COASTAL FM INCORPORATED

SPECIAL PURPOSE FINANCIAL REPORT
FINANCIAL YEAR ENDED 30 JUNE 2020

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CONTENTS

COASTAL FM INCORPORATED
COMMITTEE'S REPORT
FINANCIAL YEAR ENDED 30 JUNE 2020

Your committee members submit the financial report of Coastal FM Incorporated for the financial year ended 30 June 2020.

Committee Members
The names of the committee members in office at anytime during or since the end of the year are:

Chairperson	- Brian Shearston
Vice-Chairperson	- Malcolm Metcalf
Secretary	- Julie Shearston
Treasurer	- Kerryn Lucas
General Commitee	- Judith Peck
General Commitee	- Dianne Crack
General Commitee	- Greg Swain
General Commitee	- Chris Morris

Principle Activities
The principle activities of the association during the financial year were to operate the Coast FM radio station located in Wynyard, Tasmania.

Significant Changes
No significant change in the nature of these activities occurred during the financial year.

Trading Results and Review of Operations
Turnover for the 2020 financial year was $84,569 (2019: $81,897) with an operating profit of $1,817 (2019: loss of $16,593). Overall net profit for the year of $18,796 (2019: $19,567) was achieved courtesy of receipt of further capital grants.

Committee Members Benefits
Since the end of the previous financial year no Committee member has received or become entitled to receive a benefit by reason or a contract made by the Organisation with the Committee member of with a firm which he or she is a member, or with a company in which he or she has a substantial interest.

Likely Developments
The Committee is not aware of any likely developments in the operation of the Organisation which would effect the expected operations of the Organisation

Signed in accordance with a resolution of the Committee, and is signed for and on behalf of the Committee by:

Treasurer KLucas

Chairperson

Dated: 14-09-2020

COASTAL FM INCORPORATED
STATEMENT BY THE MEMBERS OF THE COMMITTEE
FINANCIAL YEAR ENDED 30 JUNE 2020

As detailed in note 1 to the financial statements, the Association is not a reporting entity because in the opinion of the Committee there are unlikely to exist users of the financial report who are unable to command preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this special purpose financial report has been prepared to satisfy the Committee's reporting requirements under the Associations Incorporation Act (Tasmania) 1964 only.

In the opinion of the Committee:

1. The accompanying income statement is drawn up so as to present fairly the result of the Association for the financial year ended 30 June 2020;

2. The accompanying balance sheet is drawn up so as to present fairly the state of affairs of the Association as at 30 June 2020; and

3. At the date of this statement there are reasonable grounds to believe that Coastal FM Incorporated will be able to pay its debts as and when they become due and payable.

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

Treasurer KLucas

Chairperson

Dated: 14-9-2020

COASTAL FM INCORPORATED
INCOME STATEMENT
FINANCIAL YEAR ENDED 30 JUNE 2020

	2020 $	2019 $
INCOME		
Sponsorship	61,904	67,527
Donations	10,134	10,993
Interest	42	172
Operating Grants	9,772	250
Memberships	2,717	1,815
Miscellaneous	-	1,140
	84,569	81,897
EXPENDITURE		
Audit Fees	1,850	1,800
Bank Fees	240	240
Bartercard Commission & Fees	1,464	1,490
Depreciation	19,056	15,910
Donations	-	210
Fuel & Travel	1,500	550
Honorariums	-	6,150
Insurance	1,940	1,880
Interest	4,925	5,809
Licences	246	982
Light & Power	8,874	11,936
Office Supplies & Amentities	1,044	212
Petty Cash	2,100	2,750
Prize Giveaways	1,650	1,412
Rates & Taxes	2,380	2,617
Repairs & Maintenance	1,388	8,498
Sales Commission	14,896	15,524
Stationary & Postage	2,815	1,060
Subscriptions	10,778	10,343
Superannuation	-	275
Telephone & Internet	5,606	5,939
Wages	-	2,903
	82,752	98,490
NET OPERATING PROFIT / (LOSS)	1,817	(16,593)
NON-OPERATING INCOME		
Capital Grants	16,979	36,160
	16,979	36,160
NET PROFIT FOR THE FINANCIAL YEAR	18,796	19,567
RETAINED PROFITS AT BEGINNING OF FINANCIAL YEAR	290,387	270,820
RETAINED PROFITS AT END OF FINANCIAL YEAR	**309,183**	**290,387**

The accompanying notes form part of these financial statements.

