

Montmorency Eltham RSL Sub-Branch  
Agent for RSL General Appeals Patriotic  
Fund No. B86

Financial Statements

For the year ended 31 December 2023

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

## Table of contents

For the year ended 31 December 2023

Committee's report . . . . .	2
Auditor's independence declaration . . . . .	4
Statement of profit or loss and other comprehensive income . . . . .	5
Statement of financial position . . . . .	6
Statement of changes in equity . . . . .	7
Statement of cash flows . . . . .	8
Notes to the financial statements . . . . .	9
Statement by members of the committee . . . . .	13
Independent audit report . . . . .	14

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Committee's report  
31 December 2023

The committee members present their report on Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86 (the "Entity") for the financial year ended 31 December 2023.

## Information on committee members

The names of each person who has been a committee member during the year and to date of the report are:

Glen Ferrarotto – President (re-appointed 18 Mar 2023)

Andrew Hall – Senior Vice President and Secretary (re-appointed 18 Mar 2023)

Graeme Munro– Vice President (re-appointed 18 Mar 2023)

Mark Hookey – Treasurer (appointed 18 Mar 2023)

Jim Gronbach – Member (re-appointed 18 Mar 2023)

Matthew Loughman (appointed 18 Mar 2023)

Shane Murphy – Member (re-appointed 18 Mar 2023)

Ricki Rank – Member (re-appointed 18 Mar 2023)

Michael Ricks – Member (re-appointed 18 Mar 2023)

Timothy Riley – Member (re-appointed 18 Mar 2023)

Kevin Myers – Member (resigned on 18 Mar 2023)

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

## Principal activities

The principal activity of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86 during the financial year was to provide social facilities and the provision of welfare to members of the Entity.

No significant changes in the nature of the Entity's activity occurred during the financial year.

## Operating results

The deficit of the Entity amounted to \$869 (2022: \$8,308).

## Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Entity during the year.

## Events after the reporting date

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

## Future developments and results

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Committee's report

31 December 2023

Likely developments in the operations of the Entity and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Entity.

## Environmental issues

The Entity's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

## Proceedings on behalf of the Entity

No person has applied for leave of court to bring proceedings on behalf of the Entity or intervene in any proceedings to which the Entity is a party for the purpose of taking responsibility on behalf of the Entity for all or any part of those proceedings.

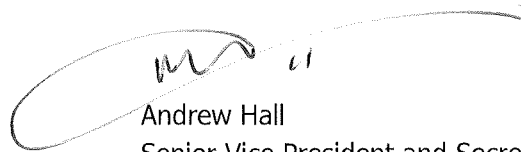
## Auditor's Independence Declaration

Signed in accordance with a resolution of the Committee.



Glen Ferrarotto  
President

Dated: 13 MAR 24



Andrew Hall  
Senior Vice President and Secretary

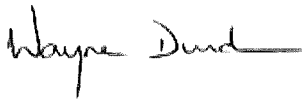
## LEAD AUDITOR'S INDEPENDENCE DECLARATION

In accordance with Subdivision 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, I am pleased to provide the following declaration of independence to the Committee of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund.

As lead audit partner for the audit of the financial statements of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund for the financial year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- i) the auditor independence requirements as set out in Subdivision 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- ii) any applicable code of professional conduct in relation to the audit.

