



BARWON COAST COMMITTEE OF MANAGEMENT INC

ABN 16 921 392 963

FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

**BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
COMMITTEE'S REPORT**

Your committee members submit the financial report of Barwon Coast Committee of Management Inc for the financial year ended 30 June 2011.

1. COMMITTEE MEMBERS

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

Mark Edmonds (Chairman)

Danny Keating

Tim Goddard

Mark Rodrigue

John Lesser

Susan Tunnell-Jones

Paul Williamson

Kate Wynn

2. PRINCIPAL ACTIVITIES

The principal activities of Barwon Coast during the financial year were predominately the maintenance of coastal crown land foreshore reserves, the provision of camping and accommodation within those reserves and management of the Port of Barwon Heads.

3. SIGNIFICANT CHANGES

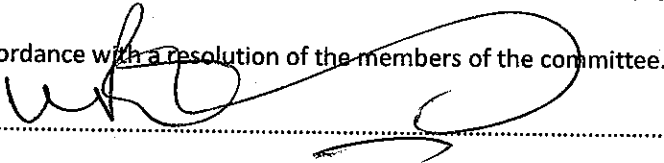
There was no significant change in the state of affairs of Barwon Coast during the year ended 30 June 2011.

4. OPERATING RESULT

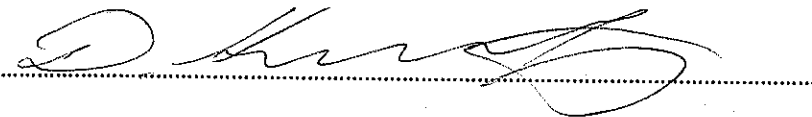
	2011	2010
The net profit/(loss) of Barwon Coast for the year:	\$ 28,788	\$ 158,318

The entity incurred during the period a significant write-down (\$241,034) of non-current asset(s) as a result of capital works completed upon the Barwon Heads Toilet Block 6 and Ocean Grove Toilet Block at main beach.

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



M. Edmonds
Committee Member



D. Keating
Committee Member

Dated this18th..... day ofOctober..... 2011.

**BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
COMPREHENSIVE INCOME STATEMENT**

	Note	2011 \$	2010 \$
REVENUE			
Revenue from Operating Activities	2	4,567,892	4,277,711
Grants for capital development		20,500	8,200
		<u>4,588,392</u>	<u>4,285,911</u>
EXPENDITURE			
Expenditure from Operating Activities	3	3,769,377	3,594,419
Depreciation		549,193	514,072
		<u>4,318,570</u>	<u>4,108,491</u>
PROFIT/(LOSS) BEFORE INCOME TAX		<u>269,822</u>	<u>177,420</u>
Income Tax Expense	1(a)	-	-
PROFIT/(LOSS) AFTER INCOME TAX		<u>269,822</u>	<u>177,420</u>
Other comprehensive income after income tax			
Net (loss)/gain on disposal of non-current assets		(241,034)	(19,102)
Total comprehensive income for the year		<u>(241,034)</u>	<u>(19,102)</u>
Total comprehensive income attributable to retained surplus		<u>28,788</u>	<u>158,318</u>

The accompanying notes form an integral part of these financial statements

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
STATEMENT OF FINANCIAL POSITION

	Note	2011 \$	2010 \$
CURRENT ASSETS			
Cash and cash equivalents	4	2,557,474	3,134,601
Trade and other receivables	5	40,624	33,722
TOTAL CURRENT ASSETS		<u>2,598,098</u>	<u>3,168,323</u>
NON-CURRENT ASSETS			
Trade and other receivables	5	-	-
Property, plant and equipment	6	12,197,925	11,365,975
TOTAL NON-CURRENT ASSETS		<u>12,197,925</u>	<u>11,365,975</u>
TOTAL ASSETS		<u>14,796,023</u>	<u>14,534,298</u>
CURRENT LIABILITIES			
Trade and other payables	7	1,536,366	1,315,273
Short term provisions	8	467,698	462,465
TOTAL CURRENT LIABILITIES		<u>2,004,064</u>	<u>1,777,738</u>
NON-CURRENT LIABILITIES			
Long term provisions	8	32,831	26,220
TOTAL NON-CURRENT LIABILITIES		<u>32,831</u>	<u>26,220</u>
TOTAL LIABILITIES		<u>2,036,895</u>	<u>1,803,958</u>
NET ASSETS		<u>12,759,128</u>	<u>12,730,340</u>
EQUITY			
Retained Surplus		12,759,128	12,730,340
TOTAL EQUITY		<u>12,759,128</u>	<u>12,730,340</u>

