

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

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007**

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007

	Notes	<u>2007</u>	<u>2006</u>
		\$	\$
Operating Revenue			
General		81,182	61,410
Indented Head		394,905	336,016
Portarlington		2,796,063	2,604,409
St Leonards		199,990	181,685
Zones		47,394	39,134
Total Operating Revenue		<u>3,519,534</u>	<u>3,222,654</u>
Operating Expense			
Advertising/Marketing		71,857	60,374
Bank Charges		16,834	14,933
Broad mowing		22,495	21,840
Cabin/Caretakers Improvements		10,628	13,774
Casual Wages		13,983	22,779
Computer Software/Service		36,159	28,074
Consultancy/Legal/Accounting/Audit Fees		18,610	20,834
Consumables (inc Laundry)		32,304	35,641
Contract Cleaning		238,038	238,118
Depreciation/Revalue		176,652	189,487
Electricity		148,991	151,837
Fiesta		454	15,712
Fuel/Freight		53,904	49,245
Gas		34,340	42,103
Insurance		44,790	36,735
Loan/Lease Interest		67,578	85,238
Memberships and Licences		10,984	12,405
Motor Vehicles/Repairs/Registration		79,967	66,012
Postage/Printing and Stationery		20,589	15,682
Security		34,634	48,581
Staff Cost including add ons		1,133,359	931,576
Telephone		26,387	25,313
Waste Disposal		137,910	132,781
Water Rates		41,604	61,487
Repairs and Maintenance		393,444	640,428
Works Grants		(57,734)	(653,176)
Capital Repairs		512,989	978,370
Total Operating Expense		<u>3,321,750</u>	<u>3,286,183</u>
Operating profit before Abnormal items		<u>197,784</u>	<u>(63,529)</u>
Abnormal items		-	-
Net Operating profit / (loss)	2	<u><u>197,784</u></u>	<u><u>(63,529)</u></u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

BALANCE SHEET AS AT 30 JUNE 2007

<u>Current Assets</u>	Notes	<u>2007</u> \$	<u>2006</u> \$
Cash at Bank	3	488,940	44,116
Grant Debtors		37,950	423,672
Sundry Debtors		55,030	64,039
Total Current Assets		<u>581,920</u>	<u>531,827</u>
 <u>Non Current Assets</u>			
Property Plant and Equipment	4	15,603,603	9,836,800
Total Non Current Assets		<u>15,603,603</u>	<u>9,836,800</u>
 TOTAL ASSETS		 <u>16,185,523</u>	 <u>10,368,627</u>
 <u>Current Liabilities</u>			
Creditors	5	169,499	78,952
Grant Creditors		-	387,166
Provisions	6	-126,406	95,963
Unearned Income	7	1,163,709	983,617
Total Current Liabilities		<u>1,459,614</u>	<u>1,545,698</u>
 <u>Loans & Hire Purchase Liabilities</u>			
Bank Loan		880,813	1,074,234
Hire Purchase Liability		107,462	63,695
Total Loans & Hire Purchase Liabilities		<u>988,275</u>	<u>1,137,929</u>
 Total Liabilities		 <u>2,447,889</u>	 <u>2,683,627</u>
 <u>NET ASSETS</u>		 <u>13,737,634</u>	 <u>7,685,000</u>
 <u>Equity</u>			
Asset Revaluation Reserve		9,232,490	3,377,640
Accumulated Funds at Beginning of Year		4,307,360	4,370,889
Profit/(Loss) for Year		197,784	(63,529)
 <u>TOTAL EQUITY</u>		 <u>13,737,634</u>	 <u>7,685,000</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2007

	Notes	<u>2007</u>	<u>2006</u>
		\$	\$
<u>Cash Flows From Operating Activities</u>			
Receipts from Customers		3,523,985	3,233,671
Receipts of Works Grants		443,456	229,504
Payments of Capital Repairs		(900,155)	(591,204)
Payments to Suppliers and Employees		(2,321,183)	(2,601,413)
Interest Received		4,558	2,210
Interest and Finance Costs		(67,578)	(85,238)
Net Cash Flows From Operating Activities	8	683,083	187,530
<u>Cash Flows From Investing Activities</u>			
Proceeds from Sale of Equipment		-	-
Payments for Property, Plant and Equipment		(88,605)	(73,481)
Net Cash Flows From Investing Activities		(88,605)	(73,481)
<u>Net Cash Flows From Financing Activities</u>			
Proceeds from Borrowings		67,302	-
Repayment of Borrowings		(216,956)	(264,999)
Net Cash Flows From Financing Activities		(149,654)	(264,999)
Total Cash Flows from Activities		444,824	(150,950)
Cash at the Beginning of the Year		44,116	195,066
<u>Cash at the End of the Year</u>	8	488,940	44,116

