

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**

**ABN 65 794 385 995**

**FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023**

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

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**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**COMMITTEE'S REPORT**

Your Committee Members submit the financial report of Dinah Beach Cruising Yacht Association Incorporated for the year ended 30 June 2023.

**Committee Members**

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

Joy Eggenhuizen	Commodore
Ray Jarrett	Vice Commodore
Sarah Meldrum	Rear Commodore
Adam Gollow	Secretary
Bob Colman	Treasurer
Jim Grierson	Public Officer
Sharelle Peek	Member
Greg Smith	Member
Lynette Lowe	Member (resigned 1 November 2022)
Allan Furnell	Member (appointed 13 December 2022 and resigned 23 May 2023)

Committee members have been in office since the start of the financial year to the date of this report unless otherwise stated.

**Principal Activities**

The principal activities of the Association during the financial year were to provide cruising yacht facilities and support to members of the Association.

**Significant Changes**

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

**Operating Result**

The surplus of the Association for the financial year ended 30 June 2023 was \$44,250.

(2022: loss of \$16,354).

**Subsequent Events**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial years.

Signed in accordance with a resolution of the members of the committee.

Joy Eggenhuizen



Bob Colman



.....

Dated this 27th day of September 2023

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2023**

	Note	2023	2022
		\$	\$
<b>Income</b>			
Trading gross surplus	2a	573,614	581,991
Other Income	2b	401,399	515,779
<b>TOTAL INCOME</b>		<b>975,013</b>	<b>1,097,770</b>
<b>Expenses</b>			
Accounting fees		33,470	38,534
Admin Expenses	3b	152,393	162,648
Ambon Race General Expenses		8,461	-
Audit fees		7,350	7,000
Bank charges		10,115	9,418
Bar expenses		18,592	29,948
Compliance costs		-	-
Depreciation		97,168	102,505
Employment	3a	372,180	335,168
Entertainment expense		104,589	102,572
Insurance		67,837	53,594
Rent, rates and taxes		17,898	17,977
Repairs and maintenance		39,679	241,649
Wet and dry season expenses		1,031	13,084
<b>Total Expenditure</b>		<b>930,763</b>	<b>1,114,304</b>
Net Surplus/(Loss)		<b>44,250</b>	<b>(16,534)</b>
<b>TOTAL SURPLUS/(LOSS) ATTRIBUTABLE TO MEMBERS OF THE ENTITY</b>		<b>44,250</b>	<b>(16,534)</b>

The accompanying notes form part of these financial statements.

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**STATEMENT OF FINANCIAL POSITIONS AS AT 30 JUNE 2023**

	Note	2023	2022
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash on hand	4	818,541	766,883
Accounts receivable and other debtors	5	32,515	39,742
Inventories on hand	6	28,341	31,156
Other Current assets	7	88,703	73,531
<b>TOTAL CURRENT ASSETS</b>		<b>968,100</b>	<b>911,312</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	1,314,293	1,336,238
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,314,293</b>	<b>1,336,238</b>
<b>TOTAL ASSETS</b>		<b>2,282,393</b>	<b>2,247,550</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables	9	125,870	143,198
Employee provisions	10	13,074	14,120
<b>TOTAL CURRENT LIABILITIES</b>		<b>138,944</b>	<b>157,318</b>
<b>NON-CURRENT LIABILITIES</b>			
Employee provisions	10	19,845	17,245
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>19,845</b>	<b>17,245</b>
<b>TOTAL LIABILITIES</b>		<b>158,789</b>	<b>174,563</b>
<b>NET ASSETS</b>		<b>2,123,604</b>	<b>2,072,987</b>
<b>MEMBERS' FUNDS</b>			
Retained surplus	11	2,123,604	2,072,987
<b>TOTAL MEMBERS' FUNDS</b>		<b>2,123,604</b>	<b>2,072,987</b>

