

**Business Horsham Inc**  
**Profit and Loss**  
**30 Jun 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Income</b>		
Delivery Fees Collected	5.00	5.00
Events & Seminars	1,360.00	-
Grant Income	24,470.00	-
HRCC Funding	18,500.00	12,500.00
Memberships	34,525.00	34,510.00
Other Funding	20,000.00	-
<b>Total Income</b>	<b>98,860.00</b>	<b>47,015.00</b>
<b>Less Expense</b>		
Accounting Fees	1,320.00	990.00
Advertising	1,799.80	156.85
Bank Fees	0.96	39.62
Catering	-	138.01
Discounts given	880.00	-
Dues & Subscriptions	974.11	700.80
Events	1,360.00	-
Grant Funds Expenditure	12,712.00	-
IT/Web/Internet Expenses	1,794.67	961.52
Ink Cartridges	288.50	125.50
Insurance	490.00	475.00
Interest Expense	-	1.52
Legal Fees	59.20	59.20
Memberships & Subs	82.50	-
Miscellaneous	34.48	92.95
Office Supplies	305.34	267.05
Other Employer Expenses	-	1,233.00
Postage & Shipping	136.00	156.00
Printing	315.00	121.00
Professional Services	7,160.00	-
Rent	0.00	1,668.30
Shop Horsham Gift Cards Expens	2,799.00	514.00
Software	-	-
Sponsorship	-	75.00
Staff Training	-	75.00
Superannuation expense	2,997.00	2,398.57
Telephone	580.10	392.00
Wages & salaries	31,547.50	25,659.59
Workers Compensation	236.50	217.36
<b>Total Expense</b>	<b>67,872.66</b>	<b>36,517.84</b>
<b>Operating Profit</b>	<b>30,987.34</b>	<b>10,497.16</b>
<b>Plus Other Income</b>		
Profit on Disposal of Right of Use	230.77	-
Rent Concession	2,576.45	2,672.06
Shop Horsham Gift Card - Unclaimed 3 years Old	2,080.00	1,720.00
Shop Horsham Gift Card Sales	39,650.00	6,650.00
<b>Total Other Income</b>	<b>44,537.22</b>	<b>11,042.06</b>

**Less Other Expense**

Allowance for Employee Leave	-	-852.78
Depreciation - Right of Use	5,540.49	4,924.88
Depreciation Expense	810.71	486.83
Depreciation Expense	-	-
Gift Card reimbursement	14,520.00	5,170.00
Gift Cards to be Claimed - move to Balance Sheet	25,130.00	1,480.00
Interest Expense - Right of Use Asset	459.89	545.89
<b>Total Other Expense</b>	<b>46,461.09</b>	<b>11,754.82</b>
<b>Net Profit</b>	<b>29,063.47</b>	<b>9,784.40</b>

**Business Horsham Inc**  
**Balance Sheet**  
**30 Jun 2021**

	2021	2020
<b>Asset</b>	<b>\$</b>	<b>\$</b>
<b>Banking</b>		
ANZ Cheque Account	35,359.18	16,580.18
ANZ Gift Card Cheque Acc	44,170.00	18,085.00
<b>Total Banking</b>	<b>79,529.18</b>	<b>34,665.18</b>
<b>Current Assets</b>		
Accounts receivable	13,380.00	210.00
<b>Total Current Assets</b>	<b>13,380.00</b>	<b>210.00</b>
<b>Non-Current Asset</b>		
Plant & Equipment - At Cost	2,408.46	1,045.17
Right of Use Asset - 62 Darlot Street	-	17,237.09
<b>Total Non-Current Assets</b>	<b>2,408.46</b>	<b>18,282.26</b>
<b>Total Assets</b>	<b>95,317.64</b>	<b>53,157.44</b>
<b>Current Liabilities</b>		
Accounts payable	2,895.96	136.32
Gift Cards to be Reimbursed	34,040.00	10,260.00
Lease Liability	-	7,283.94
Memberships received in advanc	1,520.00	-
PAYG withholdings payable	2,030.00	-
Superannuation payable	474.95	-
<b>Total Current Liabilities</b>	<b>40,960.91</b>	<b>17,680.26</b>
<b>Non-Current Liabilites</b>		
Lease Liability	-	10,183.92
<b>Total Non-Current Liabilites</b>	<b>10,183.92</b>	<b>10,183.92</b>
<b>Total Liabilities</b>	<b>40,960.91</b>	<b>27,864.18</b>
<b>Net Assets</b>	<b>54,356.73</b>	<b>25,293.26</b>
<b>Equity</b>		
<b>Current Earnings</b>		
Current year earnings	29,063.47	9,784.40
<b>Total Current Earnings</b>	<b>29,063.47</b>	<b>9,784.40</b>
<b>Retained Earnings</b>		
Retained earnings	25,293.26	15,508.86
<b>Total Retained Earnings</b>	<b>25,293.26</b>	<b>15,508.86</b>
<b>Total Equity</b>	<b>54,356.73</b>	<b>25,293.26</b>

