

# **New Horizons Club Inc**

## **Financial Statements**

**For the Year Ended 30 June 2020**

**New Horizons Club Inc**

## **Financial Statements**

**For the Year Ended 30 June 2020**

<b>Contents</b>	<b>Page</b>
Income Statement	1
Balance Sheet	2
Notes to the Financial Statements	3
Finance Officer's Declaration	7
Auditors Independence Declaration	8
Independent Audit Report	9

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 2020

	Note	2020 \$	2019 \$
<b>INCOME</b>			
Donations and bequests		57,152	80,816
Equipment hire		6,427	7,874
Fundraising		88,732	80,990
Grants		271,311	307,028
Interest received		4,499	6,290
Member subscriptions		7,162	7,812
Merchandising		741	206
Other revenue		9,354	392
Rental income		3,127	1,891
Sponsorship		1,818	13,913
Sports and activities fees		35,439	35,804
COVID-19 subsidies		105,674	-
<b>Total Income</b>		<b>591,436</b>	<b>543,016</b>
<b>EXPENSES</b>			
Accountancy and audit		2,430	2,360
Administration costs		83,180	88,220
Employment costs		287,674	249,091
Fundraising expenses		44,579	34,357
Insurance		12,629	16,651
Motor vehicle expenses		4,635	5,332
Occupancy costs		6,701	9,760
Other expenses		2,849	1,856
Sports and activities expenses		35,071	39,845
		<b>479,748</b>	<b>447,472</b>
<b>NET SURPLUS/(DEFICIT)</b>		<b>111,688</b>	<b>95,544</b>

The accompanying notes form part of these financial statements.

New Horizons Club Inc

**Balance Sheet**

30 June 2020

	Note	2020 \$	2019 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash	2	390,620	373,020
Trade and other receivables	3	49,568	16,210
<b>Total Current Assets</b>		<b>440,188</b>	<b>389,230</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	4	241,347	267,065
Intangible assets		59,547	-
<b>Total Non-Current Assets</b>		<b>300,894</b>	<b>267,065</b>
<b>TOTAL ASSETS</b>		<b>741,082</b>	<b>656,295</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	5	16,948	31,015
Borrowings	6	1,572	1,243
Provisions	7	46,588	59,752
<b>Total Current Liabilities</b>		<b>65,108</b>	<b>92,010</b>
<b>Non-Current Liabilities</b>			
<b>TOTAL LIABILITIES</b>		<b>65,108</b>	<b>92,010</b>
<b>NET ASSETS</b>		<b>675,974</b>	<b>564,285</b>
<b>EQUITY</b>			
Accumulated funds		675,975	564,286
<b>TOTAL EQUITY</b>		<b>675,975</b>	<b>564,286</b>

The accompanying notes form part of these financial statements.

## Notes to the Financial Statements

### For the Year Ended 30 June 2020

#### 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 grants are recognised as revenue in 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 2020

### 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.

## Notes to the Financial Statements

For the Year Ended 30 June 2020

	2020	2019
	\$	\$
<b>2 Cash</b>		
Cash on hand	70	70
Cheque accounts	36,344	24,066
ANZ online saver accounts	62,890	150,062
Tasmanian Perpetual Trustees - term deposit	203,136	198,822
CBA account	88,180	-
	<u>390,620</u>	<u>373,020</u>
<b>3 Trade and other receivables</b>		
Trade debtors	49,568	16,210
	<u>49,568</u>	<u>16,210</u>
<b>4 Property, plant and equipment</b>		
Buildings	66,850	66,850
Improvements	137,148	137,148
Accumulated depreciation	(18,298)	(13,920)
	<u>185,700</u>	<u>190,078</u>
Plant and equipment	8,894	8,894
Accumulated depreciation	(8,173)	(7,696)
	<u>721</u>	<u>1,198</u>
Wheelchairs	23,825	23,825
Accumulated depreciation	(23,557)	(22,411)
	<u>268</u>	<u>1,414</u>
Motor vehicles	153,397	153,397
Accumulated depreciation	(103,515)	(85,091)
	<u>49,882</u>	<u>68,306</u>
Office equipment	20,692	19,292
Accumulated depreciation	(15,916)	(13,223)
	<u>4,776</u>	<u>6,069</u>
<b>Total property, plant and equipment</b>	<u>241,347</u>	<u>267,065</u>

## Notes to the Financial Statements

For the Year Ended 30 June 2020

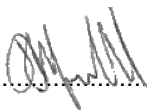
	2020	2019
	\$	\$
<b>5 Trade and other payables</b>		
Trade creditors	9,937	8,877
Net GST payable	(2,201)	9,175
Payroll clearing	4,420	8,561
Superannuation clearing	4,791	4,402
	<u>16,947</u>	<u>31,015</u>
<b>6 Borrowings</b>		
Credit cards	1,572	1,243
	<u>1,572</u>	<u>1,243</u>
<b>7 Provisions</b>		
Current liabilities		
Current employee entitlements	46,588	59,752
	<u>46,588</u>	<u>59,752</u>



**Finance Officer's Declaration**

In the opinion of the finance officer the financial report as set out on pages 1-6:

1. presents fairly the financial position of New Horizons Club Inc as at 30 June 2020 and its performance for the year ended on that date in accordance with the accounting policies outlined in Note 1 to the financial statements;
2. satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012 to prepare accounts; and
3. 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 20/10/2020


## Auditor's Independence Declaration

To the board 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 2020, 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: 20/10/2020

# 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 2020, the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the finance officer's statement.

## 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 2020 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 2013.

## 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 2012 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:

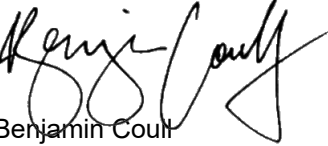
- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a 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: 20/10/2020









# Financial statements and Audit report New Horizons Club Inc

Final Audit Report

2020-10-20

Created:	2020-10-14
By:	Jenny Davis (Jennyd@synecticgroup.com.au)
Status:	Signed
Transaction ID:	CBJCHBCAABAAJ2Urn_jCy0RkWTOfxHKIdAJMdALDjZL0

## "Financial statements and Audit report New Horizons Club Inc" History

-  Document created by Jenny Davis (Jennyd@synecticgroup.com.au)  
2020-10-14 - 0:00:23 AM GMT- IP address: 144.130.101.82
-  Document emailed to Justin Marshall (jjmarshall001@gmail.com) for signature  
2020-10-14 - 0:02:04 AM GMT
-  Email viewed by Justin Marshall (jjmarshall001@gmail.com)  
2020-10-14 - 3:06:23 AM GMT- IP address: 66.249.80.98
-  Document e-signed by Justin Marshall (jjmarshall001@gmail.com)  
Signature Date: 2020-10-20 - 1:23:39 AM GMT - Time Source: server- IP address: 45.248.48.6
-  Document emailed to Ben Coull (benc@synecticgroup.com.au) for signature  
2020-10-20 - 1:23:44 AM GMT
-  Email viewed by Ben Coull (benc@synecticgroup.com.au)  
2020-10-20 - 3:48:34 AM GMT- IP address: 144.130.101.82
-  Document e-signed by Ben Coull (benc@synecticgroup.com.au)  
Signature Date: 2020-10-20 - 3:50:14 AM GMT - Time Source: server- IP address: 144.130.101.82
-  Agreement completed.  
2020-10-20 - 3:50:14 AM GMT