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007

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 2007

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>2007</u>	<u>2006</u>
	\$	\$
2. <u>Operating profit</u>		
Depreciation	176,652	189,487
Interest paid	67,578	85,238
Interest received	4,558	2,210
3. <u>Cash At Bank</u>		
Cash on Hand	3,810	3,678
Bendigo Overdraft Account	85,066	35,313
Bendigo Cash Management Account	400,064	197
Bendigo – Fiesta Committee	-	4,928
	488,940	44,116

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007

	<u>2007</u>	<u>2006</u>
	\$	\$
4. <u>Property, Plant and Equipment</u>		
Buildings at Valuation	14,452,850	8,598,000
Property Improvements	741,657	741,657
Less: Accumulated Depreciation	(506,759)	(470,871)
	<u>234,898</u>	<u>270,786</u>
Sewer Plant	1,232,802	1,232,802
Less: Accumulated Depreciation	(473,846)	(420,551)
	<u>758,956</u>	<u>812,251</u>
Office Store & Workshop	455,851	446,278
Less: Accumulated Depreciation	(410,482)	(395,004)
	<u>45,369</u>	<u>51,274</u>
Motor Vehicles & Plant	484,812	405,780
Less: Accumulated Depreciation	(378,685)	(349,321)
	<u>106,127</u>	<u>56,459</u>
Parks Hall Furniture & Fittings	53,261	53,261
Less: Accumulated Depreciation	(47,858)	(47,143)
	<u>5,403</u>	<u>6,118</u>
On-Site Cabins & Contents	608,033	608,033
Less: Accumulated Depreciation	(608,033)	(566,121)
	<u>-</u>	<u>41,912</u>
Total Property, Plant and Equipment	<u>15,603,603</u>	<u>9,836,800</u>

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007

5.	<u>Creditors</u>	<u>2007</u> \$	<u>2006</u> \$
	Accounts Payable	164,106	73,492
	FBT Tax Liability	2,162	2,179
	Payroll Tax Liability	-	1,094
	PAYG Tax Liability	15,277	12,644
	Superannuation Liability	7,982	5,859
	GST Payable	(20,028)	(16,316)
		169,499	78,952
6.	<u>Provisions</u>	\$	\$
	Provision for Annual Leave	86,173	59,540
	Provision for Long Service Leave	40,233	36,423
		126,406	95,963
7.	<u>Unearned Income</u>		
	Deposits in Advance	1,141,949	963,127
	Bonds Held	21,760	20,490
		1,163,709	983,617
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	3,810	3,678
	Bendigo Overdraft Account	85,066	35,313
	Bendigo Cash Management Account	400,064	197
	Bendigo – Fiesta Committee	-	4,928
		488,940	44,116

BELLARINE BAYSIDE FORESHORE
COMMITTEE OF MANAGEMENT INCORPORATED

NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007

	<u>2007</u>	<u>2006</u>
	\$	\$
8 (cont). Reconciliation of net cash flows from operating activities to operating profit.		
Operating Profit	197,784	(63,529)
<i>Non Cash Items</i>		
Depreciation	176,652	189,487
<i>Changes in Balance Sheet</i>		
(Increase)/Decrease in Receivable	9,008	13,227
(Increase)/Decrease in Grant Debtors	385,722	(423,672)
Increase/(Decrease) in Payables	120,991	(21,713)
Increase/(Decrease) in Grant Creditors	(387,166)	387,166
(Increase)/Decrease in Investments	-	-
Increase/(Decrease) in Deposits Held	180,092	106,564
	<hr/>	<hr/>
Net Cash Flows From Operating Activities	<u>683,083</u>	<u>187,530</u>

9 Events Occurring after Reporting Date

Since 30 June 2007, 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.

**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 2007 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 2007 and the results of its operations for the year then ended.

LBW CHARTERED ACCOUNTANTS



**ANDREW WIERZBOWSKI
PARTNER**

Dated: 9 August 2007



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25 July 2007

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 2007.

I do not know of any substantial liabilities as of 30 June 2007, 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.

Buildings have been revalued which increased the asset revaluation reserve by \$5,854,500.

To the best of my knowledge and belief, no events or transactions have occurred since 30 June 2007 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.

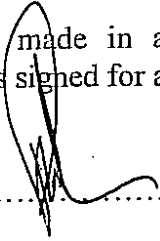
The Committee of Management have determined that the association is not a reporting entity.

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.

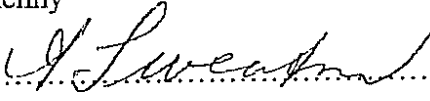
In the opinion of the Committee of Management, the financial report:

1. Presents fairly the financial position of the Bellarine Bayside Foreshore Committee of Management Incorporated as at 30 June 2007 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: 25 July 2007