

ROTARY CLUB OF NORTH BALWYN INC.

ABN 15 960 124 742

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th JUNE 2021

Annual General Meeting

November 2021



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INDEPENDENT AUDITOR'S REPORT

To the members of Rotary Club North Balwyn Inc.

Qualified Opinion

I have audited the special purpose financial report of Rotary Club of North Balwyn Inc. (the Club), which comprises the balance sheets of the administration account and the service account as at 30 June 2021, the income and expenditure statement for the administration account and the service account for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Board's declaration.

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial report presents fairly, in all material respects, the financial position of the Club as at 30 June 2021, and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial report and the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

Basis for Qualified Opinion

Cash donations are a significant source of fundraising revenue for Rotary Club of North Balwyn Inc. The Club has determined that it is impracticable to establish control over the collection of fundraising revenue prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our procedures with respect to cash donations had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether cash donations of Rotary Club of North Balwyn Inc. recorded are complete.

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* section of our report. I am independent of the Club in accordance with 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. I have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial statements have been prepared for the purpose of fulfilling the Board Members' financial reporting responsibilities under the *Associations Incorporation Reform*

Act 2012. As a result, the financial statements may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Report

The Board is responsible for the preparation and fair presentation of the financial statements and have determined that the basis of preparation described in the Notes to the financial report is appropriate to meet the requirements of the *Associations Incorporation Reform Act 2012* and is appropriate to meet the needs of the members. The Board's responsibility also includes such internal control as the Board determines is necessary to enable the preparation fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Club's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

The Board is responsible for overseeing the Club's financial reporting process.

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 at http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of my audit report.

A handwritten signature in blue ink, appearing to read 'Susan Barbour', written in a cursive style.

Susan Barbour

Baumgartner Audit Pty Ltd

Date: 30 July 2021

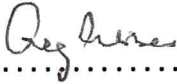
Melbourne



ROTARY CLUB OF NORTH BALWYN INC.
ABN 15 960 124 742

STATEMENT BY THE PRESIDENT and TREASURER 2020/2021

We have reviewed the accompanying financial report being the Income and Expenditure Statements for the Administration and Service accounts, Balance Sheets and notes to and forming part of the financial statements and confirm that, in our opinion, they fairly represent the financial position of the Rotary Club of North Balwyn Inc. as at 30th June 2021 and its performance for the year ended on that date.

President 2020/2021

Greg Cribbes

Treasurer 2020/2021

Geoff Haddy

Dated this 29th day of July 2021

ROTARY CLUB OF NORTH BALWYN INC.
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STATEMENT BY MEMBERS OF THE BOARD

The Board have determined that the Club is not a reporting entity and this special purpose financial report should be prepared in accordance with the accounting policies outlined in notes to the financial statements.

In the opinion of the Board the accompanying financial report being the Income and Expenditure Statements and Balance Sheets for the Administration and Service Accounts, and notes to and forming part of the financial statements:

1. Fairly presents the financial position of the Rotary Club of North Balwyn Inc. as at 30th June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the Rotary Club of North Balwyn Inc. will be able to pay its debts as and when they fall due.
3. This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:

President 2021/2022.....

Maurie Walters

Treasurer 2021/2022.....

Geoff Haddy

Dated this 29th day of July 2021

ROTARY CLUB OF NORTH BALWYN INC.