The accompanying notes from part of these financial statements

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
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**STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2023**

	<u>Retained Surplus</u>
<b>BALANCE at 1 July 2021</b>	<b><u>2,089,510</u></b>
Prior period adjustment	11
Net loss for the year	<u>(16,534)</u>
<b>Balance at 30 June 2022</b>	<b><u>2,072,987</u></b>
Balance at 1 July 2022	<b><u>2,072,987</u></b>
Prior period adjustment	6,367
Net surplus for the year	<u>44,250</u>
<b>Balance at 30 June 2023</b>	<b><u>2,123,604</u></b>

The accompanying notes from part of these financial statements

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**STATEMENT OF CASH FLOWS AS AT 30 JUNE 2023**

	Note	2023	2022
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITES</b>			
Receipts from customers		1,456,307	1,594,168
Payments to suppliers and employees		(1,333,825)	(1,523,466)
Interest received		4,399	2,907
Net cash provided by operating activities	14	<b>126,881</b>	<b>73,609</b>
<b>CASH FLOWS FROM INVESTING ACTIVITES</b>			
Purchase of property, plant and equipment		(75,223)	(63,545)
Net cash used in investing activities		<b>(75,223)</b>	<b>(63,545)</b>
<b>CASH FLOWS FORM FINANCING ACTIVITES</b>			
Payment of borrowings		-	-
Advances of borrowings		-	-
Net cash provided by/(used in) financing activities		-	-
Net increase/(decrease) in cash held		<b>51,658</b>	<b>10,064</b>
Cash on hand at beginning of financial year		<b>766,883</b>	<b>756,819</b>
<b>Cash on hand at end of financial year</b>	<b>4</b>	<b>818,541</b>	<b>766,883</b>

The accompanying notes form part of these financial statements

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements cover Dinah Beach Cruising Yacht Association Inc. as an individual entity which is an association incorporated pursuant to the *Northern Territory of Australia Associations Act*.

**Basis of Preparation**

The Committee Members have prepared the financial statements on the basis that the Association 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 to meet the requirements of the Associations Act Northern Territory.

The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Associations Act NT and the significant accounting policies described 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 accruals basis and are based on historical 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.

a. **Income Tax**

No provision for income tax has been recognised as the Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

b. **Property, Plant and Equipment (PPE)**

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and impairment losses.

**Property Improvements**

Property improvements are measured on the cost basis less accumulated depreciation and any impairment losses.

**Plant and equipment**

Plant and equipment are measured on the cost basis less accumulated depreciation and any impairment losses.

The carrying amount of property, plant and equipment is reviewed annually by Committee Members, to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal.

In the event the carrying amount of property plant and equipment is greater than the recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1 (c) for details of impairment).

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.



**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

The depreciation rates used for each class of depreciable assets are as follows:

<b>Class of Fixed Assets</b>	<b>Depreciation Rate</b>
Property and improvements	5 - 37.5%
Plant and equipment	2.5 - 20 %

**c. 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.

**d. 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 liability is settled.

Contributions are made by the Association to employees' superannuation funds and are charged as an expense when incurred.

**Short-term employee benefits**

Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages and salaries.

The Association's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the statement of financial position. Other benefits such as annual leave and long service leave are recognised as employee provisions.

**Other long-term employee benefits**

The Association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Association does not have an unconditional right to defer settlement for at least 12 months after the reporting date, in which case the obligations are presented as current provisions.

Provision is made for employees leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period which the employees rendered the related service.

The Association, based on past experience regarding levels of service reached by employees, records long service leave entitlements once an employee reaches 5 years of service with the Association.

**e. 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.

**f. Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from customers for goods and services performed in the ordinary course of business and 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.

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**g. Inventories**

Inventories comprising snacks, tobacco and beverages (alcoholic and non - alcoholic) are held for sale and are measured at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

**h. Revenue and Other Income**

Non-reciprocal grant revenue is recognised in the profit or loss when the Association obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the Association and the amount of the grant can be measured reliably.

