



The Chewton Pool Incorporated AGM, 4 October 2021

2020 – 2021 Treasurer's Report

It is with pleasure that I present the Chewton Pool Inc. Treasurer's Report and Financial Statements to the Committee, Members, Volunteers and all present.

The 2020-2021 season was a rather challenging time for the pool, primarily due to the impact of Covid-19 but also cooler weather. Together these meant the pool was only able to open for 58 days, compared to an average of 82 days in the previous three seasons. However, the average daily attendance of 88 compares favourably to the three previous seasons where the average daily attendance was 83. The 139 memberships purchased by the community (337 adults and children) demonstrates the level of local support.

These challenges impacted the pool's financial position in 2020-2021. Income received was \$126,191.72, plus \$19,230.47 carried over from the previous financial year. The main income streams were our operational grant, two successful grant applications, increased revenue from entry fees and fundraising and our Chewton Swim program.

The Mt Alexander Shire was again very generous in their support of the pool with the pool receiving Operational Support Funding of \$42,800.00 in this reporting period. This funding is critical to the viability of the pool and enables us to employ professional staff such as our Lifeguards and Managers. The current agreement with the Mt Alexander Shire has been extended for the 21/22 season along with a significant increase in funding (\$74,500) and we thank them for their ongoing support.

Other significant streams of income include:

- \$9,261 from VicHealth to run our exciting Club Summer program for teenagers
- \$5,000 from the Victorian Government's Sporting Club Grants Program (Department of Jobs, Precincts and Regions) to develop our Strategic Plan, which will improve our operational effectiveness
- The Chewton Swim Swimming Program was again very successful, with enrolments growing steadily from 36 in the 2017/18 season to 203 in the 2020-2021 season. Income received from this program was \$14,685 up from

\$6,490.00 the previous season

- Membership \$10,955
- Casual pool entry \$6,129
- Kiosk \$6,940.40
- Fundraising \$1,146
- Donations \$369

We received donated materials and services totalling \$6,000 and give thanks to Kalamazoo who funded our new water tank and associated pump and worked with Statewide Irrigation to arrange installation. Thanks also to Cantwell Property who are kindly sponsoring our new Lifeguard uniforms.

Expenditure for the year totalled \$129,876.35. However, there were some expenses that significantly exceeded budget projections including:

- Utilities – there was a significant increase in water usage, and we have deferred part of the Coliban Water account to this financial year
- Pool and facility operations – chemicals, facility cleaning, hygiene services, work site safety equipment
- Works and repairs – electrical and plumbing
- We also contributed another \$5,904.26 to complete the solar heating project as construction costs came in over budget. The project is now complete, providing an improved experience for our pool users
- We started the year with both outstanding PAYG and Superannuation debts:
 - Payments were made in March (\$1,708.14) and June (\$687.12) to reduce our outstanding superannuation debt. There was a small amount owing at end of the financial year (\$228.97) but this has now been paid, including all interest and administration fees (\$67.83). In fact, we now have a credit with the ATO of \$162.74 which relates to overpaid interest
 - Our outstanding PAYG debt has also been paid, the ATO took the opportunity to recover this from our Covid Stimulus payments (\$9,950).

Creditors as of 30 June 2021 include:

- Coliban Water - \$1,993.01
- Mattioli - \$12,366.20
- BoC Ltd - \$27.46

In summary, and despite increased income, there was a net loss of \$3,586.47 for the 2020-2021 reporting period.

As you have heard from Sera Jane, we are now facing several new challenges. The committee is working hard to ensure the pool remains financially viable, but this will require some difficult decisions to be made. Additionally, as the finances become more and more complex, a decision has been taken to employ a bookkeeper, and this position will require funding.

Lastly, I'd like to give thanks to our bookkeeper Sheila Maloney, who has worked tirelessly over the past 3+ years to ensure we meet our financial obligations, especially in regard to our employees. She will always be welcome at the pool, and we hope she keeps in touch.

Our Financials have been audited and prepared, as required by law by MGR Accounting, Castlemaine, and the report is presented for your information. Please see the attached Profit and Loss statement and Balance Sheet.

Sally McCarthy
Treasurer

Chewton Pool Inc

Profit and Loss

July 2020 - June 2021

	TOTAL
Income	
ATO Stimulus Package	9,950.00
Booking of Pool	542.50
Donations	369.00
Entry Fees	6,129.00
Fundraising	1,146.35
Grants Received	14,261.00
Interest Received	9.21
Kiosk Takings	6,940.40
Membership Fees	10,955.00
Operational Support	42,800.00
Pick My Project Income	17,904.26
Sale of Second Hand Goods	500.00
Swim Enrolment	14,685.00
Total Income	A\$126,191.72
GROSS PROFIT	A\$126,191.72
Expenses	
01 - Accounting	
01-01 Accountants Fee	561.00
01-02 Bank charges and fees	394.88
01-03 Bookkeeping Software	750.00
01-05 Interest expense	-312.00
Total 01 - Accounting	1,393.88
02 - Advertising and marketing	
02-02 Newspaper Notices	53.32
Total 02 - Advertising and marketing	53.32
03 - Asset Purchases	
03-06 Pool Operating Equipment	970.15
Total 03 - Asset Purchases	970.15
04 - Association Administration	
04-05 Website Hosting & Domain	276.30
Total 04 - Association Administration	276.30
05 - Chewton Swim	
05-02 Swim & Survive Licence	150.00
05-03 CS Admin	57.65
Total 05 - Chewton Swim	207.65
06 - Fundraising Expenses	
06-01 Catering and BBQ Expenses	200.33
Total 06 - Fundraising Expenses	200.33
07 - Grounds	
07-01 Garden Supplies	42.25
07-04 Soil & Grass	97.50
Total 07 - Grounds	139.75
08 - Maintenance	
08-02 Materials	184.25