ABN 15 960 124 742

ADMINISTRATION ACCOUNT

INCOME AND EXPENDITURE STATEMENT FOR 12 MONTHS ENDED 30th JUNE 2021

		NET ASSETS AT START OF YEAR		\$13,451
To 30th June 2020		INCOME		
\$22,895	\$22,895	Subscriptions		
		Members	\$20,533	\$20,533
\$747		Club donations and Int. F/raising		
\$78	\$825	Fines	\$174	
		In-house raffles, gifts, fundraising	\$450	\$624
\$44,739		Meals and EFTPOS		
\$(42,202)		Meal payments received	\$28,157	
\$(1,566)		Meal costs paid	\$(26,409)	
\$909		Meal costs guests/ hospitality	\$(1,172)	
\$(723)	\$1,157	Surcharge received	\$0	
	\$73	Merchant service fees	\$(527)	\$49
	\$23	Sale of Club items		
		Interest		
				\$0
				\$6
\$24,973		TOTAL INCOME		\$21,212
		EXPENDITURE		
		Administration costs		
\$1,069		Accounting services software	\$812	
\$59		Annual return fee	\$244	
\$2,000		Audit fee	\$1,250	
\$0		Bank charges	\$1	
\$1,093		Club items	\$351	
\$180		Club Directory	\$200	
\$308		Donations gifts and flowers	\$441	
\$590		Family of Rotary	\$1,051	
\$188		Furniture & equipment	\$172	
\$122		Postage & PO box	\$392	
\$1,000		President's Allowance	\$1,000	
\$102		P&S – general (incl. Ann. Rept.)	\$140	
\$228		P&S - Treasury	\$197	
\$402		P&S - Secretarial	\$177	
\$150		Speakers' gifts	\$14	
\$821		Website maintenance	\$1,150	
\$0	\$8,312	Other admin. & sundry expenses	\$27	\$7,619
	\$56	Membership project		
		Rotary subscriptions & dues		
\$2,597		Rotary Down Under	\$2,101	
\$6,604		RI – per capita fees	\$6,150	
\$5,518		District levy	\$4,732	
\$0		District subsidy	\$(2,050)	
\$1,997		District insurance	\$1,884	
\$132	\$16,848	Other Rotary subs and dues	\$111	\$12,928
	\$224	Club & fellowship functions		
	\$1,000	RCNB History - allocation		
				\$400
				\$1,000
\$26,440		TOTAL EXPENDITURE		\$22,105
\$(1,467)		SURPLUS (DEFICIT) for the year		\$(893)
		NET ASSETS AT END OF YEAR		\$12,558

ROTARY CLUB OF NORTH BALWYN INC.

ABN 15 960 124 742

ADMINISTRATION ACCOUNT

BALANCE SHEET AT 30th JUNE 2021

At 30 th June 2020		ASSETS	
		Cash at Bank	
\$14,930	\$14,930	Bendigo Bank cheque account	\$15,554
			\$15,554
		Other current assets	
\$970	\$970	Deposits and pre-payments	\$801
			\$801
\$15,900		TOTAL ASSETS	\$16,355
		LIABILITIES	
		Current liabilities	
\$(551)	\$(551)	GST due to (from) ATO	\$(203)
			\$(203)
		Provisions	
\$3,000	\$3,000	RCNB History Project	\$4,000
			\$4,000
\$2,449		TOTAL LIABILITIES	\$3,797
\$13,451		NET ASSETS	\$12,558
		These NET ASSETS are recorded as:	
		Committed funds	
\$1,100	\$1,100	Special Assistance Fund	\$1,100
			\$1,100
	\$12,351	Uncommitted funds	\$11,458
\$13,451		NET ASSETS	\$12,558

ROTARY CLUB OF NORTH BALWYN INC.

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SERVICE ACCOUNT

INCOME AND EXPENDITURE STATEMENT FOR 12 MONTHS ENDED 30th JUNE 2021

(First page)

