

AUDITOR'S REPORT

TO THE MEMBERS OF TWIN WATERS RESIDENTS' ASSOCIATION
INC.

INDEPENDENCE AND SCOPE

I have audited the financial report for the Twin Waters Residents' Association ("TWRA") for the year ended 30 June 2015. Whilst I believe I am qualified to conduct such an audit, and am prepared to do so, on a voluntary basis, without receiving any fees or payment, I wish to declare that I am a paid-up member of the TWRA.

I understand the Management Committee of the TWRA is responsible for the preparation and presentation of the financial report and the information contained therein and has passed a resolution to this effect (see Statement by the Committee attached).

I also understand that the Management Committee of the TWRA has determined that the cash basis of accounting is appropriate to the needs of the members. I do not consider it necessary to determine the basis of accounting and I have no reason to believe that a cash basis is not appropriate to the needs of the members.

I have conducted what I consider an independent audit of the financial report in order to express an opinion to the members of the Association on its preparation and presentation. My audit has been conducted, in accordance with Australian Auditing Standards, to provide reasonable assurance as to whether the financial report is free of material misstatement. My audit included examination, on a test basis, of evidence supporting the amounts and disclosures in the financial report and examination of particular transactions. For example, one of the items appearing in the Income and Expenditure Statement was Christmas carols, one of the largest items both in regard to income \$ 5,683.00 and expenditure \$ 6,471.61. I have examined a reconciliation of both the income and expenditure components of this item.

Another transaction brought to my attention by way of a reconciliation statement of a significant item was advertising income of \$ 5,925.00, including components of \$ 3,150.00 and \$2,775.00. This represents an increase of \$ 550.00 over the previous year.

My audit has been carried out to form an opinion as to whether, in all material respects, the financial report is presented fairly and in accordance with the cash basis of accounting so as to present a view which is consistent with my understanding of the financial position of the Association and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

I have noted, from the papers presented to me for audit, that it is not realistic for the Association to maintain an effective system of internal control over receipts such as membership fees, newsletter advertisements etc, until their initial entry in the accounting records. Accordingly, my audit in relation to these areas was limited to amounts recorded in the books of account.

AUDIT OPINION

In my opinion, subject to the comments I have made above, the financial statements present fairly the financial position of the Association as at 30 June 2015 and the results of its operations for the year ended 30 June 2015.



Terry A Hamilton (FCPA)

Dated: 26 July 2015.

Twin Waters Residents' Association Incorporated

**Income and Expenditure Statement
for the Year Ended 30 June 2015**

2014	Income		2015
nil	Commissions		390.00
2,182.00	Memberships for the Year		2,614.00
1,048.00	Prepaid Memberships for 2015/2016		752.00
20.00	Prepaid Memberships for 2016/2017		12.00
2,625.00	Newsletter Advertisements		3,150.00
2,750.00	Prepaid Newsletter Advertising		2,775.00
1,112.00	Grant - Sunshine Coast Council for Birthday Celebrations		500.00
6,080.00	Sponsorship Christmas Carols		5,683.00
nil	Donation Land Lease Painting Walls		13,057.00
nil	Other Donations		300.00
2,936.00	Golf Day Receipts		2,323.00
873.50	Birthday Celebrations		1,569.15
1,001.70	Raffle Receipts Christmas Carols		780.20
nil	St. Johns First Aid Course		1,050.00
nil	Interest		110.90
20,628.20	Total Income		35,066.25
	Expenditure		
nil	Audit Fee		nil
26.14	Bank Charges		45.40
405.69	Stationery and Administration		432.65
5,172.50	Printing		5,774.00
46.60	Office of Fair Trading Fee		48.25
2,105.93	Public Liability Insurance		2,105.93
nil	Web Site Expenses incl Development		3,037.25
31.00	Christmas in July		36.00
3,164.57	Golf Day		2,178.80
1,490.72	Birthday Expenses		1,920.69
6,272.91	Christmas Carols and Fireworks		6,471.61
201.19	Raffle Expenses		nil
142.45	Clean Up Australia Day		103.25
100.00	Gifts and Donations	Finn Smith Foundation	1,500.00
112.00	PO Box		115.00
nil	Painting Walls		13,995.30
nil	St. Johns First Aid Course		80.00
nil	Previous Year Expense		nil
19,271.70	Total Expenditure		37,844.13
1,356.50	Excess for the Year		-2,777.88

Twin Waters Residents' Association Incorporated

Notes to and Forming Part of the Accounts for the year ended 30 June 2015

Statement of Accounting Policies

The cash basis of accounting is used, whereby revenue is recorded when it is received and expenses recorded when they are paid.

As turnover is less than \$150,000, the Association is not registered for GST.

TWIN WATERS RESIDENTS ASSOCIATION INC

STATEMENT BY THE COMMITTEE

In the opinion of the Committee:

- a) The accompanying Income and Expenditure statement is drawn up so as to give a true and fair view of the loss of the Association for the year ended 30 June 2015,
- b) The accompanying Balance Sheet is drawn up so as to give a true and fair view of the state of affairs of the Association as at the end of the financial year,
- c) At the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Committee.

PRESIDENT


TREASURER