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

When grant revenue is received whereby the Association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the balance sheet as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and fundraising income are recognised as income upon receipt.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

**i. 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.

**j. 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.

**k. Comparative figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year. Where the Association retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, a third statement of financial position as at the beginning of the preceding period is presented in addition to the minimum comparative financial statement.

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**l. Prior period adjustment**

An adjustment of \$5,704 was made to the opening retained surplus at 1 July 2022, as a result of transactions recorded in MYOB after the audited financial report was distributed and before the ledger was rolled over into the new year. These transactions related to COVID-19 rebates for water usage as well as credit notes provided by one the Association's suppliers.

**m. Economic dependence**

The future operations of the Association are dependent upon the achievement of operating surpluses, positive operating cash flows and the continued support of its Members and the Local Community. The Association has no reason to believe that it will not continue to receive the support of its Members and the Local Community in the foreseeable future and that it will not be able to generate operating surpluses and positive cash flows.

**NOTE 2: REVENUE AND OTHER INCOME**

	2023	2022
	\$	\$
<b>(a) Trading revenue</b>		
Sale of goods		
Bar Sales	1,059,307	1,081,296
Less: Cost of sales		
Opening Stock	31,156	22,552
Purchases	482,878	507,909
Closing Stock	(28,341)	(31,156)
<b>Total Cost of Sales</b>	<b>485,693</b>	<b>499,305</b>
<b>Gross Profit</b>	<b>573,614</b>	<b>581,991</b>
<b>(b) Other revenue</b>		
Boat park / rental income	281,723	270,983
Other income	30,603	44,831
Membership subscriptions	40,109	45,942
Ambon entry fee	-	-
T-shirt and hats income	-	-
Wet season & dry season race revenue (incl sponsorship)	16,889	48,045
Grant income	27,676	103,070
Interest	4,399	2,907
<b>Total Other Income</b>	<b>401,399</b>	<b>515,779</b>
<b>Total Trading Gross Surplus and Other Income</b>	<b>975,013</b>	<b>1,097,770</b>

**NOTE 3: EXPENSES**

**(a) Employment expenses**

Salaries and wages	327,359	294,812
Superannuation	33,919	29,017
Other staffing expenses	10,902	11,339
<b>Total Employment Expenses</b>	<b>372,180</b>	<b>335,168</b>

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023**

**NOTE 3: EXPENSES (CONT'D)**

<b>(b) Administrative expense</b>		
Advertising and promotion	12,035	28,571
Cleaning expense	22,866	22,592
Committee expense	2,220	1,598
Doubtful debts expense	-	(1,582)
Equipment	6,653	3,414
Freight and courier expense	763	1,019
General administration	9,080	6,561
General equipment hire	1,087	1,939
Internet and telephone expense	5,517	4,295
License fee	1,744	1,070
Memberships and subscriptions	2,580	3,073
Printing and stationery	3,777	4,534
Security and safety costs	11,169	9,416
Software	3,468	5,289
Viking funeral expenses	-	-
Waste disposal	16,361	15,062
Water expenses	14,059	14,514
General electricity expense	12,415	10,723
Other electricity expense	26,600	30,560
<b>Total Administrative expense</b>	<b>152,393</b>	<b>162,648</b>

**NOTE 4: CASH AND CASH EQUIVALENTS**

	2023	2022
Cash on hand	1,690	8,581
Cash at bank - operational bank accounts	261,766	405,541
Term Deposit	555,085	352,761
<b>Total Cash and Cash Equivalents</b>	<b>818,541</b>	<b>766,883</b>

**NOTE 5: ACCOUNTS RECEIVABLE AND OTHER RECEIVABLES**

**CURRENT**

<b>Accounts Receivable</b>	<b>32,515</b>	<b>39,742</b>
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**NOTE 6: INVENTORY**

**CURRENT**

Inventories on hand - at cost	28,341	31,156
<b>Total Inventories</b>	<b>28,341</b>	<b>31,156</b>

Inventories comprise snacks, tobacco, beverages (alcoholic and non- alcoholic) at 30 June 2023 and 2022.

