
Miscellaneous		39,924	23,072
Food & Bev– Gross Margin (Excl Gov't Covid subsidy)	2	997,846	696,574
Sail Training Revenue		111,903	106,702
Regatta Hosting		21,138	21,955
Sailability		4,200	1,250
Government Covid Subsidy		0	148,771
Other		0	51
Art Show Net of Cost of Artworks sold (before costs of \$12,923)		30,095	30,660
Sponsorship, Donations and Advertising		37,248	36,013
		4,193,337	3,637,805
OPERATING EXPENSES			
Audit Fees		10,835	10,800
Bank Charges		32,548	24,488
Cleaning		61,848	47,914
Computer Expenses		112,886	74,979
IT system improvements		0	63,500
Consulting Costs		92,459	0
General Expenses (incl Harbour Inspection costs)		84,281	51,452
Food & Beverage Other Expenses	2	102,697	85,156
Insurance		204,263	199,760
Interest Expense		0	65
Hire of Equipment (excl cool room)		11,376	8,146
Electricity, Gas & Water		94,525	91,186
Marketing, Advertising & Website		1,056	8,338
Other costs		51,812	43,258
Phone, Printing & Stationery		24,381	48,241
Provision for Future Repairs & Maintenance – Safe Boat Harbour	9	150,051	102,958
Rent & Rates		98,911	98,874
Rubbish Removal		30,031	24,922
Sailing and Sail Training Activities excluding Wages		85,219	63,788
Security Patrols and Covid Marshall		16,135	51,773
Yachting Victoria Levy		61,431	48,404
		1,326,745	1,148,002

**STATEMENT OF FINANCIAL PERFORMANCE (CONTINUED)
FOR THE YEAR ENDED 30 April 2023**

	Note	2023 \$	2022 \$
MAINTENANCE EXPENSE			
Repairs & Maintenance - Buildings & Grounds		53,616	58,380
Repairs & Maintenance - Equipment		52,006	59,752
Repairs & Maintenance – Safe Boat Harbour	9	17,157	14,338
Repairs, Maintenance & Operating Costs - Club Patrol & Sail Boats		37,229	48,637
Repairs & Maintenance - Yard, Slip, and Crane.		265	0
TOTAL MAINTENANCE EXPENSE		160,273	181,107
PERSONNEL EXPENSE			
Salaries – Full / Part Time		1,397,353	1,144,439
Casual, Agency and Contract staff		673,747	523,704
Superannuation, Payroll Tax and Workcover		295,182	225,206
Other Personnel related costs		15,099	11,284
TOTAL PERSONNEL EXPENSE		2,381,381	1,904,633
TOTAL OPERATING EXPENDITURE		3,868,399	3,233,742
OPERATING SURPLUS		324,938	404,063
NON-OPERATING ITEMS			
Berth Licence Income		1,472,000	1,491,444
Foundation Donation Income / (Payment)		0	1,022,004
Profit / (Loss) on Sale of Assets	3	4,077	1,470
Writeback of Historical accruals		101,981	0
Interest Received		130,161	0
Depreciation		-960,921	-1,020,527
TOTAL NON-OPERATING ITEMS		747,298	1,494,391
OVERALL SURPLUS		1,072,236	1,898,454
RETAINED SURPLUS AT BEGINNING OF FINANCIAL YEAR		3,772,532	1,874,078
RETAINED SURPLUS AT END OF FINANCIAL YEAR		4,844,768	3,772,532

**STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 April 2023**

	Note	2023 \$	2022 \$
CURRENT ASSETS			
Cash	4	6,269,663	6,388,604
Receivables and Prepayments	5	315,633	419,895
IT Project Work in Progress		0	38,329
Inventories		107,981	31,534
TOTAL CURRENT ASSETS		6,693,278	6,878,362
NON - CURRENT ASSETS			
Fixed Assets	6	20,604,107	21,288,301
TOTAL NON - CURRENT ASSETS		20,604,107	21,288,301
TOTAL ASSETS		27,297,385	28,166,663
CURRENT LIABILITIES			
Creditors, Accruals & Income in Advance	7	1,593,420	2,122,433
Provisions	10	760,924	711,218
TOTAL CURRENT LIABILITIES		2,354,344	2,833,651
NON-CURRENT LIABILITIES			
Long term Berth Licences Income in Advance	8	20,098,273	21,560,480
TOTAL NON-CURRENT LIABILITIES		20,098,273	21,560,480
TOTAL LIABILITIES		22,452,617	24,394,131
NET ASSETS		4,844,768	3,772,532
MEMBERS' FUNDS			
Retained Surplus		4,844,768	3,772,532
TOTAL MEMBERS' FUNDS		4,844,768	3,772,532