NET ASSETS AT START OF YEAR		\$146,032
To 30th June 2020	INCOME	
	Fundraising Projects	
\$24,410	Catering events	\$5,533
\$0	Marquee Use	\$750
\$9,748	Camberwell Market	\$10,547
\$20,148	Golf Day	\$13,163
\$13,575	Grand Prix	\$0
\$67,881		\$29,993
	Other Fundraising/ Donations IN	
\$0	Jams for RAM	\$615
\$2,300	Christmas Fare	\$0
\$0	Club raffles	\$1,995
\$45	Five cent collection	\$62
\$0	Hot X buns	\$88
\$350	Entertainment guide	\$0
\$1,484	Lift the Lid donations rec'd	\$0
\$0	Wine sale commission	\$1,045
\$137	Rotary fruit cakes	\$0
\$270	Singalong fundraisers	\$600
\$385	Sale of items donated	\$0
\$772	Silverpot collections	\$201
\$1,800	Interact Club of Balwyn High	\$0
\$0	Op shop donations	\$2,600
\$5,479	Donations from members	\$3,128
\$6,195	VSF Donations	\$7,592
\$1,804	Other donations rec'd	\$100
\$213	Misc. Fundraising	\$0
\$0	Insurance proceeds	\$3,243
\$21,234		\$21,269
	Grants/ Major Project Donations	
\$30,000	DRP grants/ donations IN.	\$0
\$0	D9800 Yr. 11-12 scholarship grant	\$500
\$0	Sri Lanka grant	\$2,342
\$0	Vietnam Ultrasound contributions	\$1,100
\$7,500	Vietnam development (dental program)	\$0
\$0	Vietnam water & sanitation contributions	\$2,500
\$0	Volunteering Victoria grant	\$3,000
\$37,500		\$9,442
\$507	Interest	\$83
\$127,122	TOTAL INCOME	\$60,787
	EXPENDITURE	
	General and operating expenses	
\$102	Bank charges	\$10
\$(227)	BBQ Trailer expenses	\$471
\$0	Service equipment	\$5,103
\$141	Sundry expenses	\$78
\$16		\$5,662

See second page

ROTARY CLUB OF NORTH BALWYN INC.

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SERVICE ACCOUNT

INCOME AND EXPENDITURE STATEMENT FOR 12 MONTHS ENDED 30th JUNE 2021

(Second page)

To 30 th June 2020		EXPENDITURE (Continued)	
		Community Service	
\$0		Indigenous project	\$7,500
\$0		Chances Scholarship	\$2,000
\$0		Boroondara Community Outreach	\$1,528
\$(111)		Gardens project	\$109
\$589		DRP costs	\$41
\$50		DRP community events	\$0
\$50,000		DRP vouchers issued	\$0
\$(7,000)		DRP vouchers cancelled	\$(10,750)
\$500		Homeless initiative (Servants)	\$0
\$0		Camcare	\$1,069
\$1,200		Carols in the Park	\$0
\$1,484		ARH Lift the Lid	\$0
\$22,250		Australian Rotary Health	\$2,000
\$772		ARH ex silverpot Indig. Schp.	\$1,000
\$0		Food packaging	\$500
\$0		The Portsea Camp	\$2,000
\$0	\$69,734	RIMERN	\$1,000
			\$7,997
		Foundation Service	
\$5,000		Rotary Foundation (incl. \$100/speaker)	\$10,000
\$1,195		Royce Abbey Award	\$1,195
\$0	\$6,195	RI Dist 9800 End Polio	\$0
			\$11,195
		International Service	
\$3,500		DIK membership/ lease	\$3,500
\$1,000		DIK funding	\$0
\$5,000		Rotarians Against Malaria (RAM)	\$3,115
\$0		Solomons Spl (ex Thomas)	\$2,030
\$0		Sri Lanka project	\$7,027
\$0		Timor Leste aid	\$4,000
\$0		Vietnam Ultrasound project	\$2,200
\$0		Vietnam Water & Sanitation project	\$1,500
\$8,000		Vietnam Minh Hac & Phu Tho project	\$0
\$4,771		Lotus Education - Laos	\$2,580
\$500		Umoja – Youth Centre Tanzania	\$0
\$2,304	\$25,075	Vanuatu patient care packs	\$0
			\$25,952
		Youth Service	
\$1,458		Rotaract project	\$20
\$0		Rotaract funds expenditure	\$1,085
\$120		Reading in Schools Program	\$0
\$1,152		Lord Somers Camp	\$0
\$380		Youth Science Experience	\$190
\$836		RYLA	\$0
\$0		RYPEN	\$647
\$5,610		Youth support program	\$4,500
\$592		Youth cultural visit Mongolia OUT	\$0
\$8,536		Youth cultural visit Mongolia IN	\$0
\$(565)	\$18,119	Youth cultural visit - fundraising	\$0
			\$6,442
		See third page	