**NOTE 7: OTHER CURRENT ASSETS**

**CURRENT**

Deposit paid (prepayment)	1,400	-
Prepaid insurance and rates	87,303	73,531
<b>Total other current assets</b>	<b>88,703</b>	<b>73,531</b>

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
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**NOTE 8: PROPERTY, PLANT AND EQUIPMENT**

**Buildings and Improvements**

Buildings and improvements at cost	2,121,700	2,116,700,
Less: Accumulated depreciation	<u>(856,455)</u>	<u>(783,471)</u>
<b>Total Buildings and Improvements</b>	<b><u>1,265,245</u></b>	<b><u>1,333,229</u></b>

**Furniture and Equipment**

Furniture and Equipment at cost	613,148	542,924
Less: Accumulated depreciation	<u>(564,100)</u>	<u>(539,915)</u>
<b>Total Furniture and Equipment</b>	<b><u>49,048</u></b>	<b><u>3,009</u></b>

<b>Total property, plant and equipment</b>	<b><u>1,314,293</u></b>	<b><u>1,336,238</u></b>
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The association occupies the land situated at Lot 6457 Town of Darwin, under a crown lease from the Northern Territory Government, commencing from 8 November 1996, for its principal business activities. The lease term is held in perpetuity.

**NOTE 9: ACCOUNTS PAYABLE AND OTHER PAYABLES**

	2023	2022
	\$	\$
<b>CURRENT</b>		
Trade payables	105,577	114,772
Accruals	-	-
Sundry creditors and other payables	15,800	35,416
GST payables (net)	4,493	(6,990)
<b>Total Accounts and Other Payables</b>	<b><u>125,870</u></b>	<b><u>143,198</u></b>

**NOTE 10: EMPLOYEE PROVISIONS**

**CURRENT**

Provision for annual leave	13,074	14,120
<b>Total Current Employee Provisions</b>	<b><u>13,074</u></b>	<b><u>14,120</u></b>

**NON-CURRENT**

Provision for long service leave	19,845	17,245
<b>Total Non- Current Employee Provisions</b>	<b><u>19,845</u></b>	<b><u>17,245</u></b>

<b>Total Employee Provisions</b>	<b><u>32,919</u></b>	<b><u>31,365</u></b>
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The Association does not expect the full amount of the annual leave entitlements to be settled within the next 12 months however, the amount must be classified as a current liability because the Association does not have an unconditional right to defer settlement of the amount in the event employees wish to use their leave entitlements.

**NOTE 11: RETAINED SURPLUS**

Opening surplus at 1 July 2022	2,072,987	2,089,510
Prior period adjustment	6,367	11
Surplus/(Loss) for the year	<u>44,250</u>	<u>(16,534)</u>
<b>Closing Balance as at 30 June 2023</b>	<b><u>2,123,604</u></b>	<b><u>2,072,987</u></b>

**NOTE 12: EVENTS AFTER THE REPORTING PERIOD**

The Committee is not aware of any significant events since 30 June 2023 and up to the date of this financial report (2022: Nil).

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
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**NOTE 13.: COMMITMENTS AND CONTINGENCIES**

The Committee does not have any significant leasing or capital commitments at 30 June 2023 (2022: Nil).

The Committee is not aware of any contingent liabilities as at 30 June 2023 (2022: Nil).