The accompanying notes form an integral part of these financial statements

**BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
STATEMENT OF CHANGES IN EQUITY**

	Retained Surplus	Total
	\$	\$
Balance at 1 July 2009	12,572,022	12,572,022
Total comprehensive income for the year		
Profit attributable to retained surplus	177,420	177,420
Other comprehensive income for the year		
Net (loss)/gain on revaluation of financial assets	-	-
Net (loss)/gain on disposal of non-current assets	(19,102)	(19,102)
Total other comprehensive income for the year	<u>(19,102)</u>	<u>(19,102)</u>
Total comprehensive income for the year	<u>158,318</u>	<u>158,318</u>
Balance at 30 June 2010	<u>12,730,340</u>	<u>12,730,340</u>
Balance at 1 July 2010	12,730,340	12,730,340
Total comprehensive income for the year		
Profit attributable to retained surplus	269,822	269,822
Other comprehensive income for the year		
Net (loss)/gain on revaluation of financial assets	-	-
Net (loss)/gain on disposal of non-current assets	(241,034)	(241,034)
Total other comprehensive income for the year	<u>(241,034)</u>	<u>(241,034)</u>
Total comprehensive income for the year	<u>28,788</u>	<u>28,788</u>
Balance at 30 June 2011	<u>12,759,128</u>	<u>12,759,128</u>

The accompanying notes form an integral part of these financial statements

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
STATEMENT OF CASH FLOW

	Note	2011	2010 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from site fees, leases and other		4,399,977	4,148,834
Payments to suppliers and employees		(3,536,439)	(3,481,873)
WDV of assets sold		(241,034)	-
Grants		20,500	8,200
Interest received		161,013	137,199
Net cash inflows from operating activities	10 (b)	<u>804,017</u>	<u>812,360</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(1,381,144)	(877,031)
Net movements in investments		650,000	19,102
Net cash outflows used in investing activities		<u>(731,144)</u>	<u>(857,929)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Receipts/Payments from Financing Activities		-	-
Net cash inflows (outflows) from financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		<u>72,873</u>	<u>(45,569)</u>
RECONCILIATION OF CASH			
Cash and cash equivalents at the end of the financial year as shown in the Cash Flows Statement is reconciled to the related items in the balance sheet as follows:			
Net increase/(decrease) in cash held		72,873	(45,569)
Cash at beginning of the year		682,851	728,420
Cash at the end of the year	4, 10 (a)	<u>755,724</u>	<u>682,851</u>

The accompanying notes form an integral part of these financial statements

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

Note 1: Summary of Significant Accounting Policies

This special purpose financial report has been prepared to fulfil Barwon Coast's financial reporting requirements. The accounting policies used in the preparation of this report are in accordance with applicable Accounting Standards, the reporting requirements of the entity's constitution and other professional mandatory reporting requirements and are, in the opinion of Barwon Coast, appropriate to meet the needs of the entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets. The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

The financial statements have been prepared in accordance with the following accounting standards:

AASB 101 - Presentation of Financial Statements
AASB 107 - Cash Flow Statements
AASB 108 - Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110 - Events after the Balance Sheet Date
AASB 116 - Property, Plant and Equipment
AASB 117 - Leases
AASB 118 - Revenue
AASB 1031 - Materiality

The major accounting policies are set out below.

a. Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

b. 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). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis, except for the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the ATO. The GST component of financing and investing activities which is recoverable from, or payable to, the ATO is classified as a part of operating cash flows. Accordingly, investing and financing cash flows are presented in the statement of cash flows net of the GST that is recoverable from, or payable to, the ATO.

c. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts (if required). Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

d. Property, Plant, and Expenses

Each class of property, plant & equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

d. Property, Plant, and Expenses (Cont'd)

The depreciation rates are calculated based on the effective useful life of the asset using the prime cost method. Profits and losses on disposal of fixed assets are brought to account in determining the result for the year.

