

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF  
TAMARAMA SURF LIFE SAVING CLUB INCORPORATED  
ABN 44 608 168 834**

**Report on the Audit of the Financial Report**

**Qualified Audit Opinion**

I have audited the financial report of Tamarama Surf Life Saving Club Incorporated (the Club) which comprises:

- a. the Balance Sheet as at 30 April 2019;
- b. the Profit & Loss Statement and Statement of Cash Flows for the year then ended;
- c. Notes to the Financial Report, including a summary of significant accounting policies; and
- d. the Declaration by the Executive Committee.

In my opinion, except for the possible effects of the matter described in the *Basis for Qualified Audit Opinion* below:

- a. The financial report of the Club:  
Complies with the provisions of the Charitable Fundraising Act 1991, the Associations Incorporation Act 2009 and the Regulations under those Acts, including giving a true and fair view of the Financial Position as at 30 April 2019 and the Financial Performance and Cash Flows for the year then ended, and complying with Australian Accounting Standards to the extent as detailed in the Notes to the Financial Report.  
Provides a true and fair statement of the financial results of fundraising appeals conducted by the Club during the financial year.
- b. At the date of this report there are reasonable grounds to believe that the Club will be able to meet its commitments to creditors as they fall due.

**Basis for Audit Opinion**

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* below. I am independent of the Club in accordance with the auditor independence requirements of the Associations Incorporation Act 2009 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 my audit of the financial report. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**Basis for Qualified Audit Opinion**

Receipts from donations and other cash fundraising activities are a significant source of revenue for the Club. The Club has determined that it is impracticable to establish control over the collection of such revenues prior to entry into its financial records. Accordingly, as the evidence available to me regarding revenues from this source was limited, my audit procedures had to be restricted to the amounts recorded in the financial records. I therefore am unable to express an opinion whether the donations and other cash fundraising revenues recorded by the Club are complete.

### **Matter of Emphasis**

Attention is drawn to Notes the Financial Statements 1c): Summary of Significant Accounting Policies / Property Plant and Equipment / Building Expenditure.

“The Club premises are not occupied under the provisions of a Property Lease. While cognisant of the absence of a right of occupancy, the Club has an accounting policy of capitalising building development expenditure.

During the reporting period, payment of \$46,230 was made under a Deed of Release with a Project Manager contracted to the Club.

The Committee believes that both the Deed of Release payment, and the total cost of capitalised Building Expenditure of \$475,324 (2018: \$415,372), are justified in being shown at their carrying amounts.”

My opinion is not modified in respect of this matter.

### **Other Information**

The Executive Committee is responsible for the other information. The other information comprises the information included in the Company’s annual report for the year ended 30 April 2019, but does not include the financial report and my auditor’s report. My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

### **Executive Committee Responsibility for the Financial Report**

Executive Committee of the Club is responsible for:

- a. the preparation of the financial report that gives a true and fair view in accordance with the Charitable Fundraising Act 1991, the Associations Incorporation Act 2009, the Regulations under those Acts and Australian Accounting Standards to the extent detailed in the Notes to the Financial Statements; and
- b. such internal control as the Executive Committee determines 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 Executive Committee is responsible for assessing the Club’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 Executive Committee either intends to liquidate the Club or to cease operations, or has no realistic alternative but to do so.

### **Auditor’s Responsibilities for the Audit of the Financial Report**

My 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 my 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.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website <http://www.auasb.gov.au/Home.aspx> This description forms part of my auditor's report.

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Thomas O. Nolan, Registered Company Auditor No. 301706  
Sydney, NSW. Dated: .....2019

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