**NOTE 14: CASH FLOW RECONCILIATION**

**Reconciliation of cash flow from operating activities with net current year surplus:**

Current year surplus/(Loss):	44,250	(16,534)
Non-cash flows in current year surplus:		
Depreciation	97,168	102,712
Provision of doubtful debts	-	(1,582)
Prior period adjustments	6,367	-
Changes in assets and liabilities:		
(Increase)/ decrease in account receivables and other receivable	7,227	(28,706)
(increase)/ decrease in inventories on hand	2,815	(8,604)
(increase)/ decrease in other current assets	(15,172)	(11,091)
Increase/ (decrease) in accounts payable and other payables	(17,328)	35,807
Increase/ (decrease) in employee provisions	1,554	1,607
<b>Net cash flows from operating activities</b>	<b><u>126,881</u></b>	<b><u>73,609</u></b>

**NOTE 15: ASSOCIATION DETAILS**

The registered office and principal place of business of the Association is 68 Frances Bay Drive, Darwin, Northern Territory 0800

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
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In our opinion:

- (a) The accompanying financial report, being a special purpose financial report, is drawn up so as to present fairly the state of affairs of the Association as at 30 June 2023 and the results of the Association for the year ended on that date;
- (b) The accounts of the Association have been properly prepared and are in accordance with the books of account of the Association; and
- (c) There are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

This declaration is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Joy Eggenhuizen .....



Bob Colman .....

Date: 27 September 2023

**DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED**  
**ABN 65 794 385 995**

*INDEPENDENT AUDIT REPORT TO THE MEMBERS OF*  
*DINAH BEACH CRUISING YACHT ASSOCIATION INCORPORATED*

**Report on the Audit of the Financial Report**

We have audited the accompanying financial report being a special purpose financial report, of Dinah Beach Cruising Yacht Association Incorporated, which comprises the balance sheet as at 30 June 2023, the statement of income and expenditure for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the association council.

**Qualified Opinion**

In our opinion, except for the effects on the financial statements of the matter referred to in the basis for qualification paragraph, the financial report of Australian Dinah Beach Cruising Yacht Association Incorporated presents a true and fair view in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of Dinah Beach Cruising Yacht Association Incorporated as at 30 June 2023 and the results of its operations for the financial year then ended.

**Basis for Qualified Opinion**

**1. Completeness of Income**

Significant sources of income include sales, commissions, promotional support, and other income for Dinah Beach Cruising Yacht Association Incorporated. It is impracticable to establish control over the collection of these items prior to their entry into the financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to these items had to be restricted to the amounts recorded in the financial records. We are therefore unable to express an opinion on the completeness of income for Australian Dinah Beach Cruising Yacht Association Incorporated.

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

**Basis of Accounting and Restriction on Distribution**

Without modifying our opinion, we draw attention to Note 1 to the financial report which describes the basis of accounting. The financial report is prepared to assist Dinah Beach Cruising Yacht Association Incorporated to comply with the financial reporting provisions of *Associations Act (NT) 2003*. As a result, the financial report may not be suitable for another purpose.

**Emphasis of Matter**

Without modifying our opinion, we draw attention to note 1 of the financial report, which describes prior period adjustments. An adjustment of \$6,367 was made to the opening retained surplus as a result of transactions which were not reconciled correctly or reconciled at all in MYOB. These included transactions relating to GST, superannuation payable and a cash float. Further, there were technical issues within the MYOB program which caused the closing balance from the previous not to rollover over correctly into the current year.

**Basis for Opinion**

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.

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

The committee is responsible for the preparation of the financial report and has determined that the basis of preparation described in Note 1, is appropriate to meet the requirements of the *Associations Act (NT) 2003* is appropriate to meet the needs of the members.

The committee responsibility also includes such internal control as the council 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.

In preparing the financial report, the committee members 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 members either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

**Auditor's Responsibility for the Financial Report**

Our objectives are to obtain 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 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.



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 of 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 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 Association'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 committee'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 or 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.

ABSOLUTE ACCOUNTING AND AUDIT  
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PASQUALINA M. GILMOUR  
CPA

Dated this 28<sup>th</sup> day of September 2023