

BEECHMONT RECREATION, ART & SPORTS ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1981 (Qld). The Committee has determined that the Association is not a reporting entity.

The financial statements have been prepared on a cash basis and are based on historic costs, which do 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 the financial statements.

(a) Income Tax

It is the opinion of the Committee that the Association is an exempt body for income tax purposes under Section 50-45 of the Income Tax Assessment Act, 1997.

(b) Fixed Assets

Plant and equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

During the previous financial year the Association recorded plant and equipment on the Balance Sheet resulting in an adjustment of \$15,168.09 to accumulated funds, being the written down value of plant and equipment owned by the Association at 1 July 2012.

(c) Goods and Services Tax

From 1 September 2013, 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Prior to this date the Association was not GST registered and transactions are inclusive of GST.

The Association's Australian Business Number (ABN) is **76 925 675 511**.

NOTE 2: DONATIONS

During the 2013 financial year the Association received \$366,149.72 in donations from Beechmont Public Hall when it ceased operation represented by cash donated of \$335,889.15 and assets valued at \$30,260.57.