ROTARY CLUB OF NORTH BALWYN INC.

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SERVICE ACCOUNT

INCOME AND EXPENDITURE STATEMENT FOR 12 MONTHS ENDED 30th JUNE 2021

(Third page)

To 30 th June 2020		EXPENDITURE (Continued)	
		Vocational Service	
\$520		Community awards	\$0
\$2,300		Essay competition	\$2,300
\$0	\$2,820	Foundation D9800 Scholarship	\$1,000
			\$3,300
		Other Services and Donations OUT	
\$100		Beyond Blue	\$0
\$320		Cancer Council (relay 4 life)	\$0
\$0		Centenary project	\$602
\$2,320		Kyabram High School	\$0
\$500		RSL ANZAC Appeal	\$0
\$5,000		Scout Association	\$0
		Servants (DIK)	\$167
\$1,200	\$9,440	Other donations	\$181
			\$950
\$131,400		TOTAL EXPENDITURE	\$61,498
\$(4,278)		SURPLUS (DEFICIT) for the year	\$(711)
NET ASSETS AT END OF YEAR			\$145,320

ROTARY CLUB OF NORTH BALWYN INC.

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SERVICE ACCOUNT

BALANCE SHEET AT 30th JUNE 2021

At 30th June 2020		ASSETS	
		Cash at Bank	
\$20,725		Bendigo Bank cheque a/c	\$18,566
\$156,757	\$177,482	Bendigo Bank investment a/c	\$121,835
			\$140,401
		Other Assets	
\$0		Bunnings vouchers on hand	\$100
\$3,500		Deposits & pre-payments	\$0
\$500		Cash Advance - BBQs	\$500
\$0	\$4,000	Sundry debtors	\$4,281
			\$4,881
	\$181,482	TOTAL ASSETS	\$145,282
		LIABILITIES	
		Current Liabilities	
\$0		GST due to (from) ATO	\$(38)
\$50,000		DRP Vouchers (exp3/21) on issue	\$0
\$(14,550)	\$35,450	DRP Vouchers (exp3/21) redeemed	\$0
			\$(38)
	\$35,450	TOTAL LIABILITIES	\$(38)
	\$146,032	NET ASSETS	\$145,320
		These NET ASSETS are recorded as:	
		Committed funds	
\$9,000		Disaster Relief Fund	\$5,000
\$51,160		Drought Relief Program Fund	\$61,869
\$1,600		Fire Relief Fund	\$1,700
\$0		Homeless Projects Fund	\$4,000
\$0		RIMERN Fund	\$2,000
\$0		V'nam Minh Hac Phu Tho W&S Fund	\$2,500
\$10,000		Vietnam Dental Fund	\$10,000
\$25,000		President's (future proj.) Fund	\$20,000
\$6,000		Sri Lanka (container) Fund	\$0
\$3,500		DIK Fund	\$3,500
\$2,700		Rotaract (Bendigo Bank grant) Fund	\$2,680
\$0		Rotaract funds pending	\$515
\$2,000	\$110,960	Solomon (future proj.) Fund	\$0
			\$113,764
	\$35,072	Uncommitted funds	\$31,556
	\$146,032	NET ASSETS	\$145,320

ROTARY CLUB OF NORTH BALWYN INC.