**Business Horsham**  
**Summary of Significant Accounting Policies**  
**30/06/2021**

- 1) These Financial Statements are special purpose financial statements prepared in order to satisfy the reporting requirements of the Associations Incorporation Reform Act 2012. The Committee has determined that the association is a Tier 1 Entity and must lodge an Annual Statement to Consumer Affairs Victoria.
- 2) Business Horsham is Exempt from Income Tax under the Income Tax Assessment Act 1997 – Sect 11.5.
- 3) Business Horsham is not registered for GST.
- 4) These accounts have been prepared on an Accrual basis.
- 5) Gift Card Sales and Reimbursement are recorded as Other Income and Other Expenses on the Profit Statement. A balance of 3 Years unredeemed Gift Cards is held as a Liability on the Balance Sheet.
- 6) Provision is made for Business Horsham's liability for Employee Annual Leave and Long Service Leave. Calculated at the employee's pay rate as at year-end and before Leave Loading is applied.
- 7) At inception of a contract, the Entity assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.

The Entity has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.

The Entity has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

The Entity is currently in no lease arrangements at 30 June 2021.

**Schedule 1**  
**Regulation 15**  
**Form 1**

*Associations Incorporation Reform Act 2012*

Sections 94 (2)(b), 97 (2)(b) and 100 (2)(b)

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**Annual statements give a true and fair view of financial performance and position  
of incorporated association**

We Catherine Shirrefs and Andrea Cross being members of the committee of  
Business Horsham certify that –

“The statements attached to this certificate give a true and fair view of the financial  
performance and position of the above named association during and at the end of  
the financial year of the association ending 30 June 2021.”

Signed: Catherine Shirrefs

Date: 3 August 2021

Signed: Andrea Cross

Date: 3 August 2021

## Independent Audit Report to the members of Business Horsham

### Opinion

We have audited the accompanying financial report, being a special purpose financial report of Business Horsham (the Association), which comprises the statement of financial position as at 30 June 2021, and the statement of profit and loss for the year then ended, notes to the financial statements and the directors' declaration.

In our opinion, the accompanying financial report gives a true and fair view of the financial position of Business Horsham as at 30 June 2021 and of its financial performance for the year ended in accordance with the accounting policies described in Note 1 of the financial statements and the requirements of the *Associations Incorporation Reform Act (Vic) 2012*.

### 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 auditor independence requirements of 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 opinion.

### Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in the Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

### Responsibilities of the Committee

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act (Vic) 2012 and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is 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.

The Committee responsible for overseeing the Association's financial reporting process.

### 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 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.

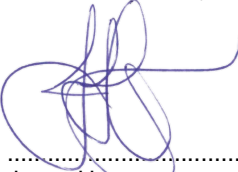
## Independent Audit Report to the members of Business Horsham

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.

*CountPro Audit Pty Ltd*  
CountPro Audit Pty Ltd



Jason Hargreaves  
Director

20 Lydiard Street South, Ballarat

4<sup>th</sup> August 2021