

Not-For-Profit - Association Report

Barbershop Harmony Australia

ABN 54083784810

For the year ended 30 September 2018

Prepared by The MBA Partnership Pty Ltd

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Committee's Report

Barbershop Harmony Australia For the year ended 30 September 2018

Committee's Report

Your committee members submit the financial report of Barbershop Harmony Australia for the financial year ended 30 September 2018.

Committee Members

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

Committee Member	Position
Daniel Millgate	President
Trevor Rootes	Secretary
Trevor Bruger	Treasurer
Andrew Howson	Vice President Music
Paul Adams	Vice President Membership
Daniel Beckitt	Vice President Marketing
Kieran O'Dea	Vice President Youth
Richard Waddick	Vice President Events

Principal Activities

The administration and encouragement of the style of singing known as 'barbershop' as defined by The Barbershop Harmony Society.

Significant Changes

There have been no significant changes during the financial year.

Operating Result

The loss after providing for income tax for the financial year amounted to \$16,450.18.

Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.



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

Daniel Millgate (President)

Date / /

Trevor Bruger (Treasurer)

Date / /

Income and Expenditure Statement

Barbershop Harmony Australia For the year ended 30 September 2018

	2018	2017
Income		
Member Contributions		
Central Region	3,610	4,815
Eastern Region	18,193	19,000
Sunshine Region	18,238	19,348
Tasmanian Region	3,100	3,018
Victorian Region	425	9,888
Western Region	8,040	9,935
Total Member Contributions	51,605	66,003
Merchandise Sales	4,526	724
Total Income	56,131	66,727
Direct Costs		
Affiliation Fees	6,355	5,283
Merchandise Purchases	-	2,536
Grants	-	8,000
Insurance Expenditure	10,181	9,421
Travel & Accommodation Expenditure	14,846	6,305
VP Portfolio's		
Contest Expenditure	9,168	10,133
Events Expenditure	17	2,306
Marketing Expenditure	3,266	885
Music Expenditure	19,244	3,266
Youth Expenditure	(6,304)	6,478
Total VP Portfolio's	25,391	23,068
Total Direct Costs	56,772	54,614
Gross Surplus	(641)	12,113
Other Income		
Interest Income	166	364
Convention Surplus	-	14,241
World Harmony Council grant	-	2,348
Total Other Income	166	16,953
Expenditure		
Depreciation	120	172
Administration Expenses	5,526	3,477
Licensing Fees	1,864	2,689
Bank fees	201	368
Meeting Expenses	6,364	4,023
Filing fees	55	80
Legal Fees	-	678

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2018	2017
Postage	45	235
Website Expenses	1,801	319
Total Expenditure	15,976	12,041
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	(16,450)	17,025
Current Year Surplus/(Deficit) Before Income Tax	(16,450)	17,025
Net Current Year Surplus After Income Tax	(16,450)	17,025

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

Barbershop Harmony Australia As at 30 September 2018

	NOTES	30 SEP 2018	30 SEP 2017
Assets			
Current Assets			
Cash and Cash Equivalents		72,463	65,846
Total Current Assets		72,463	65,846
Non-Current Assets			
Plant and Equipment and Vehicles	3	-	120
Loans		-	13,910
Total Non-Current Assets		-	14,030
Total Assets		72,463	79,876
Liabilities			
Current Liabilities			
Bank Overdraft		-	-
Provisions	4	6,355	-
Total Current Liabilities		6,355	-
Non-Current Liabilities			
Loans	5	2,682	-
Total Non-Current Liabilities		2,682	-
Total Liabilities		9,037	-
Net Assets		63,426	79,876
Member's Funds			
Capital Reserve		63,426	79,876
Total Member's Funds		63,426	79,876

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Barbershop Harmony Australia For the year ended 30 September 2018

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (WA) 2015. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

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

Income Tax

The association exempt for Income Tax under relevant legislation.

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.

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 reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

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

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 interest 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.

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.

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 Taxation 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 transaction 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.

	2018	2017
2. Cash on Hand		
Cash at Bank - Term Deposit	60,000	-
Cash at Bank - Trading	289	-
Cash at Bank *** 641	6,046	24,881
Cash at Bank Savings *** 668	6,127	40,965
Total Cash on Hand	72,463	65,846

	2018	2017
3. Plant and Equipment, Motor Vehicles		
Plant and Equipment		
Plant and Equipment at Cost	-	543
Accumulated Depreciation of Plant and Equipment	-	(423)
Total Plant and Equipment	-	120
Total Plant and Equipment, Motor Vehicles	-	120

These notes should be read in conjunction with the attached compilation report.

