

**BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED.**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2005

	Notes	<u>2005</u>	<u>2004</u>
		\$	\$
Operating Revenue			
General		69,327	69,051
Indented Head		310,242	304,450
Portarlington		2,296,533	2,145,109
St Leonards		148,362	153,500
Zones		36,374	22,124
		<hr/>	<hr/>
Total Operating Revenue		2,860,838	2,694,234
 Operating Expense			
Advertising/Marketing		59,984	57,717
Bank Charges		14,826	24,522
Broad mowing		26,405	30,977
Cabin/Caretakers Improvements		12,623	36,578
Casual Wages		31,193	125,986
Computer Software/Service		21,287	19,532
Consultancy/Legal/Accounting/Audit Fees		19,735	10,851
Consumables (inc Laundry)		32,607	28,555
Contract Cleaning		205,302	224,817
Depreciation/Revalue		210,354	241,106
Electricity		155,380	153,957
Fiesta		18,862	20,468
Fuel/Freight		49,539	41,051
Gas		36,301	19,631
Insurance		54,218	79,694
Loan/Lease Interest		92,820	116,743
Memberships and Licences		11,222	9,836
Motor Vehicles/Repairs/Registration		61,000	45,649
Postage/Printing and Stationery		20,789	17,982
Security		36,070	33,296
Staff Cost including add ons		835,313	751,311
Telephone		20,237	20,339
Waste Disposal		111,784	113,772
Water Rates		49,981	45,702
Repairs and Maintenance		412,105	299,078
		<hr/>	<hr/>
Total Operating Expense		2,599,937	2,569,150
		<hr/>	<hr/>
Operating profit before Abnormal items		260,901	125,084
 Abnormal items		-	-
		<hr/>	<hr/>
Net Operating profit / (loss)	2	<u>260,901</u>	<u>125,084</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

BALANCE SHEET AS AT 30 JUNE 2005

	Notes	<u>2005</u> \$	<u>2004</u> \$
<u>Current Assets</u>			
Cash at Bank	3	195,066	(41,480)
Sundry Debtors		77,266	67,524
Total Current Assets		<u>272,332</u>	<u>26,044</u>
<u>Non Current Assets</u>			
Property Plant and Equipment	4	9,952,805	6,865,085
Total Non Current Assets		<u>9,952,805</u>	<u>6,865,085</u>
TOTAL ASSETS		<u>10,225,137</u>	<u>6,891,129</u>
<u>Current Liabilities</u>			
Creditors		119,828	142,265
Provisions	5	76,800	80,359
Unearned Income	6	877,053	820,894
Total Current Liabilities		<u>1,073,681</u>	<u>1,043,518</u>
<u>Loans & Hire Purchase Liabilities</u>			
Bank Loan		1,256,313	1,427,716
Hire Purchase Liability		146,615	98,267
Total Loans & Hire Purchase Liabilities		<u>1,402,928</u>	<u>1,525,983</u>
Total Liabilities		<u>2,476,609</u>	<u>2,569,501</u>
<u>NET ASSETS</u>		<u>7,748,528</u>	<u>4,321,628</u>
<u>Equity</u>			
Asset Revaluation Reserve		3,377,640	211,640
Accumulated Funds at Beginning of Year		4,109,987	3,984,904
Profit/(Loss) for Year		260,901	125,084
<u>TOTAL EQUITY</u>		<u>7,748,528</u>	<u>4,321,628</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2005

	Notes	<u>2005</u>	<u>2004</u>
		\$	\$
<u>Cash Flows From Operating Activities</u>			
Receipts from Customers		2,848,216	2,704,933
Payments to Suppliers and Employees		(2,266,600)	(2,214,567)
Interest Received		2,879	292
Interest and Finance Costs		(92,820)	(116,743)
Net Cash Flows From Operating Activities	7	491,675	373,915
<u>Cash Flows From Investing Activities</u>			
Proceeds from Sale of Equipment		-	-
Payments for Property, Plant and Equipment		(132,074)	(149,353)
Net Cash Flows From Investing Activities		(132,074)	(149,353)
<u>Net Cash Flows From Financing Activities</u>			
Proceeds from Borrowings		105,973	-
Repayment of Borrowings		(229,028)	(295,574)
Net Cash Flows From Financing Activities		(123,055)	(295,574)
Total Cash Flows from Activities		236,546	(71,012)
Cash at the Beginning of the Year		(41,480)	29,532
<u>Cash at the End of the Year</u>	7	195,066	(41,480)

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2005

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 Crown Land (Reserves) Act 1978. As the Associations Incorporation Act Victoria does not govern the corporation, the Committee of Management has determined that the corporation is not a reporting entity.