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 April 2023**

	2023	2022
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from members & customers	5,361,212	5,158,984
Sponsorship & donations received	37,348	36,013
Payment to suppliers & employees	-5,420,036	-3,948,125
Government Covid Funding	0	148,771
Foundation Donation	0	1,022,004
Interest Paid	0	-65
Interest received	130,161	51
	108,685	2,417,633
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipts for Berth Licence Extensions and New Licences	8,793	2,455,934
	8,793	2,455,934
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed assets disposed	0	1,870
Fixed assets purchased	-236,418	-314,969
	-236,418	-313,099
Net increase / (decrease) in cash held	- 118,940	4,560,468
Cash at the beginning of the financial year	6,388,604	1,828,136
Cash at the end of the financial year	6,269,664	6,388,604

**NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 April 2023**

	2023	2022
	\$	\$
a. Reconciliation of Cash		
Cash at bank	<u>6,269,663</u>	<u>6,388,604</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	1,072,236	1,898,454
Non cash flows in surplus from ordinary activities:		
- Depreciation	960,921	1,020,527
- amortisation of Berth Licences	-1,472,000	-1,491,444
- Provision for Employee Entitlements	63,721	-39,987
- SBH Provision for Future Repairs & Maintenance	49,706	-21,597
- Loss (Profit) on Sale of Fixed Assets	-4,077	-1,470
Changes in assets and liabilities:		
- Decrease / (increase) in receivables	125,967	27,944
- Decrease / (increase) in stock	-76,447	-1,761
- Decrease / (increase) in prepayments	-21,706	-74,009
- Increase / (decrease) in creditors, accruals & income in advance	<u>-590,636</u>	<u>1,100,976</u>
Net cash provided / (used) by operating activities	<u>107,685</u>	<u>2,417,633</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 April 2023**

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:

AASB 13: Fair value measurement
AASB 101: Statement of Cash Flows
AASB 107: Presentation of Financial Statements
AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110: Events after the Reporting Period
AASB 124: Related Party Disclosures
AASB 136: Impairment of Assets
AASB 1018: Statement of Financial Performance
AASB 1048: Interpretation of Standards
AASB 1054: Australian Additional Disclosures

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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2023

c. 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.

d. 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.

	2023	2022
	\$	\$
<u>Note 2– Contribution from Food & Beverage</u>		
FOOD & BEVERAGE		
Income		
Food	741,840	576,394
Beverage	727,086	493,903
Other	206,884	145,458
Government Covid Subsidies	0	148,771
	<hr/>	<hr/>
Total Income	1,675,810	1,364,526
	<hr/>	<hr/>
Less Cost of Goods Sold		
Food	397,670	264,833
Beverage	278,639	189,272
Other	1,655	65,076
	<hr/>	<hr/>
Total Cost of Goods Sold	677,964	519,181
	<hr/>	<hr/>
Contribution from Food & Beverage	997,846	845,345
	<hr/>	<hr/>
Less Other Expenses		
Payroll and On-Costs	1,066,330	752,122
Other Expenses	102,697	85,156
	<hr/>	<hr/>
Total Other Expenses	1,169,027	837,278
	<hr/>	<hr/>
Operating Profit / (Loss)	-171,181	8,067
	<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2023

	2023	2022
	\$	\$
<u>Note 3 - Profit / (Loss) on Disposal of Assets</u>		
Patrol Boat engine	-4,077	0
Oven	0	1,470
	<hr/>	<hr/>
Profit / (Loss) on Disposal of Assets	-4,077	1,470
	<hr/> <hr/>	<hr/> <hr/>
<u>Note 4 – Cash</u>		
Cash at Bank	548,597	1,078,907
Capital Repairs & Maintenance Fund (\$700,000 on Term Deposit)	760,924	701,118
Term Deposits < 12 months	4,949,395	4,600,331
Cash at Bank - Sailability	5,298	2,798
Cash Floats	5,450	5,450
	<hr/>	<hr/>
Total Cash	6,269,663	6,388,604
	<hr/> <hr/>	<hr/> <hr/>
<u>Note 5 – Receivables and Prepayments</u>		
Trade Debtors	167,576	243,871
Berth Licence - Applicants	0	49,672
Prepayments	148,058	126,352
	<hr/>	<hr/>
Total Receivables and Prepayments	315,633	419,895
	<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2023

