

RAINBOW CLUB AUSTRALIA INCORPORATED
ABN: 96 753 434 862

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2017

RAINBOW CLUB AUSTRALIA INCORPORATED
ABN: 96 753 434 862

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**RAINBOW CLUB AUSTRALIA INCORPORATED
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COMMITTEE'S REPORT

Your committee members submit the financial report of Rainbow Club Australia Incorporated for the financial year ended 30 June 2017.

Committee Members

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

Alexandra Finley
Philip Holt
Robert Lloyd
Robert Beavan (Resigned 25/09/2016)
Allison Cox
Sam Evans (Appointed 11/07/2016) (Resigned 25/09/2016)
Mark McCormack
Robert McCotter
Jeremie Smith (Appointed 05/07/2016)
Suzanne Stanton
John Taplin
Lyndal York (Appointed 01/11/2016)

Principal Activities

The principal activities of the association during the financial year were:

To provide swimming lessons for children with a disability in locations around NSW.

Significant Changes

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

Operating Result

The surplus after providing for income tax amounted to \$95,869.00.

Signed in accordance with a resolution of the Members of the Committee.

Committee Member: _____
Alexandra Finley

Committee Member: _____
Philip Holt

Dated this day of 2017

AUDITOR'S INDEPENDENCE DECLARATION

To: the Committee of Rainbow Club Australia Inc

I declare that, to the best of my knowledge and belief, in relation to the audit of the financial year ended 30 June 2017, there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Greg Thompson



Sydney 25.th day of July 2017

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RAINBOW CLUB AUSTRALIA INCORPORATED
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
Revenue	671,725	519,921
Transfers from Club Bank Accounts	-	71,519
Other income	10,121	7,734
Depreciation and amortisation expenses	(5,270)	(4,708)
Interest expenses	-	-
Rental Expenses	(3,320)	(3,900)
Staff training and development	(20,213)	(22,925)
Audit, legal and consultancy fees	(2,391)	(2,391)
Fundraising expenses	(54,431)	(49,926)
Service provision expenses	(500,352)	(434,694)
Current year surplus before income tax	95,869	80,630
Income tax expense	-	-
Net current year surplus	95,869	80,630
Other comprehensive income -		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met	-	-
Total other comprehensive income for the year	-	-
Total comprehensive income for the year	95,869	80,630
Total comprehensive income attributable to members of the entity	95,869	80,630

The accompanying notes form part of these financial statements.

RAINBOW CLUB AUSTRALIA INCORPORATED
ABN: 96 753 434 862

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash on hand and term deposits	9	695,531	500,466
Accounts receivable and other debtors	3	8,538	29,548
Prepayments		4,778	10,318
TOTAL CURRENT ASSETS		<u>708,847</u>	<u>540,332</u>
NON-CURRENT ASSETS			
Plant and equipment	4	643	1,913
Intangibles	5	5,953	9,953
TOTAL NON-CURRENT ASSETS		<u>6,596</u>	<u>11,866</u>
TOTAL ASSETS		<u>715,443</u>	<u>552,198</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable and other payables	6	46,875	18,664
Employee provisions	7	6,432	3,877
Income in advance	8	9,420	12,720
Grants received in advance	8	55,000	20,000
Other current liabilities	8	10,305	5,395
TOTAL CURRENT LIABILITIES		<u>128,032</u>	<u>60,656</u>
TOTAL LIABILITIES		<u>128,032</u>	<u>60,656</u>
NET ASSETS		<u>587,411</u>	<u>491,542</u>
EQUITY			
Retained surplus		<u>587,411</u>	<u>491,542</u>
TOTAL EQUITY		<u>587,411</u>	<u>491,542</u>

The accompanying notes form part of these financial statements.

RAINBOW CLUB AUSTRALIA INCORPORATED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2017

	Retained Surplus \$
Balance at 1 July 2015	<u>410,912</u>
Comprehensive Income	
Surplus for the year attributable to members of the entity	80,630
Other comprehensive income for the year	<u>-</u>
Total comprehensive income attributable to member of the entity	<u>80,630</u>
Balance at 30 June 2016	<u><u>491,542</u></u>
Balance at 1 July 2016	<u>491,542</u>
Comprehensive Income	
Surplus for the year attributable to members of the entity	95,869
Other comprehensive income for the year	<u>-</u>
Total comprehensive income attributable to member of the entity	<u>95,869</u>
Balance at 30 June 2017	<u><u>587,411</u></u>

RAINBOW CLUB AUSTRALIA INCORPORATED
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STATEMENT OF CASH FLOWS
AS AT 30 JUNE 2017

	Note	2017 \$	2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donations, bequests and raffles		539,735	421,852
Receipts from grants		189,610	73,660
Receipts from closed club accounts		-	71,519
Payments to suppliers and employees		(544,401)	(525,203)
Interest received		10,121	7,734
Net cash (used in)/generated from operating activities	10	<u>195,065</u>	<u>49,562</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for plant and equipment		-	(1,755)
Payment for intangibles		-	-
Net cash used in investing activities		<u>-</u>	<u>(1,755)</u>
Net increase in cash held		195,065	47,807
Cash on hand at the beginning of the financial year		500,466	452,659
Cash on hand at the end of the financial year	9	<u><u>695,531</u></u>	<u><u>500,466</u></u>

RAINBOW CLUB AUSTRALIA INCORPORATED
ABN: 96 753 434 862

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

1 Summary of Significant Accounting Policies

The committee members have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the Australian Accounting Standards applicable to entities reporting under the *Charities and Not-for-profits Commission Act 2012* and the significant accounting policies disclosed below, which the committee members have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historic costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

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.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

RAINBOW CLUB AUSTRALIA INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

Cash on Hand and Term Deposits

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

Accounts Receivable and Other Receivables

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

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.