However, the financial report has been prepared in accordance with the requirements of the Association Incorporation Act Victoria and the following Australian Accounting Standards:

AAS 5: Materiality

AAS 8: Events Occurring after Reporting Date

AAS 17: Accounting for Leases

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Boards have been applied.

The financial report has been prepared on an accrual 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 specific 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 (deposits and bonds) is recognised and brought to account as income as and when the customer consumes the service.

b) Fixed Assets:

Freehold land and buildings are brought to account at cost or at independent valuation.

Additional buildings have been added to the asset revaluation reserve at the values assigned by the building valuation of 2004. The net increase is \$3,166,000 that has been added to the reserve to create a \$3,377,639.92 balance.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the corporation commencing from the time the asset is held ready for use.

c) Leases:

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the corporation, are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period. Lease assets are depreciated over their estimated useful lives.

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2005

1. **Statement Of Significant Accounting Policies (Cont)**

d) Employee Entitlements:

Provision is made for the corporation's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements have been measured at their nominal amount

e) Cash:

For the purposes of the Statement of Cash Flows, cash includes cash on hand, at banks and on deposit.

	<u>2005</u>	<u>2004</u>
	\$	\$
2. <u>Operating profit</u>		
Depreciation	210,354	241,106
Interest paid	92,820	116,743
Interest received	2,879	292
3. <u>Cash At Bank</u>		
Cash on Hand	3,442	3,304
Bendigo Overdraft Account	87,092	(7,479)
Bendigo Cash Management Account	100,125	-
CBA - Operating Account	-	(40,051)
CBA - Grant Account	-	40
Bendigo - Fiesta Committee	4,407	2,706
	<u>195,066</u>	<u>(41,480)</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2005

4. <u>Property, Plant and Equipment</u>	<u>2005</u> \$	<u>2004</u> \$
Buildings at Valuation	8,598,000	5,432,000
Property Improvements	741,657	730,573
Less: Accumulated Depreciation	<u>(434,155)</u>	<u>(392,886)</u>
	307,502	337,687
Sewer Plant	1,175,993	1,136,178
Less: Accumulated Depreciation	<u>(369,109)</u>	<u>(324,253)</u>
	806,884	811,925
Office Store & Workshop	429,606	418,197
Less: Accumulated Depreciation	<u>(379,369)</u>	<u>(358,019)</u>
	50,237	60,178
Motor Vehicles & Plant	405,780	334,663
Less: Accumulated Depreciation	<u>(323,957)</u>	<u>(293,585)</u>
	81,823	41,078
Parks Hall Furniture & Fittings	53,261	53,261
Less: Accumulated Depreciation	<u>(46,428)</u>	<u>(45,605)</u>
	6,833	7,656
On-Site Cabins & Contents	608,033	608,033
Less: Accumulated Depreciation	<u>(506,507)</u>	<u>(433,472)</u>
	101,526	174,561
Total Property, Plant and Equipment	<u><u>9,952,805</u></u>	<u><u>6,865,085</u></u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2005

5.	<u>Provisions</u>	<u>2005</u>	<u>2004</u>
		\$	\$
	Provision for Annual Leave	45,862	39,934
	Provision for Long Service Leave	30,938	40,425
		<u>76,800</u>	<u>80,359</u>

6.	<u>Unearned Income</u>		
	Deposits in Advance	856,883	800,044
	Bonds Held	20,170	20,850
		<u>877,053</u>	<u>820,894</u>

7. **Notes to Statement of Cash Flows**

Reconciliation of Cash

For the purpose of the statement of cash flows,
cash includes cash at bank and cash on hand