E. F. McPHAIL & PARTNERS



WAYNE C. DURDIN  
Partner

6 March 2024  
Melbourne

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

## Statement of profit or loss and other comprehensive income For the year ended 31 December 2023

	Note	2023 \$	2022 \$
<b>Income</b>			
Poppy / Badge Appeals		45,113	73,532
Remembrance Day Appeal		26,906	-
Donations		2,450	1,300
<b>Total income</b>		<b>74,469</b>	<b>74,832</b>
<b>Expenses</b>			
Poppy / Badge Appeals Remittance		(36,010)	(36,766)
ANZAC Day expenses		(17,657)	(18,306)
Remembrance Day expenses		(2,297)	(4,778)
Death and funeral expenses		-	(4,120)
Veteran expenses		(1,769)	(4,405)
Vietname Veteran's lunch		-	(1,650)
Wake expenses		-	(1,500)
Welfare gardening		(4,311)	(1,946)
Welfare donations		(666)	-
Welfare meals		(1,164)	-
Welfare office		(8,444)	(8,966)
Other expenses		(3,020)	(703)
<b>Total expenses</b>		<b>(75,338)</b>	<b>(83,140)</b>
<b>Deficit before tax</b>		<b>(869)</b>	<b>(8,308)</b>
Income tax	3.d	-	-
<b>Deficit for the year</b>		<b>(869)</b>	<b>(8,308)</b>
<b>Total comprehensive income for the year</b>		<b>(869)</b>	<b>(8,308)</b>

The accompanying notes form part of these financial statements.

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

**Statement of financial position**  
As at 31 December 2023

	Note	2023 \$	2022 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	24,310	25,740
Other assets	6	13,452	13,757
<b>Total current assets</b>		<b>37,762</b>	<b>39,497</b>
<b>Total assets</b>		<b>37,762</b>	<b>39,497</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	7	26,943	27,808
<b>Total liabilities</b>		<b>26,943</b>	<b>27,808</b>
<b>Net assets</b>		<b>10,819</b>	<b>11,689</b>
<b>Equity</b>			
Retained surplus		10,819	11,688

The accompanying notes form part of these financial statements.

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

**Statement of changes in equity**  
For the year ended 31 December 2023

	<b>Retained surplus</b>	<b>Total equity</b>
<b>2022</b>	<b>\$</b>	<b>\$</b>
Opening balance	19,996	19,996
Deficit for the year	(8,308)	(8,308)
<b>Closing balance</b>	<b>11,688</b>	<b>11,688</b>

	<b>Retained surplus</b>	<b>Total equity</b>
<b>2023</b>	<b>\$</b>	<b>\$</b>
Opening balance	11,688	11,688
Deficit for the year	(869)	(869)
<b>Closing balance</b>	<b>10,819</b>	<b>10,819</b>

The accompanying notes form part of these financial statements.



# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

**Statement of cash flows**  
For the year ended 31 December 2023

	2023	2022
	\$	\$
<b>Cash flows from operating activities:</b>		
Receipts from customers and donations	74,773	61,076
Payments to suppliers	(76,203)	(55,332)
<b>Net cash flows from/(used in) operating activities</b>	<b>(1,430)</b>	<b>5,744</b>
<b>Cash flows from investing activities:</b>		
None	-	-
<b>Cash flows from financing activities:</b>		
None	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(1,430)</b>	<b>5,744</b>
Cash and cash equivalents at beginning of year	25,740	19,996
<b>Cash and cash equivalents at end of financial year</b>	<b>24,310</b>	<b>25,740</b>

The accompanying notes form part of these financial statements.

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

## Notes to the financial statements

For the year ended 31 December 2023

### 1. Introduction

The financial statements cover Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86 (the "Entity") as an individual entity. The Entity is domiciled in Australia.

The principal activities of the Entity during the financial year were to provide social facilities and the provision of welfare to members of Montmorency Eltham RSL Sub-Branch Inc.

The functional and presentation currency of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86 is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

### 2. Basis of preparation

In the opinion of the Committee, the Entity is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the Committee's reporting requirements.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

### 3. Material accounting policy information

#### a. Cash and cash equivalent

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Notes to the financial statements  
For the year ended 31 December 2023

## 3. Material accounting policy information (continued)

### b. Provisions

Provisions are recognised when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects the current market assessments of the time value of money and the risks specific to the liability. The increase in the provisions resulting from the passage of time is recognised in finance costs.

### c. Revenue recognition

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Entity expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

Contract liabilities represent the Entity's obligation to transfer services to a customer and are recognised when a customer pays consideration, or when the Entity recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Entity has transferred the services to the customer.

#### *Donations*

Donations and bequests are recognised as revenue when received.

#### *Government Subsidies*

Revenue from subsidies is recognised when the Entity has complied with the conditions attached to them and when there is reasonable assurance that the subsidy will be received.