Depreciation rates within each asset class fall within the following ranges:

<i>Class of fixed asset</i>	<i>Depreciation rate</i>
Buildings (other than accommodation)	2.0%
Buildings (accommodation)	5.0% to 10.0%
Infrastructure	1.5% to 5.0%
Park Facilities	5.0% to 20.0%
Office Equipment	15.0% to 33.30%
Motor Vehicles	12.0%
General Equipment - Plant	10.0% to 20.0%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. Each asset class's carrying amount is written down immediately to its recoverable amount if the class's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

e. Impairment

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in the income and expenditure statement.

f. Revenue Recognition

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 rate 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.

All revenue is stated net of the amount of goods and services tax (GST).

g. Leases

Leases of Property, Plant & Equipment, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

g. Leases (cont'd)

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

h. Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

i. Employee Benefits

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

j. Provisions

Provisions are recognised when the entity 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.

k. Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year. When an entity applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period must be disclosed.

The financial statements were authorised for issue on 18th October 2011 by the committee.

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

	2011 \$	2010 \$
NOTE 2 – REVENUE		
REVENUE FROM OPERATING ACTIVITIES		
Site fees	3,485,031	3,272,535
On site accommodation	742,720	724,612
Leases	88,707	77,723
Vendors	6,253	7,145
Port of Barwon Heads	35,653	27,182
Grants	28,273	12,096
Other income	20,242	19,219
Interest	161,013	137,199
	<u>4,567,892</u>	<u>4,277,711</u>

NOTE 3 – EXPENSES
OPERATING EXPENSES

Camping sites - Riverview	672,448	697,466
- Riverside	73,430	94,099
- Barwon Heads	774,743	741,410
On-site accommodation	195,976	199,501
Maintenance – Foreshore Reserves	992,818	930,980
Administration – management/reception/provisions	752,700	782,577
Motor vehicles and plant maintenance	104,727	113,974
Port of Barwon Heads	29,216	27,508
Community Ed / NRP	159,497	0
Miscellaneous	13,822	6,904
	<u>3,769,377</u>	<u>3,594,419</u>

NOTE 4 – CASH AND CASH EQUIVALENTS

Cash at bank	755,724	682,851
Short Term Cash Investments	1,800,000	2,450,000
Cash on hand	1,750	1,750
Total	<u>2,557,474</u>	<u>3,134,601</u>

NOTE 5 – TRADE AND OTHER RECEIVABLES

Current

Trade debtors	32,540	14,906
VHC P/L	0	1,862
GST input	8,084	16,954
Total	<u>40,624</u>	<u>33,722</u>

Non-current

VHC P/L	0	0
Total	<u>0</u>	<u>0</u>

NOTE 6 - PROPERTY, PLANT AND EQUIPMENT

(a) Buildings & Infrastructure

Barwon Heads Park – Buildings

At cost	3,658,313	3,464,081
Less accumulated depreciation	502,245	474,374
Total	<u>3,156,068</u>	<u>2,989,707</u>

