



Melbourne Vicentre Swimming Club Inc.

Reg no. A0001158X

Financial Statements

For the Year Ended 30 June 2016

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For the Year Ended 30 June 2016

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Director's Report

The directors submit the financial report of Melbourne Vicentre Swimming Club Inc. for the financial year ended 30 June 2016.

1. General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Andrew Horton, Chairman

Damien Arnold, Director Appointed 23 September 2015

Tanya Batchelor, Director

Linley Frame, Director

Stuart Larke, Director

John McDonough, Director

Andrew Vidler, Director

Tom Astorino, Director Resigned 23 September 2015

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities

Melbourne Vicentre Swimming Club is a designated Swimming Australia Podium Performance Centre and its principal activities during the financial year were to provide swimming coaching from beginner to elite levels and administrative services to athletes.

No significant changes in the nature of the Company's activity occurred during the financial year.

Operating result

The loss for the 12 month period amounted to \$74,910 (2015: Loss \$241,689).

Signed in accordance with a resolution of the members of the Board:

Director: 

Director: 

Dated this 22nd day of November 2016

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2016

| | Note | 2016 \$ | 2015 \$ |
|--|------|--------------------|--------------------|
| Income | | | |
| Melbourne Vicentre income | | 170,144 | 190,243 |
| Melbourne Sports and Aquatic Centre income | | 676,585 | 708,432 |
| Korowa income | | 672,095 | 674,046 |
| Mt Scopus Memorial College income | | - | 1,755 |
| Other income | | 10,306 | 9,523 |
| Cost of sales | | (111,570) | (146,668) |
| | | <u>1,417,561</u> | <u>1,437,331</u> |
| Expenditure | | | |
| Melbourne Vicentre administration | | (42,646) | (65,998) |
| Melbourne Vicentre salaries and wages | | (145,063) | (195,049) |
| MSAC competitions and travel | | (105,205) | (75,957) |
| MSAC pool hire | | (128,359) | (134,379) |
| MSAc administration | | (27,184) | (23,876) |
| MSAC Office | | (7,640) | (6,826) |
| MSAC Salaries and wages | | (632,028) | (632,854) |
| Korowa pool hire | | (71,250) | (101,995) |
| Korowa administration | | (11,290) | (22,467) |
| Korowa office | | (6,648) | (6,485) |
| Korowa salaries and wages | | (312,447) | (312,321) |
| Mt Scopus administration | | - | (230) |
| Mt Scopus salaries and wages | | - | (551) |
| Annual leave and long service leave | | 14,028 | (80,877) |
| Audit fee | | (7,572) | (7,020) |
| Depreciation | | (8,752) | (11,158) |
| Doubtful debts expense | | (414) | (915) |
| Interest expense | | - | (62) |
| | | <u>(1,492,470)</u> | <u>(1,679,020)</u> |
| Loss for the year | | <u>(74,910)</u> | <u>(241,689)</u> |

Statement of Financial Position

For the Year Ended 30 June 2016

| | Note | 2016 \$ | 2015 \$ |
|-------------------------------|------|----------------|----------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 3 | 61,035 | 73,915 |
| Other Financial Assets | | 264,189 | 350,000 |
| Trade and other receivables | 4 | 9,411 | 2,605 |
| Inventory | | 46,243 | 19,318 |
| Prepayments | | 8,813 | 21,629 |
| TOTAL CURRENT ASSETS | | <u>389,691</u> | <u>467,467</u> |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 5 | <u>15,564</u> | 11,288 |
| TOTAL NON-CURRENT ASSETS | | <u>15,564</u> | 11,288 |
| TOTAL ASSETS | | <u>405,255</u> | <u>478,756</u> |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 142,573 | 167,356 |
| Income received in advance | 6 | 39,840 | 51,139 |
| Employee benefits | 7 | 113,766 | 105,168 |
| Other liabilities | | 51,519 | - |
| TOTAL CURRENT LIABILITIES | | <u>347,698</u> | <u>323,663</u> |
| NON-CURRENT LIABILITIES | | | |
| Employee benefits | 7 | <u>1,583</u> | 24,209 |
| TOTAL NON-CURRENT LIABILITIES | | <u>1,583</u> | 24,209 |
| TOTAL LIABILITIES | | <u>349,281</u> | <u>347,872</u> |
| NET ASSETS | | <u>55,974</u> | <u>130,884</u> |
| EQUITY | | | |
| Retained earnings | | 130,884 | 372,573 |
| Equity- Reserves | | (74,496) | (241,689) |
| TOTAL EQUITY | | <u>55,974</u> | <u>130,884</u> |

Statement of Cash Flows

For the Year Ended 30 June 2016

| | Note | 2016 \$ | 2015 \$ |
|---|------|-----------------|-----------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Receipts from customers | | 1,637,402 | 1,615,186 |
| Payments to suppliers and employees | | (1,733,371) | (1,655,514) |
| Interest received | | 10,306 | 9,523 |
| Interest expense | | - | (62) |
| Net cash /(used in) operating activities | | <u>(85,663)</u> | <u>(30,867)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Withdrawal from term, deposit | | 85,811 | 67,974 |
| Purchase of property, plant and equipment | | (13,028) | (202) |
| Net cash used in investing activities | | <u>72,783</u> | <u>67,772</u> |
| Net increase/(decrease) in cash and cash equivalents held | | (12,880) | 36,905 |
| Cash and cash equivalents at beginning of year | | <u>73,915</u> | <u>37,010</u> |
| Cash and cash equivalents at end of financial year | 3 | <u>61,035</u> | <u>73,915</u> |

Notes to the Financial Statements

For the Year Ended 30 June 2016

The financial report covers Melbourne Vicentre Swimming Club Inc as an individual entity. Melbourne Vicentre Swimming Club Inc. is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Melbourne Vicentre Swimming Club Inc. is Australian dollars.