Interest revenue is recognised using the effective method "on a cash basis", 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.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

RAINBOW CLUB AUSTRALIA INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transactions costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

RAINBOW CLUB AUSTRALIA INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
2	Auditors' Fees		
	Remuneration of the auditor of the association for		
	- Auditing or reviewing the financial report	2,391	2,391
		2,391	2,391
3	Accounts Receivable and Other Debtors		
	Current		
	Other Debtors	4,985	28,705
	Input tax Credits	3,553	843
		8,538	29,548
4	Plant and Equipment		
	Minor Assets	3,746	3,746
	Less: Accumulated Depreciation	(3,732)	(3,719)
		14	27
	Office Furniture & Equipment	11,072	11,027
	Less: Accumulated Depreciation	(10,443)	(9,186)
		629	1,886
	Total Plant and Equipment	643	1,913
5	Intangible Assets		
	Systems Development	20,000	20,000
	Less Accumulated Amortisation	(14,047)	(10,047)
	Total	5,953	9,953

RAINBOW CLUB AUSTRALIA INCORPORATED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
6	Accounts Payable and Other Payables		
	Current		
	MasterCard CBA Business Card	2,122	573
	Sundry Creditors	20,675	281
	PAYG Withholding Payable	13,862	10,354
	Superannuation Payable	10,216	7,456
	Input Tax Credits	-	-
		<u>46,875</u>	<u>18,664</u>
7	Employee Provisions		
	Provision for Annual Leave	6,432	3,877
		<u>6,432</u>	<u>3,877</u>
8	Other Liabilities		
	Current		
	Income in Advance	9,420	12,720
	Grants Received in Advance	55,000	20,000
	Donations in Advance	6,900	2,000
	Sponsorships in Advance	1,000	-
	Membership Fees in Advance	2,405	3,395
		<u>74,725</u>	<u>38,115</u>
9	Cash on Hand and Term Deposits		
	CBA Operating Account	15,400	12,379
	CBA Online Saver	174,522	96,305
	CBA Clubs Account	26,222	20,546
	Term Deposits	479,387	371,236
		<u>695,531</u>	<u>500,466</u>

RAINBOW CLUB AUSTRALIA INCORPORATED
ABN: 96 753 434 862

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

	2017	2016
	\$	\$
<hr/>		
10 Cash Flow Information		
Reconciliation of cash flows from operations with net current year surplus		
Net current year surplus	95,869	80,630
Net-cash flows in profit:		
- depreciation and amortisation	5,270	4,708
Changes in assets and liabilities		
- (increase)/decrease in accounts receivable and other debtors	21,010	(17,723)
- (increase)/decrease in Prepayments	5,540	(6,950)
- increase/(decrease) in grants received in advance	35,000	18,250
- increase/(decrease) in income in advance	1,610	(25,779)
- increase in inventories on hand	-	-
- (decrease)/increase in accounts payable and other payables	28,211	(4,728)
- (decrease)/increase in provisions	2,555	1,154
	<u>195,065</u>	<u>49,562</u>
Cash flows (used in)/provided by operating activities	<u>195,065</u>	<u>49,562</u>

RAINBOW CLUB AUSTRALIA INCORPORATED
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**ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND
PERFORMANCE OF INCORPORATED ASSOCIATION**

We Alexandra Finley, and Philip Holt, being members of the committee of Rainbow Club Australia Incorporated, certify that -

1. The statements attached to this certificate give a true and fair view of the financial position and performance of Rainbow Club Australia Incorporated during and at the end of the financial year of the association ending on 30 June 2017.
2. There are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
3. The financial statements and notes satisfy the requirements of the ACNC Act.

President: _____
Alexandra Finley

**Vice
President:** _____
Philip Holt

Dated this day of 2017

Independent Auditor's Report

To: the Members of Rainbow Club Australia Inc

Report on the Financial Report

Opinion

I have audited the accompanying financial report of Rainbow Club Australia Inc, ABN 96 753 434 862, which comprises the statement of financial position as at 30 June 2017, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes

In my opinion, the financial report of Rainbow Club Australia Inc is in accordance with the Associations Incorporation Act NSW 2009, including:

- a) giving a true and fair view of the entity's financial position as at 30 June 2017 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the requirements of the Associations Incorporation Act NSW 2009.

Basis for opinion

I conducted the 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 this report. I am independent of the entity in accordance with the auditor independence requirements of the *Corporations Act 2001* 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 the audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the entity, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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Responsibilities of the directors for the financial report

The directors of the entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine 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 directors are responsible for assessing the entity'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 directors either intend to liquidate the entity or to cease operations, or have 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 at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of my auditor's report.



Gregory Thompson

Thompsons Audit

Date: 6th September 2017