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

	2011	2010
	\$	\$
NOTE 6 - PROPERTY, PLANT AND EQUIPMENT (Cont'd)		
(a) Buildings & Infrastructure (Cont'd)		
Barwon Heads Park – Infrastructure		
At cost	871,014	842,159
Less accumulated depreciation	197,794	180,555
Total	<u>673,220</u>	<u>661,604</u>
Barwon Heads Park – Facilities		
At cost	374,168	341,244
Less accumulated depreciation	220,241	185,957
Total	<u>153,927</u>	<u>155,287</u>
Accommodation on site		
At cost	1,225,172	1,168,892
Less accumulated depreciation	615,837	546,868
Total	<u>609,335</u>	<u>622,024</u>
Riverview Park – Buildings		
At cost	1,019,942	950,404
Less accumulated depreciation	206,456	187,406
Total	<u>813,486</u>	<u>762,998</u>
Riverview Park – Infrastructure		
At cost	1,156,642	1,121,848
Less accumulated depreciation	233,347	207,847
Total	<u>923,295</u>	<u>914,001</u>
Riverview Park – Facilities		
At cost	460,414	457,724
Less accumulated depreciation	240,562	197,881
Total	<u>219,852</u>	<u>259,843</u>
Ocean Grove Surf Beach Complex		
At cost	614,005	614,005
Less accumulated depreciation	255,929	238,649
Total	<u>358,076</u>	<u>375,356</u>
Sundry buildings – Ocean Grove, Estuary, Bluff – 13th Beach, Buckley Park		
At cost	1,479,664	592,926
Less accumulated depreciation	94,043	126,243
Total	<u>1,385,621</u>	<u>466,683</u>
Sundry infrastructure – Ocean Grove, Estuary, Bluff – 13th Beach, Buckley Park		
At cost	3,499,911	3,397,107
Less accumulated depreciation	607,862	513,783
Total	<u>2,892,049</u>	<u>2,883,324</u>
Sundry facilities – Ocean Grove, Estuary, Bluff – 13th Beach, Buckley Park		
At cost	427,728	412,212
Less accumulated depreciation	228,775	213,642
Total	<u>198,953</u>	<u>198,570</u>
Class (a) Total	<u>11,383,882</u>	<u>10,289,397</u>

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

	2011	2010
	\$	\$
NOTE 6 - PROPERTY, PLANT AND EQUIPMENT		
(b) Equipment		
Office equipment		
At cost	362,984	350,340
Less accumulated depreciation	<u>295,977</u>	<u>259,060</u>
	<u>67,007</u>	<u>91,280</u>
Motor vehicles and plant		
At cost	451,764	402,443
Less accumulated depreciation	<u>178,245</u>	<u>160,232</u>
Total	<u>273,519</u>	<u>242,211</u>
General equipment including vehicle Attachments, and petrol engines etc		
At cost	132,438	132,900
Less accumulated depreciation	<u>81,315</u>	<u>97,911</u>
Total	<u>51,123</u>	<u>34,989</u>
Class (b) Total	<u>391,649</u>	<u>368,480</u>
(c) Port Assets		
Port including Jetties, Nav Aids, Beacons etc		
At acquisition	898,474	898,474
Less accumulated depreciation	<u>618,505</u>	<u>582,894</u>
Class (c) Total	<u>279,969</u>	<u>315,580</u>
(d) Works in progress at cost	<u>142,425</u>	<u>392,518</u>
TOTAL	<u>12,197,925</u>	<u>11,365,975</u>

NOTE 7 - TRADE AND OTHER PAYABLES

Trade creditors	89,025	97,875
Accrued charges	79,279	25,063
Caravan parks booking fees in advance	1,310,313	1,192,335
GST Outwards	<u>57,749</u>	<u>0</u>
Total	<u>1,536,366</u>	<u>1,315,273</u>

NOTE 8 - PROVISIONS

Current		
Employee entitlements - Annual Leave	190,475	226,481
- Long Service Leave	<u>277,223</u>	<u>235,984</u>
	<u>467,698</u>	<u>462,465</u>
Non-Current		
Employee entitlements - Long service Leave	<u>32,831</u>	<u>26,220</u>
	<u>32,831</u>	<u>26,220</u>

NOTE 9 - AUDITORS' REMUNERATION

Auditing the financial report	6,070	4,020
Other services (including Internal Audit)	<u>2,900</u>	<u>3,450</u>
	<u>8,970</u>	<u>7,470</u>

