

**Frankston Business Chamber  
Incorporated**

ABN 73 324 996 442

Financial Statements  
For the year ended 31 December 2014

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**

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**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Committee's Report**  
**For the year ended 31 December 2014**

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Your committee members submit the financial accounts of the Frankston Business Chamber Incorporated for the financial year ended 31 December 2014.

### **Committee Members**

The names of committee members at the date of this report are:

Peter Patterson (President)  
Taso Tounis (Treasurer)  
Sanin Pasagic  
Dereen Wallace  
Jonathan Reichwald

### **Principal Activities**

The principal activities of the association during the financial year were: Business Development.

### **Significant Changes**

No significant change in the nature of these activities occurred during the year.

### **Operating Result**

The profit from ordinary activities after providing for income tax amounted to

Year ended 31 December 2014	Year ended 31 December 2013
\$	\$
6,002	(4,373)

Signed in accordance with a resolution of the Members of the Committee on:

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Peter Patterson (President)

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Taso Tounis (Treasurer)

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**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Income and Expenditure Statement**  
**For the year ended 31 December 2014**

	2014	2013
	\$	\$
<hr/>		
<b>Income</b>		
Interest received	924	949
Member subscriptions - Current year	57,337	53,038
Donations received	125	-
Major sponsorship	39,000	26,000
Golf day		
Entry fees	-	5,565
Sponsorship	-	3,800
	<hr/>	<hr/>
	-	9,365
Women connect	22,554	-
Network catering income	650	-
Other Sponsorship	2,300	-
Trade Expo	23,770	2,800
Trivia Night	6,217	-
Fund Raising	23,218	600
Award sponsorship	5,100	6,000
	<hr/>	<hr/>
Total income	181,195	98,752
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**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Income and Expenditure Statement**  
**For the year ended 31 December 2014**

	2014	2013
	\$	\$
<b>Expenses</b>		
Advertising and promotion	580	1,186
Awards	6,445	7,034
Audit fees	770	-
Bank Fees And Charges	3,132	728
Bookkeeping	1,047	-
Business breakfast	8,157	-
Depreciation	129	261
Frankston Tourism Membership	150	150
Fundraising costs	8,463	-
Golf day expenses	-	7,153
Holiday pay	(12)	-
Insurance	2,171	2,278
Long service leave	8,658	-
Newsletter and photocopying	-	1,650
Office Supplies	276	540
Post office box	107	99
Postage	869	1,115
Printing & stationery	165	1,633
Rent on land & buildings	4,950	6,600
Software	166	1,282
Staff training	1,844	1,037
Superannuation	6,582	5,466
Telephone	1,079	1,004
Trade Expo Expenses	19,821	1,838
Travel allowances	1,100	1,200
Wages	72,439	60,245
Website	3,265	-
Women connect expenses	20,562	-
Sundry Expenses	2,278	625
Total expenses	<u>175,193</u>	<u>103,125</u>
<b>Profit from ordinary activities before income tax</b>	<b>6,002</b>	<b>(4,373)</b>
Income tax revenue relating to ordinary activities	-	-
<b>Net profit attributable to the association</b>	<b><u>6,002</u></b>	<b><u>(4,373)</u></b>

The accompanying notes form part of these financial statements.

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Income and Expenditure Statement**  
**For the year ended 31 December 2014**

	2014 \$	2013 \$
<b>Total changes in equity of the association</b>	<u><u>6,002</u></u>	<u><u>(4,373)</u></u>
Opening retained profits	(2,523)	1,851
Net profit attributable to the association	<u>6,002</u>	<u>(4,373)</u>
<b>Closing retained profits</b>	<u><u>3,479</u></u>	<u><u>(2,523)</u></u>

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The accompanying notes form part of these financial statements.