	2023	2022
	\$	\$
Note 6 - Fixed Assets		
Clubhouse		
Construction & Installed Equipment	5,681,675	5,616,771
Furniture & Fitout	393,764	393,764
Accumulated Depreciation	-2,176,370	-1,968,024
	<u>3,899,069</u>	<u>4,042,511</u>
Harbour		
Harbour Extension Project 2015	17,449,643	17,449,643
Original 2001 Harbour - acquired from BSBH Ltd at 2015 wdv	1,998,712	1,998,712
Straddle Lift & Hardstand Crane	372,932	372,932
Accumulated Depreciation	-4,455,365	-3,883,518
	<u>15,365,922</u>	<u>15,937,769</u>
Equipment	182,483	159,543
Accumulated Depreciation	-122,271	-97,310
	<u>60,212</u>	<u>62,233</u>
Club House Improvements	217,479	170,802
Accumulated Depreciation	-73,992	-61,588
	<u>143,487</u>	<u>109,214</u>
Leasehold & Harbour Improvements	428,137	428,137
Accumulated Depreciation	-192,580	-172,350
	<u>235,557</u>	<u>255,787</u>
Patrol Boats & Motors	693,914	621,162
Accumulated Depreciation	-316,083	-269,059
	<u>377,831</u>	<u>352,103</u>
Sailing Boats & Equipment	349,996	349,996
Accumulated Depreciation	-220,234	-198,680
	<u>129,763</u>	<u>151,316</u>
Scotts' Shed construction project 2012	460,040	460,040
Accumulated Depreciation	-149,193	-136,341
	<u>310,847</u>	<u>323,699</u>
IT Software & Hardware	320,003	268,670
Accumulated Depreciation	-238,583	-215,002
	<u>81,420</u>	<u>53,668</u>
Total Fixed Assets at Written Down Value	<u><u>20,604,107</u></u>	<u><u>21,288,301</u></u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2023

Note 7 - Creditors & Accruals

Accounts Payable & House account balances	317,797	710,808
Accrued Expenses	166,908	268,973
Other Payroll Liabilities	87,508	23,178
Goods & Services Tax Payable	37,576	3,237
Berth Rental Income in Advance	844,874	1,041,200
Employee Leave Entitlements	138,757	75,036
	1,593,420	2,122,433

Note 8 – Berth Licences

Berth Licence – Net Proceeds from Berth Licence Sales & Extensions (1)	28,139,672	28,129,879
Original Harbour - balance transferred from BSBH Limited	1,998,712	1,998,712
	30,138,384	30,128,591
Berth Licence – Total		
Berth Licence – Amortisation (2)	-10,040,111	-8,568,111
	20,098,273	21,560,480

(1) Representing berth licenses expiring in 2032, 2036 and 2041

(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 2023

	2023	2022
	\$	\$
<u>Note 9 - Summary of Revenue & Expenditure re Management of Safe Boat Harbour</u>		
Income		
Berth Licensee Service Charges		
Privately Owned Berths	491,184	499,519
Private Electricity Surcharge	20,845	18,245
BYS Owned Berths & Visitor berths	193,353	129,169
BYS Electricity Surcharge	6,012	2,355
	<hr/>	<hr/>
Total Income	11 711,394	649,288
<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		
Audit Fees	2,710	2,700
Cleaning	1,879	2,221
Computer Expenses	7,858	8,141
General Expenses	7,314	4,796
Hire of Equipment	1,896	0
Harbour Inspections and Monitoring	46,926	20,653
Insurance	128,424	130,522
Association Fees	1,175	1,095
Electricity & Water	32,893	32,908
Maintenance, Tools and Equipment	12,144	16,601
Payroll Tax	6,610	6,694
Permanent, Casual & Contract Wages	181,944	197,655
Printing & Stationery	310	80
Provision for Future Repairs & Maintenance	10 150,051	102,958
Rent & Rates	72,372	72,347
Repairs & Maintenance	17,157	14,338
Rubbish & Waste Removal	4,929	5,148
Staff Amenities & Uniforms	202	904
Superannuation	18,000	17,583
Telephone & Fax	3,030	4,671
Training	3,063	3,153
Workcover	4,930	4,119
	<hr/>	<hr/>
Total Expenses	711,317	649,287
<hr/>		
Contribution from management of Safe Boat Harbour	77	1
	<hr/>	<hr/>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 April 2023**

