

New Horizons Club Inc

Financial Statements

For the Year Ended 30 June 2021

New Horizons Club Inc

Financial Statements

For the Year Ended 30 June 2021

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New Horizons Club Inc

ABN: 83 275 778 824

Address: PO Box 49, MOWBRAY TAS 7248

New Horizons Club Inc

Income Statement

For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
INCOME			
Donations and bequests		64,542	57,152
Equipment hire		7,702	6,427
Fundraising		26,492	88,732
Grants		136,413	271,311
Interest received		2,762	4,499
Member subscriptions		6,310	7,162
Merchandising		407	741
Other revenue		13,794	9,354
Rental income		4,073	3,127
Sponsorship		2,727	1,818
Sports and activities fees		23,791	35,439
COVID-19 subsidies		170,370	105,674
Total Income		459,383	591,436
EXPENSES			
Accountancy and audit		2,490	2,430
Administration costs		90,240	83,180
Employment costs		302,886	287,674
Fundraising expenses		3,173	44,579
Insurance		12,731	12,629
Motor vehicle expenses		6,204	4,635
Occupancy costs		6,896	6,701
Other expenses		3,046	2,849
Sports and activities expenses		14,230	35,071
		441,896	479,748
NET SURPLUS/(DEFICIT)		17,487	111,688

The accompanying notes form part of these financial statements.

New Horizons Club Inc

Balance Sheet

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
Current Assets			
Cash	2	832,583	390,620
Trade and other receivables	3	8,009	49,568
Total Current Assets		840,592	440,188
Non-Current Assets			
Property, plant and equipment	4	220,983	241,347
Intangible assets	5	39,896	59,547
Total Non-Current Assets		260,879	300,894
TOTAL ASSETS		1,101,471	741,082
LIABILITIES			
Current Liabilities			
Trade and other payables	6	45,577	16,948
Borrowings	7	2,514	1,572
Deferred income	8	308,434	-
Provisions	9	51,483	46,588
Total Current Liabilities		408,008	65,108
Non-Current Liabilities			
TOTAL LIABILITIES		408,008	65,108
NET ASSETS		693,463	675,974
EQUITY			
Accumulated funds		693,464	675,975
TOTAL EQUITY		693,464	675,975

The accompanying notes form part of these financial statements.

Statement of Cash Flows
For the Year Ended 30 June 2021

	2021	2020
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from members and supporters	191,398	249,564
Payments to employees	(297,990)	(300,838)
Receipts from government	665,818	334,311
Payments to suppliers	(113,328)	(203,501)
Interest received	2,762	4,499
Net GST remitted	(5,354)	(5,817)
	<u>443,306</u>	<u>78,218</u>
Cash generated from operations	443,306	78,218
Net cash flows from/(used in) operating activities	443,306	78,218
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of plant and equipment	(2,285)	(60,947)
	<u>(2,285)</u>	<u>(60,947)</u>
Net cash flows from/(used in) investing activities	(2,285)	(60,947)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	942	329
	<u>942</u>	<u>329</u>
Net cash flows from/(used in) financing activities	942	329
Net cash increase/(decreases) in cash and cash equivalents	441,963	17,600
Cash and cash equivalents at beginning of year	390,620	373,020
	<u>390,620</u>	<u>373,020</u>
Cash and cash equivalents at end of financial year	832,583	390,620
	<u>832,583</u>	<u>390,620</u>

Notes to the Financial Statements

For the Year Ended 30 June 2021

1 Summary of Significant Accounting Policies

These financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The committee has determined that the not-for-profit Association is not a reporting entity and therefore there is no need to apply Australian Accounting Standards or other mandatory professional reporting requirements in the preparation and presentation of the financial statements.

The financial report has been prepared on an accruals basis and is based on historic costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

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) Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from investment properties is recognised on an accruals basis or straight-line basis in accordance with lease agreements.

Revenue from the rendering of services is recognised upon the delivery of the service to the customers.

Government funding is recognised as revenue on a time basis over the duration of the funded activity where the funding contains specific performance obligations. For funding that does not contain specified performance obligations the grant is generally recognised as income during the period in which control is obtained over the assets comprising the grant.

(b) 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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Notes to the Financial Statements

For the Year Ended 30 June 2021

1 Summary of Significant Accounting Policies

(c) 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 losses.

The depreciable amount of all fixed assets, including buildings and capitalised leased assets, is depreciated on a straight-line basis over their useful lives 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.