The financial report was authorised for issue by the Directors on 18 November 2016.

Comparatives are consistent with prior years, unless otherwise stated.

Amounts in the financial statements have been rounded to the nearest dollar.

1 Basis of Preparation

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012. The Board has determined that the association is not a reporting entity.

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

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised on a cash basis.

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

(b) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash in hand, bank deposits and term deposits with terms of up to three months.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment of losses.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

(f) Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that the outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(g) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position. In prior year the amount recoverable from (asset) or payable to the ATO (liability) was reported separately.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(h) Current and non-current classification

Assets and liabilities are presented in the Statement of Financial Position based on current and non-current classification.

An asset is classified as current when it is either expected to be realised or intended to be sold or consumed in a normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when it is either expected to be settled in a normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

| | 2016 | 2015 |
|--|---------------|---------------|
| | \$ | \$ |
| 3 Cash and Cash Equivalents | | |
| Cheque accounts | 55,338 | 71,486 |
| Online savings accounts | 298 | 2,429 |
| Other cash and cash equivalents | 5,399 | - |
| Total cash and cash equivalents | <u>61,035</u> | <u>73,915</u> |
| 4 Trade and Other Receivables | | |
| CURRENT | | |
| Trade receivables | 10,971 | 4,165 |
| Provision for impairment | (1,560) | (1,560) |
| Total current trade and other receivables | <u>9,411</u> | <u>2,605</u> |
| 5 Property, plant and equipment | | |
| PLANT AND EQUIPMENT | | |
| Office equipment | | |
| At cost | 31,489 | 20,355 |
| Accumulated depreciation | (23,336) | (18,768) |
| Total furniture, fixtures and fittings | <u>8,153</u> | <u>1,587</u> |
| Gym equipment | | |
| At cost | 32,778 | 30,884 |
| Accumulated depreciation | (25,366) | (21,183) |
| Total motor vehicles | <u>7,411</u> | <u>9,701</u> |
| Total property, plant and equipment | <u>15,564</u> | <u>22,245</u> |
| 6 Income received in advance | | |
| The amount recognised as a liability in the Statement of financial position will be recognised as income when the services have been provided. | | |
| CURRENT | | |
| Income received in advance | 39,840 | 51,139 |
| | <u>39,840</u> | <u>51,139</u> |

| | 2016 \$ | 2015 \$ |
|---|-----------------|-----------------|
| 7 Employee Benefits | | |
| Current liabilities | | |
| Long service leave | 61,363 | 51,512 |
| Annual leave | 52,403 | 53,656 |
| Total current | 113,766 | 105,168 |
| Non-current liabilities | | |
| Long service leave | 1,583 | 24,209 |
| Total non-current | 1,583 | 24,209 |
| 8 Cash Flow Information | | |
| Reconciliation of Cash flow from Operations with profit / (loss) after income tax | | |
| Profit / (loss) after income tax | (74,910) | (241,689) |
| Non – cash flows in profit / (loss) after income tax: | | |
| Depreciation | 8,752 | 11,158 |
| Doubtful debts | - | 560 |
| Changes in assests and liabilities: | | |
| (Increase) / decrease in trade and other receivables | (6,806) | (1,172) |
| (Increase) / decrease in inventories | (26,925) | 8,641 |
| (Increase) / decrease in prepayments | 12,817 | (411) |
| Increase / (decrease) in trade and other payables | (24,783) | 78,810 |
| Increase / (decrease) in employee entitlements | (14,028) | 80,877 |
| Increase / (decrease) in income received in advance | (11,299) | 32,359 |
| Increase / (decrease) in income received in other liabilities | 51,519 | - |
| Net Cash used in operating activities | (85,663) | (30,867) |

9 Contingencies

In the opinion of the directors, the Company did not have any contingencies at 30 June 2016 (30 June 2015: None).

10 Related Parties

During the year the association did not enter into any related party transactions.

11 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

Directors' Declaration

The directors of the Association declare that:

1. The financial statements and notes, as set out on pages 5 to 10, are in accordance with the *Associations Incorporation Reform Act 2012* and give a true and fair view of the financial position as at 30 June 2016 and of the performance for the year ended on that date of the Association.
2. In the directors' opinion, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors

Director



Director



Dated this .. 22nd ... day of NOVEMBER 2016

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MELBOURNE VICENTRE SWIMMING CLUB INC.**

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of Melbourne Vicentre Swimming Club Inc. (the association), which comprises the asset and liabilities statement as at 30 June 2016, the income and expenditure statement, and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the members' assertion statement.

Committee's Responsibility for the Financial Report

The committee is responsible for the preparation of the financial report, and have determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the *Associations Incorporation Reform Act 2012* and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the 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 conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the 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 accounting bodies.

Opinion

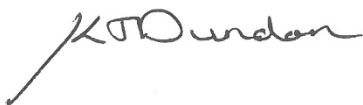
In our opinion, the financial report presents fairly, in all material respects, the financial position of Melbourne Vicentre Swimming Club as of 30 June 2016 and its financial performance and its cash flows for the year then ended in accordance with the financial reporting framework and the accounting policies described in Note 1 and 2 to the financial statements.

Basis of accounting

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 Melbourne Vicentre Swimming Club Inc to meet the requirements of *Associations Incorporation Reform Act 2012*. As a result, the financial report may not be suitable for another purpose

Rsm

RSM AUSTRALIA PTY LTD



KRISTIE DUNDON
Partner

30 November 2016
Melbourne, Victoria