	2023	2022
	\$	\$
<u>Note 10 – Provisions</u>		
Safe Boat Harbour Provision for Future Repairs & Maintenance		
Fund Opening Balance	711,218	732,815
Berth Holder contributions via service charges	150,051	102,958
Interest credited (1)	13,210	0
less Expenditure		
- Other	-5,000	-2,423
- Under-water bolt replacement / tightening	-108,555	-47,832
- Dredging of built-up sand	0	-74,300
	<u>760,924</u>	<u>711,218</u>

(1) The provision for future repairs is asset backed with funds held in a dedicated bank account with approximately 90% of this held on Term Deposit. Interest credited is the actual interest as received from the bank. Interest rate levels offered on trading accounts in 21/22 were negligible given the cash rate was just above zero during the year.

Note 11– Related Parties

(a) 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. 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. In the financial year ended April 2021, BYS made a one-off contribution to the Foundation from its cash reserves. The Blairgowrie Yacht Squadron Foundation had been established and maintained exclusively for the purpose of raising and administering funds or the acquisition of assets for the benefit of Blairgowrie Yacht Squadron. During the current financial year the Trustees obtained tax advice regarding the tax status of the Foundation. As a result, the Trustees made the decision that in future it would be prudent to invest available funds within BYS itself rather than in the Foundation. As a result, all remaining funds within the Foundation were donated back to BYS. The Foundation will be wound up.

Blairgowrie Yacht Squadron Foundation Statement of Financial Position 30 April 2023

	Note	2023 \$	2022 \$
Trust Funds			
Settlement Sum		1,000	1,000
Undistributed Surplus		-1,000	-1,000
Trust Funds		0	0
Current Assets			
Cash at Bank			
Total Current Assets		0	0
NET ASSETS		0	0

Statement of Financial performance for the year ended 30 April 2023

Income			
Member Donation			
Interest received		0	1,332
Donation from BYS			
Total Income		0	1,332
Expenses			
Donation of remaining funds to BYS		0	1,022,004
Bank Charges		0	0
Total Expenses		0	1,022,004
Overall Surplus		0	-1,020,672
Retained surplus at beginning of financial year		0	1,020,672
Retained surplus at end of financial year		0	0

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 2023

(b) 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.

(c) Transactions with Members of the Executive Committee

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

	2023	2022
	\$	\$
Georgina Plumridge - For repairs to car park and beach front and sand dredging paid to Maw Civil of which Georgina is Director and Shareholder		81,730

BLAIRGOWRIE YACHT SQUADRON INC.

Reg. No. A0023156G

STATEMENT BY MEMBERS OF THE EXECUTIVE COMMITTEE

The Committee has determined that the Blairgowrie Yacht Squadron Inc. 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 2023 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 and on behalf of the Executive Committee by:



Matt McCarthy
Commodore



Megan Bolton
Chairperson
Audit and Financial Risk Committee

Dated this 14th day of July 2023.

BLAIRGOWRIE YACHT SQUADRON INC.

Reg. No. A0023156G

CONFIDENTIALITY STATEMENT

The Financial Report of Blairgowrie Yacht Squadron Inc. for the year ended 30 April 2023 ("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 special purpose financial report of the Blairgowrie Yacht Squadron Inc. (the association), which comprises Statement of Financial Position as at 30 April 2023, the Statement of Financial Performance, 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.

ROCG Mornington
ABN 68 797 131 747
Office 2, 26-28 Carbine Way
Mornington VIC 3931
PO Box 524
Mornington VIC 3931
P +61 (3) 5975 3122
F +61 (3) 5975 8983
E mornington.ap@rocg.com



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 2023 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
14 July 2023
Office 2, 26-28 Carbine Way, Mornington Vic 3931