(d) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits expected to be settled later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

2 Cash

	2021	2020
	\$	\$
Cash on hand	70	70
Cheque accounts	15,511	36,344
ANZ online saver accounts	-	62,890
Tasmanian Perpetual Trustees - term deposit	205,885	203,136
CBA account	611,117	88,180
	832,583	390,620

3 Trade and other receivables

Trade debtors	8,009	49,568
	8,009	49,568

Notes to the Financial Statements
For the Year Ended 30 June 2021

	2021	2020
	\$	\$
4 Property, plant and equipment		
Buildings	66,850	66,850
Improvements	137,148	137,148
Accumulated depreciation	<u>(21,465)</u>	<u>(18,298)</u>
	182,533	185,700
Plant and equipment	8,894	8,894
Accumulated depreciation	<u>(8,450)</u>	<u>(8,173)</u>
	444	721
Wheelchairs	23,825	23,825
Accumulated depreciation	<u>(23,825)</u>	<u>(23,557)</u>
	-	268
Motor vehicles	153,397	153,397
Accumulated depreciation	<u>(119,561)</u>	<u>(103,515)</u>
	33,836	49,882
Office equipment	22,977	20,692
Accumulated depreciation	<u>(18,807)</u>	<u>(15,916)</u>
	4,170	4,776
Total property, plant and equipment	<u>220,983</u>	<u>241,347</u>
5 Intangible Assets		
Salesforce CRM	59,547	59,547
less accumulated amortisation	<u>(19,651)</u>	<u>-</u>
	<u>39,896</u>	<u>59,547</u>

During 2020 a consultant was contracted to assist New Horizons Inc to identify and implement an appropriate customer relationship management (CRM) solution. Following this a group was hired to design the software to meet the association's needs and to conduct staff training. The purpose of the database is to have an online/cloud solution to maintain information on members, donors, supporters and volunteers that could be accessed from anywhere.

Notes to the Financial Statements
For the Year Ended 30 June 2021

	2021	2020
	\$	\$
6 Trade and other payables		
Trade creditors	4,305	9,937
Net GST payable	34,234	(2,201)
Payroll clearing	2,184	4,420
Superannuation clearing	4,853	4,791
	<u>45,576</u>	<u>16,947</u>
7 Borrowings		
Credit cards	2,514	1,572
	<u>2,514</u>	<u>1,572</u>
8 Deferred income		
Grants received in advance	308,434	-
	<u>308,434</u>	<u>-</u>
9 Provisions		
Current liabilities		
Current employee entitlements	51,483	46,588
	<u>51,483</u>	<u>46,588</u>

Finance Officer's Declaration

In the opinion of the finance officer the financial report as set out on pages 1-7:

1. Presents fairly the results of the operations of New Horizons Club Inc as at 30 June 2021 and the state of its affairs for the year ended on that date.
2. at the date of this statement, there are reasonable grounds to believe that New Horizons Club Inc will be able to pay its debts as and when they fall due.

Finance Officer 
Justin Marshall

Dated 19/10/2021

Auditor's Independence Declaration

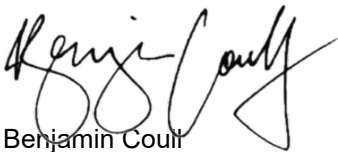
To the directors of New Horizons Club Inc

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as auditor of New Horizons Club Inc for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- b) No contraventions of any applicable code of professional conduct in relation to the audit.



Synectic Audit & Assurance Pty Ltd



Benjamin Coull
Director

Date: 19/10/2021

Independent Auditor's Report

To the members of New Horizons Club Inc

Report on the Audit of the Financial Report

We have audited the financial report, being a special purpose financial report of New Horizons Club Inc, which comprises the balance sheet as at 30 June 2021, the statement of profit or loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the finance officer's declaration.

Qualified Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the completeness of revenue, the accompanying financial report of New Horizons Club Inc has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the entity's financial position as at 30 June 2021 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2012*.

Basis for Qualified Auditor's Opinion

Donations and fundraising is a significant source of revenue for New Horizons Club Inc. The committee has determined that it is impracticable to establish control over the collection of this revenue prior to its entry into the financial records. Accordingly, as the evidence available to us regarding revenue from this source was limited, our audit procedures with respect to donations and fundraising was restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion as to the completeness of the association's revenue.

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 for the purpose of fulfilling the committee's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial

Report section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ACNC Act and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Committee for the Financial Report

The committee of the Association are responsible for the preparation of the financial report that gives a true and fair view in accordance with the ACNC Act and for such internal control as the committee determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Synectic Audit & Assurance Pty Ltd



Benjamin Coull
Director

Date: 19/10/2021









Financial Statement and Audit Report New Horizons Club Inc

Final Audit Report

2021-10-19

Created:	2021-10-17
By:	Jenny Davis (Jennyd@synecticgroup.com.au)
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Transaction ID:	CBJCHBCAABAAGPm32QODfhvuOSfmgdQ9L24tJtnc3cuA

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