

Bondi Beach OSHC

Financial Statements
For the year ended 31 December 2021



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Bondi Beach OSHC

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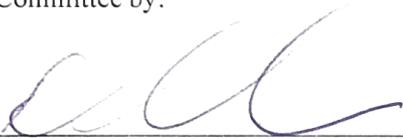
Statement by Members of the Committee For the year ended 31 December 2021

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 Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Bondi Beach OSHC as at 31 December 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association 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:



President R. KELDOULIS



Treasurer E. WADDEL

Bondi Beach OSHC

Detailed Statement of Financial Performance For the year ended 31 December 2021

	2021	2020
	\$	\$
Income		
Attendance fees	584,104	483,589
Membership fees	12,900	13,600
ISU grants	11,126	6,474
Miscellaneous income		50
Interest received	4	248
Other subsidies - gov't assistance	74,085	223,986
ATO Jobkeeper/Service NSW Jobsaver	68,507	108,000
Total income	<u>750,727</u>	<u>835,948</u>
Expenses		
Advertising and promotion	690	
Annual leave provision	(14,394)	23,861
Audit fees		1,191
Bank fees and charges	541	608
Building and equipment costs	4,035	15,673
Childrens activites and event programs	46,226	38,347
Cleaning/rubbish removal	6,750	1,802
Consultants fees	4,102	33,301
Delivery		47
Food	17,002	22,438
General expenses	9,160	2,429
Insurance	18,959	9,207
Office expenses	2,168	2,890
Rent on land & buildings	10,566	32,169
Repairs & maintenance	2,830	1,034
Staff amenities	4,710	3,866
Staff training	4,820	4,740
Subscriptions and software	4,220	3,822
Subcontractors	280	
Superannuation	48,038	42,819
Telephone	1,945	2,330
Uniforms and clothing	3,944	
Wages	512,702	477,333

The accompanying notes form part of these financial statements.

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Detailed Statement of Financial Performance For the year ended 31 December 2021

	2021	2020
	\$	\$
Total expenses	689,294	719,909
Surplus (deficit) from ordinary activities	61,433	116,039
Extraordinary items - contribution for playground	100,000	
Net Surplus (deficit) attributable to the association	(38,567)	116,039
Total changes in equity of the association	(38,567)	116,039
Opening retained surplus	278,925	162,887
Net surplus (deficit) attributable to the association	(38,567)	116,039
Closing retained surplus	240,358	278,925

The accompanying notes form part of these financial statements.

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Detailed Statement of Financial Position as at 31 December 2021

	Note	2021 \$	2020 \$
Current Assets			
Cash Assets			
Cash at bank		288,980	340,879
		<u>288,980</u>	<u>340,879</u>
Receivables			
Sundry debtors		636	
		<u>636</u>	
Current Tax Assets			
GST payable control account		4,207	3,410
		<u>4,207</u>	<u>3,410</u>
Other			
Security deposit		8,000	8,000
Prepaid workers comp			4,444
		<u>8,000</u>	<u>12,444</u>
Total Current Assets		<u>301,823</u>	<u>356,733</u>
Total Assets		<u>301,823</u>	<u>356,733</u>

The accompanying notes form part of these financial statements.

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Detailed Statement of Financial Position as at 31 December 2021

	Note	2021 \$	2020 \$
Current Liabilities			
Payables			
Unsecured:			
Other creditors		582	17,866
		<u>582</u>	<u>17,866</u>
Current Tax Liabilities			
Amounts withheld from salary and wages		13,602	7,942
		<u>13,602</u>	<u>7,942</u>
Provisions			
Superannuation accrual		20,214	10,539
Annual leave accrual		27,067	41,461
		<u>47,281</u>	<u>52,000</u>
Total Current Liabilities		<u>61,465</u>	<u>77,808</u>
Total Liabilities		<u>61,465</u>	<u>77,808</u>
Net Assets		<u>240,358</u>	<u>278,925</u>
Members' Funds			
Accumulated surplus		240,358	278,925
Total Members' Funds		<u>240,358</u>	<u>278,925</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements For the year ended 31 December 2021

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of New South Wales. In the opinion of the committee the association is not a reporting entity because it is not reasonable to expect the existence of users who rely on the association's general purpose financial statements for information useful to them for making and evaluating decisions about the allocation of resources.