Chewton Pool Inc

Profit and Loss

July 2020 - June 2021

	TOTAL
Total 08 - Maintenance	184.25
09 - Operations - Admin	
09-01 Postage & Parcels	81.90
09-02 Printing & Photocopying	224.30
09-03 Stationary & Office Supplies	369.64
Total 09 - Operations - Admin	675.84
10 - Operations - Facility	
10-01 Electrical Test & Tag	326.98
10-02 Facility Cleaning	1,085.60
10-04 First Aid Supplies	197.87
10-04-01 Container Serviced Charge	294.74
Total 10-04 First Aid Supplies	492.61
10-05 Hygiene Services	935.00
10-07 Site Work Safety	1,424.00
10-09 Waste & Recycling	112.50
Total 10 - Operations - Facility	4,376.69
11 - Operations - Kiosk	
11-01 Kiosk Supplies - Equipment	12.00
11-02 Kiosk Supplies - Product	3,366.00
11-03 Kitchen Supplies	15.34
11-04 Petty Cash	0.00
Total 11 - Operations - Kiosk	3,393.34
12 - Operations - Pool	
12-01 Back Flow Testing	165.00
12-03 Chlorine	3,120.58
12-03-01 Drum Deposit	130.00
Total 12-03 Chlorine	3,250.58
12-04 CO2 Gas	476.76
12-05 Pool Cleaning Equipment	21.56
Total 12 - Operations - Pool	3,913.90
13 - Operations - Staff	
13-01 Operations Phone	120.00
13-03 Training - CPR	1,145.00
13-05 Training - Lifeguard	240.00
13-06 Uniforms	695.80
13-07 Training Aquatic Tech Officer	495.00
Total 13 - Operations - Staff	2,695.80
14 - Utilities	
14-01 Internet & Phone	681.28
14-03 Power	5,334.35
14-04 Water	10,468.72
Total 14 - Utilities	16,484.35
15 - Wage expenses	
15-01 Wages	39,358.49
15-02 Superannuation Expenses	3,202.36
15-02-01 Interest and Admin on Superannuation	688.87

Chewton Pool Inc

Balance Sheet

As of June 30, 2021

	TOTAL
Assets	
Current Assets	
EFTPOS Account (8134)	2,376.17
General Account (8127)	0.00
Statement Account (8348)	10,142.85
Total Current Assets	A\$12,519.02
Total Assets	A\$12,519.02
Liabilities and shareholder's equity	
Current liabilities:	
ATO Clearing Account	0.00
Current Tax Liability	0.00
GST Liabilities Payable	0.00
PAYG Withholdings Payable	0.00
Payroll clearing	0.00
Superannuation payable	161.14
Total current liabilities	A\$161.14
Shareholders' equity:	
Net Income	-3,684.63
Opening balance equity	6,251.23
Retained Earnings	9,791.28
Total shareholders' equity	A\$12,357.88
Total liabilities and equity	A\$12,519.02

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
CHEWTON POOL INC**

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report of Chewton Pool Inc, which comprises the balance sheet as at 30 June 2021, and profit and loss statement.

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion section of our report, the financial report gives a true and fair view of the financial position of Chewton Pool Inc as of 30 June 2021, and of its financial performance for the year then ended in accordance with the accounting policies required by the Associations Incorporation Reform Act 2012.

Basis of Qualified Opinion

As is common for organisations of this type, it is not practicable for the Chewton Pool Inc to maintain an effective system of internal control over receipts until their initial entry in the accounting records. Accordingly, our audit in relation to receipts was limited to amounts recorded.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association 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. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

The financial report has been prepared to assist the association to meet the requirements of the Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Head Office

1 Somerville St. (P.O. Box 793) Bendigo VIC 3552
Tel (03) 5443 8888 Fax (03) 5443 9556

Other Offices

56 Hervey St. Elmore VIC 3558 Tel (03) 5432 6013
65 Forest St. Castlemaine VIC 3450 Tel (03) 5472 2415

Partners

Peter J Mulqueen CPA
Stephen J Griffin CPA
Anthony J Cappy CPA
Warren G Pollock CA
Annemarie McClure CA

Responsibilities of the Committee for the Financial Report

The committee of the Chewton Pool Inc are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Reform Act 2012 and for such internal control as the 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, committees are responsible for assessing the association'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 committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink, appearing to read "Warren Pollock". The signature is fluid and cursive, with the first name "Warren" being more legible than the last name "Pollock".

Warren Pollock
MGR ACCOUNTANTS
mgr@mgr.com.au

1 October 2021