ABN 15 960 124 742

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR 12 MONTHS ENDED 30th JUNE 2021**

Notes

Statement of Significant Accounting Policies

This financial report is a special purpose report prepared in order to satisfy the financial reporting requirements of the Association Incorporation Reform Act 2012, Victoria. The members of the board have determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the Association Incorporation Act 1981, Victoria and the following Australian Accounting Standards:

AASB 110 Events after the balance sheet date

No other applicable Accounting Standards, Urgent Issues, Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board 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.

(a) Income Tax. The association is exempt from income tax

(b) Other Assets. Equipment purchased is fully expensed in the year of purchase, unless otherwise provided.

Provisions

History Project Provision. This provision records the allocations made to ensure funds are set aside for production of a RCNB History in 2030 (the Club's 50th year).

Contingencies and Commitments

Committed funds in the balance sheet disclose amounts raised by the Club and agreed to be spent on specific projects. A summary of committed funds is as follows:

Administration

Special Assistance Fund. This fund is available to meet members' special needs as determined by the Board, and has remained unchanged for many years.

Service

Disaster Relief Fund. This fund was committed originally at the time of severe drought in Victoria to provide 'emergency funds' at time of need due to natural disasters. During 2019-20, the Board amended the earlier caveat on this fund which constrained its use. The fund is now available for disaster relief as the Board decides.

Drought Relief Program Fund. This fund, established in 2018-19, holds monies allocated or donated and not yet utilised in the Drought Relief Program.

Fire Relief Fund. This fund established in 2019-20 holds monies specifically designated to assist in project(s) related to fires in Victoria and elsewhere.

ROTARY CLUB OF NORTH BALWYN INC.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR 12 MONTHS ENDED 30th JUNE 2021

Notes (continued)

Homeless Projects Fund. This fund was established in 2020-21 initially to record funds committed to assist Servants Community Housing.

RIMERN Fund. This Fund established in 2020-21 holds monies set aside to meet RCNB's three year commitment towards establishing the Rotary Inner-Melbourne Emergency Relief Network.

Vietnam Minh Hac Phu Tho Water and Sanitation Fund. This fund established in 2020-21 holds monies allocated or donated by other Clubs for a water and sanitation project in Vietnam.

Vietnam Dental Fund. (Previously titled Vietnam Development Fund.) This fund established in 2019-20 holds monies allocated or donated by other Clubs for a dental project in Vietnam.

President's (future proj) Fund. This fund is designed to be built up over time and provide a significant corpus of funds to be available when a suitable opportunity arises, or to meet a major current unbudgeted project. Each President may choose, if funds are available, to add to this fund. In 2020-21 \$5K was released from the Fund to ease funding pressure in a difficult fundraising year.

Sri Lanka (container) Fund. This fund established 2019-20 and supplemented by a District grant, was used to fund a container with medical supplies for Sri Lanka. The Fund was NIL at 30/6/21.

DIK Fund. This fund ensures that the Club carries forward funds to offer support to the operation of the "Donations in Kind" business in partnering many RCNB activities.

Rotaract (Bendigo Bank grant) Fund. This fund was applied for and received in late 2017-18 for use in a Project to establish a Rotaract Club. This work is progressing and over half the original grant has been utilised.

Rotaract funds pending. This fund comprises monies arising from voluntary work by Rotaractors and held pending their decision on distribution.

Solomon (future proj.) Fund. (Formerly called Bequest 2018-19 Project). This fund arose from monies donated upon the death of an RCNB Member's wife who had a particular interest in humanitarian work on the Solomon Islands. The Club chose to add to that Fund, and the Fund was utilised in 2020-21. The Fund was NIL at 30/6/21.

Contingent Liability – Drought Relief Program. The Club is obliged to honour DRP vouchers as they are redeemed. At 30/6/21 all vouchers issued from March 2020 in relation to Numurkah and expiring 31/3/21 had either been redeemed or cancelled as unrepresented. At Balance Date there is no remaining Club contingent liability.