	2018	2017
4. Provisions		
BHS Affiliation Fees	6,355	-
Total Provisions	6,355	-

	2018	2017
5. Loans		
Non Current Liability		
Loan - A.B.C.M.A. Inc	2,682	(13,910)
Total Non Current Liability	2,682	(13,910)
Total Loans	2,682	(13,910)

These notes should be read in conjunction with the attached compilation report.

Movements in Equity

Barbershop Harmony Australia For the year ended 30 September 2018

	2018	2017
Equity		
Opening Balance	79,876	62,851
Increases		
Profit for the Period	(16,450)	17,025
Total Increases	(16,450)	17,025
Total Equity	63,426	79,876

Statement of Cash Flows - Direct Method

Barbershop Harmony Australia For the year ended 30 September 2018

2018

Operating Activities

Payments to Suppliers and Employees	(7,438)
Interest Received	166
Cash Receipts From Other Operating Activities	56,131
Cash Payments From Other Operating Activities	(65,309)
Net Cash Flows from Operating Activities	(16,450)

Investing Activities

Proceeds From Sales of Property, Plant and Equipment	543
Payment for Property, Plant and Equipment	(423)
Net Cash Flows from Investing Activities	120

Financing Activities

Proceeds from Borrowing	45,112
Repayment of Borrowings	(28,520)
Net Cash Flows from Financing Activities	16,592

Other Activities

Other Activities	6,355
Net Cash Flows from Other Activities	6,355

Net Cash Flows

6,617

Cash and Cash Equivalents

Cash and cash equivalents at beginning of period	65,846
Cash and cash equivalents at end of period	72,463
Net change in cash for period	6,617

True and Fair Position

Barbershop Harmony Australia For the year ended 30 September 2018

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Daniel Millgate, and Trevor Bruger, being members of the committee of Barbershop Harmony Australia, certify that –

The statements attached to this certificate give a true and fair view of the financial position and performance of Barbershop Harmony Australia during and at the end of the financial year of the association ending on 30 September 2018.

Signed:

Dated: / /

Signed:

Dated: / /

Auditor's Report

Barbershop Harmony Australia For the year ended 30 September 2018

Independent Auditors Report to the members of the Association

We have audited the accompanying financial report, being a special purpose financial report, of Barbershop Harmony Australia (the association), which comprises the committee's report, the assets and liabilities statement as at 30 September 2018, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

Committee's Responsibility for the Financial Report

The committee of Barbershop Harmony Australia is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Incorporated Associations Act (WA) 2015 and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines 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 judgment, 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 presents fairly, in all material respects (or gives a true and fair view –refer to the applicable state/territory Act), the financial position of Barbershop Harmony Australia as at 30 September 2018 and (of) 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 Incorporated Associations Act (WA) 2015.

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 Barbershop Harmony Australia to meet the requirements of the Incorporated Associations Act (WA) 2015. As a result, the financial report may not be suitable for another purpose.



Auditor's signature: Michael Beddoes

Auditor's address: 50 Marine Parade, Southport, QLD, 4215

Dated: / /

Certificate By Members of the Committee

Barbershop Harmony Australia For the year ended 30 September 2018

I, Trevor Bruger of 114 North Quay Circuit Hope Island, 4212, certify that:

1. I attended the annual general meeting of the association held on 3 December 2018.
2. The financial statements for the year ended 30 September 2018 were submitted to the members of the association at its annual general meeting.

Dated: / /

Compilation Report

Barbershop Harmony Australia For the year ended 30 September 2018

Compilation report to Barbershop Harmony Australia.

We have compiled the accompanying special purpose financial statements of Barbershop Harmony Australia, which comprise the asset and liabilities statement as at 30 September 2018, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee Member's

The committee of Barbershop Harmony Australia are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Independence

We are not independent of Barbershop Harmony Australia because *(reasons why not independent, for example, the member is a close relative of a member of the entity)*.

The MBA Partnership Pty Ltd

Trevor Bruger

Dated: / /