Cash on Hand	3,442	3,304
Bendigo Overdraft Account	87,092	(7,479)
Bendigo Cash Management Account	100,125	-
CBA – Operating Account	-	(40,051)
CBA – Grant Account	-	40
Bendigo – Fiesta Committee	4,407	2,706
	<u>195,066</u>	<u>(41,480)</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2005

	<u>2005</u>	<u>2004</u>
	\$	\$
7 (cont). Reconciliation of net cash flows from operating activities to operating profit.		
Operating Profit	260,901	125,084
<i>Non Cash Items</i>		
Depreciation	210,354	241,106
<i>Changes in Balance Sheet</i>		
(Increase)/Decrease in Receivable	(9,743)	10,991
Increase/(Decrease) in Payables	(25,996)	(39,410)
(Increase)/Decrease in Investments	-	-
Increase/(Decrease) in Deposits Held	56,159	36,144
	<hr/>	<hr/>
Net Cash Flows From Operating Activities	<u>491,675</u>	<u>373,915</u>

8 Events Occurring after Reporting Date

Since 30 June 2005, there are no matters or circumstances that have arisen which requires adjustments to or disclosure in the financial statements.

9 Tax Status

The activities of the entity are exempt from taxation.



Bellarine Bayside

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18 August 2005

LBW Chartered Accountants
PO Box 4115
GEELONG VIC 3220

Dear Sirs

I make the following representations at your request in connection with your examination of the accounts of Bellarine Bayside Foreshore Committee of Management Incorporated for the year ended 30 June 2005.

I do not know of any substantial liabilities as of 30 June 2005, which are not recorded in the records of the Committee or of any contingent assets or liabilities of material amounts except those disclosed in the financial statements.

Additional buildings have been added to the asset revaluation reserve at the values assigned by the building valuation of 2004. The net increase is \$3,166,000 that has been added to the reserve to create a \$3,377,639.92 balance.

To the best of my knowledge and belief, no events or transactions have occurred since 30 June 2005 or are pending or in prospect which would have a material effect upon the financial statements at that date or which are of such significance in relation to the Committee's affairs as to require mention in footnotes to the financial statements in order to make them not misleading as to the financial position or operations of the Association.

Yours faithfully

Peter Kenny
Chairman
Bellarine Bayside Committee of Management

Bellarine Bayside Foreshore Committee of Management Incorporated

Statement by Members of the Committee of Management.

The Committee of Management have determined that the association is not a reporting entity.

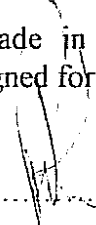
The Committee of Management have determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

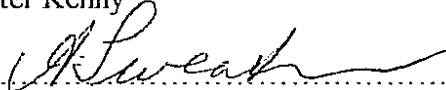
In the opinion of the Committee of Management, the financial report:

1. Presents fairly the financial position of the Bellarine Bayside Foreshore Committee of Management Incorporated as at 30 June 2005 and its performance for the year ended on that date; and
2. At the date of this statement, there are reasonable grounds to believe that Bellarine Bayside Foreshore Committee of Management Incorporated 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 of Management and is signed for and on behalf of the Committee of Management by

Chairperson


Peter Kenny

Treasurer


Arthur Sweatman

Dated: 18 August 2005

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED**

Scope

We have audited the attached financial report, being a special purpose financial report, of Bellarine Bayside Foreshore Committee of Management Incorporated for the year ended 30 June 2005 as set out in the preceding pages. The Committee of Management is responsible for the preparation and presentation of the financial report and has determined that the accounting policies used and described in Note 1 to the financial statements are appropriate. We have conducted an independent audit of the financial report in order to express an opinion to the members. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to the needs of the members.


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

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures 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 in accordance with the accounting policies described in Note 1 to the financial report. (These policies do not require the application of all Accounting Standards and UIG Consensus views).


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

Audit Opinion

In our opinion the financial report presents fairly in accordance with the accounting policies described in Note 1 to the financial report the financial position of Bellarine Bayside Foreshore Committee of Management Incorporated as at 30 June 2005 and the results of its operations for the year then ended.



LBW CHARTERED ACCOUNTANTS



**PETER LANDERS
PARTNER**

Dated: 18th August 2005