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Balance Sheet as at 31 December 2014**

	Note	2014 \$	2013 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash assets	3	81,302	55,773
Receivables	4	2,041	3,150
Other	5	-	634
<b>Total Current Assets</b>		<b>83,342</b>	<b>59,557</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	6	130	259
<b>Total Non-Current Assets</b>		<b>130</b>	<b>259</b>
<b>Total Assets</b>		<b>83,472</b>	<b>59,816</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	7	5,586	3,500
Financial liabilities	8	1	-
Current tax liabilities		2,242	1,651
Provisions	9	13,654	5,008
Other	10	58,510	52,180
<b>Total Current Liabilities</b>		<b>79,993</b>	<b>62,339</b>
<b>Total Liabilities</b>		<b>79,993</b>	<b>62,339</b>
<b>Net Assets</b>		<b>3,479</b>	<b>(2,523)</b>
<b>Members' Funds</b>			
Retained profits		3,479	(2,523)
<b>Total Members' Funds</b>		<b>3,479</b>	<b>(2,523)</b>

The accompanying notes form part of these financial statements.

**Frankston Business Chamber Incorporated**

ABN 73 324 996 442

**Notes to the Financial Statements****For the year ended 31 December 2014**

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**Note 1: Summary of Significant Accounting Policies**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Victoria. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

**(a) Property, Plant and Equipment (PPE)**

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

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

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

**(b) Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

**(c) Provisions**

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reasonably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(d) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

**(e) Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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**Frankston Business Chamber Incorporated**

ABN 73 324 996 442

**Notes to the Financial Statements****For the year ended 31 December 2014**

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Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

**(f) Goods and Services Tax (GST)**

The Frankston Chamber is not currently registered for GST, revenues, expenses and assets are recognised inclusive of the amount of GST paid. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

**(g) Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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## Frankston Business Chamber Incorporated

ABN 73 324 996 442

### Notes to the Financial Statements

For the year ended 31 December 2014

2014

2013

### Note 2: Revenue

#### Operating Activities:

Interest revenue	924	949
Other operating revenue:		
Member subscriptions - Current year	57,337	53,038
Donations received	125	-
Major sponsorship	39,000	26,000
Entry fees	-	5,565
Sponsorship	-	3,800
Women connect	22,554	-
Network catering income	650	-
Other Sponsorship	2,300	-
Trade Expo	23,770	2,800
Trivia Night	6,217	-
Fund Raising	23,218	600
Award sponsorship	5,100	6,000
	<b>181,195</b>	<b>98,752</b>
	<b>181,195</b>	<b>98,752</b>

### Note 3: Cash assets

Bank accounts:		
Cash At Bank	56,242	31,547
Term Deposit	25,060	24,227
Other cash items:		
Cash at Bank - Breakfast Series	-	5,267
Sundry Creditor - Breakfast Series	-	(5,267)
	<b>81,302</b>	<b>55,773</b>
	<b>81,302</b>	<b>55,773</b>

## Frankston Business Chamber Incorporated

ABN 73 324 996 442

### Notes to the Financial Statements

For the year ended 31 December 2014

2014

2013

#### Note 4: Receivables

##### Current

Accounts receivable	1,950	3,150
Sundry Debtors	91	-
	<b>2,041</b>	<b>3,150</b>
	<b>2,041</b>	<b>3,150</b>

#### Note 5: Other Assets

##### Current

Prepayments	-	634
	-	634
	-	634

#### Note 6: Property, Plant and Equipment

##### Leased plant and equipment:

- At cost	2,435	2,435
- Less: Accumulated amortisation	(2,305)	(2,176)
	130	259
	<b>130</b>	<b>259</b>
	<b>130</b>	<b>259</b>

#### Note 7: Payables

##### Unsecured:

- Trade creditors	1,716	1,300
- Other creditors	3,870	2,200
	5,586	3,500
	<b>5,586</b>	<b>3,500</b>
	<b>5,586</b>	<b>3,500</b>