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

2011	2010
\$	\$

NOTE 10 - CASH FLOW INFORMATION

(a) Reconciliation of cash

2011	2010
\$	\$

For the purposes of the statement of cash flows, the entity considers cash to include cash on hand, in banks and bank overdrafts. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash at Bank	<u>755,724</u>	<u>682,851</u>
	<u>755,724</u>	<u>682,851</u>

(b) Reconciliation of net cash used in operating activities to operating result

Operating (profit)/loss	28,788	158,318
Depreciation	549,194	514,074
(Increase)/decrease in receivables	(6,902)	8,320
Increase/(decrease) in payables	221,093	104,039
Increase/(decrease) in provisions	<u>11,844</u>	<u>27,609</u>
Net cash provided by operating activities	<u>804,017</u>	<u>812,360</u>

NOTE 11 - RELATED PARTIES

The Committee of Management members are the only related parties.

During the year there were no financial transactions with related parties and no remuneration or benefits were paid for the performance of their duties.

NOTE 12 - SEGMENT INFORMATION

(a) Industry

Barwon Coast operated predominately for the provision of maintenance of coastal crown land foreshore reserves including beach access, revegetation of coastal dunes etc, and for the provision of camping and accommodation within those reserves.

Barwon Coast is also the manager of the Port of Barwon Heads.

(b) Geographical

Barwon Coast is responsible for the management of a 13Km section of coastal crown land that extends from Black Rock to Collendina including the township beaches of Barwon Heads and Ocean Grove in Victoria.

NOTE 13 - TAX STATUS

Barwon Coast is exempt from income tax.

NOTE 14 - CAPITAL COMMITMENTS

There were no capital commitments at the financial year end.

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

NOTE 15 - CONTINGENT LIABILITIES

There were no contingent liabilities at the financial year end.

NOTE 16 - POST BALANCE DATE EVENTS

Since the end of the financial year, Barwon Coast is not aware of any matter or circumstance not otherwise dealt within the report that may significantly affect the operating results of operations or state of affairs of Barwon Coast.

NOTE 17 - INCORPORATION STATUS

Barwon Coast was declared an incorporation under section 14(2) of the Victorian Crown Land (Reserves) Act 1978 from 1 July 1995.

Its primary objectives are to manage, improve, maintain and control coastal crown land and its principal activities are coastal management and the operation of caravan parks.

The registered office and principal place of operations is located at Barwon Heads, Victoria 3227.

BARWON COAST COMMITTEE OF MANAGEMENT INC
FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011
NOTES TO THE FINANCIAL STATEMENTS

The committee has determined that the entity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the financial report comprising the Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the financial statements of Barwon Coast:

- a. Present a true and fair view of the financial position of Barwon Coast as at 30 June 2011 and its performance for the year ended on that date; and
- b. At the date of this statement, there are reasonable grounds to believe that Barwon Coast will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee.



M. Edmonds
Committee Member



D. Keating
Committee Member

Dated this18th..... day ofOctober..... 2011.



Independent Auditor's Report To Barwon Coast Committee of Management Inc

Report on the financial report

We have audited the accompanying financial report of Barwon Coast Committee of Management Inc, which comprises the committee's report, the statement of financial position as at 30 June 2011, the comprehensive income statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the Committee of Management.

Directors' responsibility for the financial report

Barwon Coast Management is responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of Barwon Coast and are appropriate to meet the needs of the members. Barwon Coast's responsibilities also include designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit.

We conducted our audit in accordance with Australian Auditing Standards. Those Auditing 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 judgement, 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 trust'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 trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, 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.



Auditor's opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of Barwon Coast Committee of Management Inc as at 30 June 2011 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

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 has been prepared to assist Barwon Coast Committee of Management Inc to meet its reporting requirements. As a result, the financial report may not be suitable for another purpose.

CROWE HORWATH

A handwritten signature in black ink, appearing to read "Martin Thompson".

Martin Thompson
Geelong, Victoria

Dated this 18 October 2011