

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

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

	Notes	<u>2006</u>	<u>2005</u>
		\$	\$
Operating Revenue			
General		61,410	69,327
Indented Head		336,016	310,242
Portarlington		2,604,409	2,296,533
St Leonards		181,685	148,362
Zones		39,134	36,374
Total Operating Revenue		<u>3,222,654</u>	<u>2,860,838</u>
Operating Expense			
Advertising/Marketing		60,374	59,984
Bank Charges		14,933	14,826
Broad mowing		21,840	26,405
Cabin/Caretakers Improvements		13,774	12,623
Casual Wages		22,779	31,193
Computer Software/Service		28,074	21,287
Consultancy/Legal/Accounting/Audit Fees		20,834	19,735
Consumables (inc Laundry)		35,641	32,607
Contract Cleaning		238,118	205,302
Depreciation/Revalue		189,487	210,354
Electricity		151,837	155,380
Fiesta		15,712	18,862
Fuel/Freight		49,245	49,539
Gas		42,103	36,301
Insurance		36,735	54,218
Loan/Lease Interest		85,238	92,820
Memberships and Licences		12,405	11,222
Motor Vehicles/Repairs/Registration		66,012	61,000
Postage/Printing and Stationery		15,682	20,789
Security		48,581	36,070
Staff Cost including add ons		931,576	835,313
Telephone		25,313	20,237
Waste Disposal		132,781	111,784
Water Rates		61,487	49,981
Repairs and Maintenance		640,428	412,105
Works Grants		(653,176)	-
Capital Repairs		978,370	-
Total Operating Expense		<u>3,286,183</u>	<u>2,599,937</u>
Operating profit before Abnormal items		<u>(63,529)</u>	<u>260,901</u>
Abnormal items		-	-
Net Operating profit / (loss)	2	<u>(63,529)</u>	<u>260,901</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

BALANCE SHEET AS AT 30 JUNE 2006

<u>Current Assets</u>	Notes	<u>2006</u>	<u>2005</u>
		\$	\$
Cash at Bank	3	44,116	195,066
Grant Debtors		423,672	-
Sundry Debtors		64,039	77,266
Total Current Assets		<u>531,827</u>	<u>272,332</u>
<u>Non Current Assets</u>			
Property Plant and Equipment	4	9,836,800	9,952,805
Total Non Current Assets		<u>9,836,800</u>	<u>9,952,805</u>
TOTAL ASSETS		<u>10,368,627</u>	<u>10,225,137</u>
<u>Current Liabilities</u>			
Creditors	5	78,952	119,828
Grant Creditors		387,166	-
Provisions	6	95,963	76,800
Unearned Income	7	983,617	877,053
Total Current Liabilities		<u>1,545,698</u>	<u>1,073,681</u>
<u>Loans & Hire Purchase Liabilities</u>			
Bank Loan		1,074,234	1,256,313
Hire Purchase Liability		63,695	146,615
Total Loans & Hire Purchase Liabilities		<u>1,137,929</u>	<u>1,402,928</u>
Total Liabilities		<u>2,683,627</u>	<u>2,476,609</u>
<u>NET ASSETS</u>		<u>7,685,000</u>	<u>7,748,528</u>
<u>Equity</u>			
Asset Revaluation Reserve		3,377,640	3,377,640
Accumulated Funds at Beginning of Year		4,370,889	4,109,987
Profit/(Loss) for Year		(63,529)	260,901
<u>TOTAL EQUITY</u>		<u>7,685,000</u>	<u>7,748,528</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2006

	Notes	<u>2006</u> \$	<u>2005</u> \$
<u>Cash Flows From Operating Activities</u>			
Receipts from Customers		3,233,671	2,848,216
Receipts of Works Grants		229,504	-
Payments of Capital Repairs		(591,204)	-
Payments to Suppliers and Employees		(2,601,413)	(2,266,600)
Interest Received		2,210	2,879
Interest and Finance Costs		(85,238)	(92,820)
Net Cash Flows From Operating Activities	8	187,530	491,675
<u>Cash Flows From Investing Activities</u>			
Proceeds from Sale of Equipment		-	-
Payments for Property, Plant and Equipment		(73,481)	(132,074)
Net Cash Flows From Investing Activities		(73,481)	(132,074)
<u>Net Cash Flows From Financing Activities</u>			
Proceeds from Borrowings		-	105,973
Repayment of Borrowings		(264,999)	(229,028)
Net Cash Flows From Financing Activities		(264,999)	(123,055)
Total Cash Flows from Activities		(150,950)	236,546
Cash at the Beginning of the Year		195,066	(41,480)
<u>Cash at the End of the Year</u>	8	<u>44,116</u>	<u>195,066</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2006

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:

AASB 1031:	Materiality
AASB 110:	Events after the Balance Sheet Date
AASB 117:	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.