## Frankston Business Chamber Incorporated

ABN 73 324 996 442

Notes to the Financial Statements

For the year ended 31 December 2014

2014

2013

### Note 8: Financial Liabilities

#### Current

##### Unsecured:

- Bank overdrafts	1	-
	1	-
	1	-
	1	-

### Note 9: Provisions

#### Current

Sundry provisions	13,654	5,008
	13,654	5,008

There were 2 employees at the end of the year

### Note 10: Other Liabilities

#### Current

Advance payments	58,510	52,180
	58,510	52,180

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Statement of Cash Flows**  
**For the year ended 31 December 2014**

	2014	2013
	\$	\$
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<b>Cash Flow From Operating Activities</b>		
Receipts from customers	181,380	95,203
Payments to Suppliers and employees	(156,777)	(85,120)
Interest received	924	949
Net cash provided by (used in) operating activities (note 2)	25,527	11,031
Net increase (decrease) in cash held	25,527	11,031
Cash at the beginning of the year	55,773	44,742
Cash at the end of the year (note 1)	81,301	55,773

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The accompanying notes form part of these financial statements.

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Statement of Cash Flows**  
**For the year ended 31 December 2014**

2014

2013

**Note 1. Reconciliation Of Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash At Bank	56,242	31,547
Term Deposit	25,060	24,227
Buy Local Expo Account	(1)	-
Cash at Bank - Breakfast Series	-	5,267
Sundry Creditor - Breakfast Series	-	(5,267)
	<u>81,301</u>	<u>55,773</u>

**Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit**

Operating profit (loss) after tax	6,002	(4,373)
Depreciation	129	261
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	1,109	(2,600)
(Increase) decrease in prepayments	634	(207)
Increase (decrease) in trade creditors and accruals	415	1,300
Increase (decrease) in other creditors	8,000	16,770
Increase (decrease) in sundry provisions	9,237	(119)
<b>Net cash provided by operating activities</b>	<u><b>25,527</b></u>	<u><b>11,031</b></u>

## **Frankston Business Chamber Incorporated**

**ABN 73 324 996 442**

### **Independent Audit Report to the Members**

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We have audited the accompanying financial report, being a special purpose financial report, of Frankston Business Chamber Incorporated (the association), which comprises the Statement by Members of the Committee, Income and Expenditure Statement, Balance Sheet, notes comprising a summary of significant accounting policies, other explanatory notes and the Certificate by Members of the Committee for the financial year ended 31 December 2014.

#### **Committee's Responsibility for the Financial Report**

The committee of Frankston Business Chamber Incorporated is responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act of Victoria 2012 and is appropriate to meet the needs of the members. The committee's responsibilities also includes such internal control as the committee determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Opinion**

In our opinion, the financial report gives a true and fair view of the financial position of Frankston Business Chamber Incorporated as at 31 December 2014 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporation Act of Victoria 2012.

**Frankston Business Chamber Incorporated**

**ABN 73 324 996 442**

**Independent Audit Report to the Members**

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**Basis of Accounting and  
Restriction on Distribution**

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Frankston Business Chamber Incorporated to meet the requirements of the Associations Incorporation Act of Victoria 2012. As a result, the financial report may not be suitable for another purpose.

Signed on :

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Gregory Waterland, Principal  
Flinders Partners Group  
Level 1, 405 Nepean Highway Frankston



**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Statement by Members of the Committee**  
**For the year ended 31 December 2014**

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The Committee has determined that the association is not a reporting entity and 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 the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Frankston Business Chamber Incorporated as at 31 December 2014 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 association 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 and is signed for and on behalf of the Committee by:

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Peter Patterson (President)  
President

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Taso Tounis (Treasurer)  
Treasurer

**Frankston Business Chamber Incorporated**  
**ABN 73 324 996 442**  
**Certificate by Member of the Committee**  
**For the year ended 31 December 2014**

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I, Peter Patterson (President) of [ENTER ADDRESS], and I, Taso Tounis (Treasurer) of [ENTER ADDRESS] certify that:

- a. We attended the annual general meeting of the association held on .
- b. The financial statements for the year ended 31 December 2014 were submitted to the members of the association at its annual general meeting.

Dated

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Peter Patterson (President)  
Committee Member

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Taso Tounis (Treasurer)  
Committee Member