The financial report has been prepared in accordance with the Associations Incorporations Act of New South Wales, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The association has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial report has been prepared on an accrual 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.

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

(a) Accounts Receivables 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.

(b) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(c) 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.

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Notes to the Financial Statements For the year ended 31 December 2021

(d) Revenue and Other Income

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.

The association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions.

In the current year

Contributed Assets

The association receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the association recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

The association recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amount.

Operating Grants, Donations and Bequests

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association:

- identifies each performance obligation relating to the grant
- recognises a contract liability for its obligations under the agreement
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138)
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer)
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

Capital Grant

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Notes to the Financial Statements For the year ended 31 December 2021

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest Income

Interest revenue is recognised using the effective interest rate method.

Dividend Income

The association recognises dividends in profit or loss only when the right to receive payment of the dividend is established.

Income from Sale of Goods

The association publishes and sells books and magazines publications to the general public. Revenue is recognised when control of the products has transferred to the customer. For such transactions, this is when the products are delivered to the customers. Volume discounts could be provided with the sale of these items, depending on the volume of aggregate sales made to eligible customers over every six-month period. Revenue from these sales is based on the price stipulated in the contract, net of the estimated volume discounts. The volume discounts are estimated using historical experience and applying the expected value method. Revenue is then only recognised to the extent that there is a high probability that a significant reversal of revenue will not occur. Where there is expected volume discounts payable to the customers for sales made until the end of the reporting period, a contract liability is recognised.

A receivable will be recognised when the goods are delivered. The association's right to consideration is deemed unconditional at this time as only the passage of time is required before payment of that consideration is due. There is no significant financing component because sales (which include those with volume discounts) are made within a credit term of 30 to 45 days.

Customers have a right to return products within 60 days as stipulated in the current contract terms. At the point of sale, a refund liability is recognised based on an estimate of the products expected to be returned, with a corresponding adjustment to revenue for these products.

Consistent with the recognition of the refund liability, the association further has a right to recover the product when customers exercise their right of return so consequently the company recognises a right to returned goods asset and a corresponding adjustment is made to cost of sales.

Historical experience of product returns is used to estimate of the number of returns on a portfolio level, using the expected value method. It is considered highly probable that significant reversal in the cumulative revenue will not occur given the consistency in the rate of return presented in the historical information.

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

In the comparative period

Non-reciprocal grant revenue was recognised in profit or loss when the association obtained control of the grant and it was probable that the economic benefits gained from the grant would flow to the entity and the amount of the grant could be measured reliably.

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Notes to the Financial Statements For the year ended 31 December 2021

If conditions were attached to the grant which must be satisfied before the association was eligible to receive the contribution, the recognition of the grant as revenue was deferred until those conditions were satisfied.

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

The association received non-reciprocal contributions of assets from the government and other parties for no or nominal value.

These assets were recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Donations and bequests were recognised as revenue when received.

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

Dividend revenue was recognised when the right to receive a dividend had been established.

Rental income from operating leases was recognised on a straight-line basis over the term of the relevant leases.

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

(e) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

(f) Trade and Other Payables

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

25 October, 2022

The Committee
Bondi Beach Out Of School Hours Care
Campbell Parade
BONDI BEACH NSW 2026

Scope

We have audited the attached special purpose financial report for the year ended 31 December 2021, comprising of Detailed Statement of Financial Performance and Detailed Statement of Financial Position. The Committee is responsible for the preparation and presentation of the financial report and the information contained therein, and has determined that the basis of accounting used is appropriate to the needs of the members. We have conducted an independent audit of the financial report in order to express an opinion on it to the members. No opinion is expressed as to whether the basis of accounting used is appropriate to the needs of the members.

The special purpose financial report has been prepared for distribution to the members of the Association for the purpose of fulfilling the Committee's accountability requirements. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates, to any person other than the members or of any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedure included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether in all material respects; the financial report is presented fairly in accordance with the requirements of the Association Incorporation Act.

The audit opinion expressed in this report has been formed on the above basis.

In our opinion the financial report of Bondi Beach Out Of School Hours Care Incorporated presents fairly the assets and liabilities at 31 December 2021 and the income and expenditure of the Association for the then ended in accordance with the requirements of the Associations Incorporation Act 1976 and the basis of accounting described in Note to the financial statements.



HARRY YEN, CPA

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