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 2006

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>2006</u>	<u>2005</u>
	\$	\$
2. <u>Operating profit</u>		
Depreciation	189,487	210,354
Interest paid	85,238	92,820
Interest received	2,210	2,879
3. <u>Cash At Bank</u>		
Cash on Hand	3,678	3,442
Bendigo Overdraft Account	35,313	87,092
Bendigo Cash Management Account	197	100,125
Bendigo – Fiesta Committee	4,928	4,407
	<u>44,116</u>	<u>195,066</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2006

	<u>2006</u>	<u>2005</u>
	\$	\$
4. <u>Property, Plant and Equipment</u>		
Buildings at Valuation	8,598,000	8,598,000
Property Improvements	741,657	741,657
Less: Accumulated Depreciation	(470,871)	(434,155)
	<u>270,786</u>	<u>307,502</u>
Sewer Plant	1,232,802	1,175,993
Less: Accumulated Depreciation	(420,551)	(369,109)
	<u>812,251</u>	<u>806,884</u>
Office Store & Workshop	446,278	429,606
Less: Accumulated Depreciation	(395,004)	(379,369)
	<u>51,274</u>	<u>50,237</u>
Motor Vehicles & Plant	405,780	405,780
Less: Accumulated Depreciation	(349,321)	(323,957)
	<u>56,459</u>	<u>81,823</u>
Parks Hall Furniture & Fittings	53,261	53,261
Less: Accumulated Depreciation	(47,143)	(46,428)
	<u>6,118</u>	<u>6,833</u>
On-Site Cabins & Contents	608,033	608,033
Less: Accumulated Depreciation	(566,121)	(506,507)
	<u>41,912</u>	<u>101,526</u>
Total Property, Plant and Equipment	<u><u>9,836,800</u></u>	<u><u>9,952,805</u></u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2006

	<u>2006</u>	<u>2005</u>
5. <u>Creditors</u>	\$	\$
Accounts Payable	73,492	115,789
FBT Tax Liability	2,179	2,272
Payroll Tax Liability	1,094	1,461
PAYG Tax Liability	12,644	14,356
Superannuation Liability	5,859	5,865
GST Payable	(16,316)	(19,915)
	78,952	119,828
6. <u>Provisions</u>	\$	\$
Provision for Annual Leave	59,540	45,862
Provision for Long Service Leave	36,423	30,938
	95,963	76,800
7. <u>Unearned Income</u>		
Deposits in Advance	963,127	856,883
Bonds Held	20,490	20,170
	983,617	877,053
8. <u>Notes to Statement of Cash Flows</u>		
Reconciliation of Cash		
For the purpose of the statement of cash flows, cash includes cash at bank and cash on hand		
Cash on Hand	3,678	3,442
Bendigo Overdraft Account	35,313	87,092
Bendigo Cash Management Account	197	100,125
Bendigo – Fiesta Committee	4,928	4,407
	44,116	195,066

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2006

	<u>2006</u>	<u>2005</u>
8 (cont). Reconciliation of net cash flows from operating activities to operating profit.	\$	\$
Operating Profit	(63,529)	260,901
<i>Non Cash Items</i>		
Depreciation	189,487	210,354
<i>Changes in Balance Sheet</i>		
(Increase)/Decrease in Receivable	13,227	(9,743)
(Increase)/Decrease in Grant Debtors	(423,672)	
Increase/(Decrease) in Payables	(21,713)	(25,996)
Increase/(Decrease) in Grant Creditors	387,166	
(Increase)/Decrease in Investments	-	-
Increase/(Decrease) in Deposits Held	106,564	56,159
	<hr/>	<hr/>
Net Cash Flows From Operating Activities	<u>187,530</u>	<u>491,675</u>

9 Events Occurring after Reporting Date

Since 30 June 2006, there are no matters or circumstances that have arisen which requires adjustments to or disclosure in the financial statements.

10 Tax Status

The activities of the entity are exempt from taxation.



Bellarine Bayside

PO Box 40, Portarlington VIC 3223

Phone: 5259 3311

Fax: 5259 3564

E-mail: genmgr@bellarinebayside.com.au

3 August 2006

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 2006.

I do not know of any substantial liabilities as of 30 June 2006, that 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.

Capital repairs have been separated from repairs and maintenance and any associated works grants have been expensed. By effectively netting off grant receipts and expenditures the revenue and expense growth is not artificially affected.

To the best of my knowledge and belief, no events or transactions have occurred since 30 June 2006 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

John Gillett
Chairman
Bellarine Bayside Committee of Management

**Bellarine Bayside Foreshore Committee of Management
Incorporated**

Statement by Members of the Committee of Management.

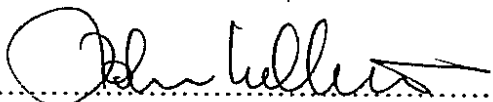
The Committee of Management have determined that the association is not a reporting entity.

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 2006 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 

John Gillett

Treasurer 

Arthur Sweatman

Dated: 3 August 2006

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 2006 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 2006 and the results of its operations for the year then ended.

LBW CHARTERED ACCOUNTANTS

**ANDREW WIERZBOWSKI
PARTNER**

Dated: 3 August 2006