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Notes to the financial statements  
For the year ended 31 December 2023

## 3. Material accounting policy information (continued)

### c. Revenue recognition (continued)

#### *Interest income*

Interest income is recognised on a time proportion basis using the effective interest method. When a receivable is impaired, the Entity reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continues unwinding the discount as interest income.

#### *Other revenue*

Other revenue is recognised when the right to receive the revenue has been established.

All revenue is stated net of the amount of Goods and Services Tax (GST).

### d. Income tax

The Entity is a not-for-profit organisation and is exempt from income tax under section 50-45 of the *Income Tax Assessment Act 1997*. The ongoing Income Tax Exempt Charity status is subject to the entity meeting the terms of the Deed of Settlement with the Commissioner of Taxation of the Commonwealth of Australia dated 24th September 2002.

### e. Adoption of new and revised accounting standards

The Entity has adopted all standards which became effective for the first time at 31 December 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Entity.

## 4. Critical accounting estimates and judgements

The committee members make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

There were no critical accounting estimates and judgments in respect of the amounts in this report.

## 5. Cash and cash equivalents

	2023	2022
	\$	\$
Cash at bank	24,310	25,740

## 6. Other assets

Current	2023	2022
	\$	\$
Other assets		
Accrued revenue	13,452	13,757

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Notes to the financial statements  
For the year ended 31 December 2023

## 7. Trade and other payables

Current	2023	2022
	\$	\$
Accrued expenses	26,943	27,808

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

## 8. Contingencies

In the opinion of the Committee, the Entity did not have any contingencies at 31 December 2023 (2022: None).

## 9. Events occurring after the reporting date

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

## 10. Statutory information

The registered office and principal place of business of the Entity is:

Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86  
16 Mountain View Rd  
Montmorency VIC Australia  
3094

# Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86

Statement by members of committee

## Annual statements give true and fair view of financial performance and position

In accordance with a resolution by the members of the Committee of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund No. B86 (the "Entity"), the members of the Committee of the Entity declare that:

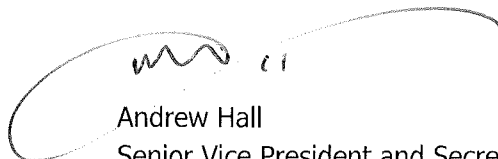
1. The attached financial statements and notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
  - Comply with Australian Accounting Standards to the extent described in Note 2 to the financial statements; and
  - Give a true and fair view of the financial position of the Entity as at 31 December 2023 and of its performance for the financial year ended on that date; and
2. There are reasonable grounds to believe that the Entity will be able to pay its debts as and when they become due and payable.

Signed in accordance with the subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*:



Glen Ferrarotto  
President

Dated: 13 MAR 24



Andrew Hall  
Senior Vice President and Secretary

## Independent Auditor's Report To the Members of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund

### Opinion

We have audited the special purpose financial report of Montmorency Eltham RSL Sub-Branch Agent for RSL General Appeals Patriotic Fund (the "Entity"), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements including material accounting policy information and other explanatory information, and the statement by the Committee.

In our opinion, the accompanying financial report of the Entity is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Entity's financial position as at 31 December 2023 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 2 to the financial report and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2022*.

### 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 Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

### Other Information

The Committee is responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 31 December 2023 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Emphasis of Matter – Basis of Accounting**

We draw attention to Note 2 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Committee's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission 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.

## **Responsibilities of the Committee for the Financial Report**

The Committee is responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 2 to the financial report is appropriate to meet the needs of the members and Division 60 of the *Australian Charities and Not-for-profits Commission 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, the Committee is responsible for assessing the Entity'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 management either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

The Committee is responsible for overseeing the Entity'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.

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:

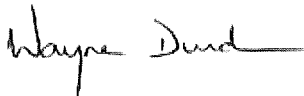
- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a 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 Entity' 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 Entity'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 Entity 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 the audit.

E. F. McPHAIL & PARTNERS

A handwritten signature in black ink, appearing to read "Wayne Durdin". The signature is written in a cursive style with a horizontal line extending to the right.

WAYNE C. DURDIN  
Partner

6 March 2024  
Melbourne