COASTAL FM INCORPORATED
BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2019 $	2019 $
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	2	49,415	44,503
Trade and Other Receivables	3	10,222	7,851
TOTAL CURRENT ASSETS		59,637	52,354
NON-CURRENT ASSETS			
Property, Plant & Equipment	4	597,841	598,252
TOTAL NON-CURRENT ASSETS		597,841	598,252
TOTAL ASSETS		657,478	650,606
LIABILITIES			
CURRENT LIABILITIES			
Trade and Other Payables	5	33,461	34,593
TOTAL CURRENT LIABILITIES		33,461	34,593
NON-CURRENT LIABILITIES			
Borrowings	6	97,334	108,126
TOTAL NON-CURRENT LIABILITIES		97,334	108,126
TOTAL LIABILITIES		130,795	142,719
NET ASSETS		526,683	507,887
MEMBERS' FUNDS			
Asset Revaluation Reserve		217,500	217,500
Retained Profits		309,183	290,387
TOTAL MEMBERS' FUNDS		**526,683**	**507,887**

The accompanying notes form part of these financial statements.

COASTAL FM INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED 30 JUNE 2020

1 Summary of Significant Accounting Policies

The Association is not a reporting entity because in the opinion of the Committee there are unlikely to exist users of the financial report who are unable to command preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, this special purpose financial report has been prepared to satisfy the Committee's reporting requirements under the Associations Incorporation Act (Tasmania) 1964 only.

The financial statements are 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, have been adopted in the preparation of these financial statements.

(a) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less,

(b) Property, Plant & Equipment

Land and buildings are accounted for at insured value.

All other classes of plant & equipment are carried at cost less accumulated depreciation and impairment. Depreciation is calculated on a straight line basis on these items over their expected useful lives.

Depreciation is not calculated on the buildings.

(c) Accounts Receivable & Accounts Payable

Debtors are generally settled within 30 days and are carried at amounts due. Where applicable a provision is raised for any doubtful debts based on a review of all outstanding amounts at balance date. Bad debts are written off in the period in which they are identified.

Trade payables and other accounts payable are recognised when the Association becomes obliged to make future payments resulting from the purchase of goods and services.

(d) Borrowings

Borrowings are recorded at the gross amount of the debt obligation owing at the end of the reporting period, including accrued interest and charges.

(e) Revenue and Other Income

Sponsorship revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed.

Grants, donations, membership and other revenue are recognised on a cash received basis.

1 Summary of Significant Accounting Policies (cont'd)

(f) Income Tax

The Association is exempt from Income Tax under Section 50-45 of the ITAA 1997.

(g) Incorporation Status

The Association was de-registered as an Incorporated Association with The Department of Consumer Affairs (Tasmania) on 29 July 2009. It was then re-registered as an Incorporated Association on 24 November 2011.

(h) Critical Accounting Estimates and Judgements

The preparation of financial statements requires the Committee to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

(i) Going Concern

The financial report has been prepared on a going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

At 30 June 2020 the entity has net assets of $526,683 and in the current year had an operating profit of $1,817. The ability of the entity to continue as a going concern is largely dependent upon the ability of the sales staff to maintain sponsorship income, and generate new sponsorship income. The entity does however also have cash at bank of $49,415 as at 30 June 2020

As a result of the current financial position and the current sales climate, the Committee believe the entity will be able to continue as a going concern and pay its debts as and when they fall due.

COASTAL FM INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED 30 JUNE 2020

	2020 $	2019 $
2. CASH AND CASH EQUIVALENTS		
CBA Trading Account	4,101	1,833
CBA Online Saver	31,333	30,484
Bartercard Trade Dollars Account	13,981	12,186
	49,415	44,503
3. TRADE AND OTHER RECEIVABLES		
Amounts due from Sponsors	8,227	5,911
Prepaid Insurance	1,995	1,940
	10,222	7,851
4. PROPERTY, PLANT & EQUIPMENT		
Land & Buildings at Insured Value	500,000	500,000
Furniture & Fittings at Cost	16,409	14,537
Less Provision for Depreciation	(5,982)	(4,928)
Plant & Equipment at Cost	143,596	126,823
Less Provision for Depreciation	(56,182)	(38,180)
	597,841	598,252
5. TRADE AND OTHER PAYABLES		
Related Party Payables:		
- Mal Metcalf	29,766	30,598
- Brian Shearston	3,695	3,995
	33,461	34,593
6. BORROWINGS		
CBA	87,408	94,800
Citizens Own Renewable Energy Network Australia	9,926	13,326
	97,334	108,126

COAST FM

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Email: coastfm1061@gmail.com
ABN: 98675729988

11 September 2020

PRIVATE & CONFIDENTIAL

Mr Luke Salmon
Director
Auditing & Accounting Solutions Pty Ltd
P.O Box 436
LAUNCESTON TAS 7250

Dear Luke

This representation letter is provided in connection with your audit of the financial report of Coastal FM Incorporated for the financial year ended 30 June 2020 for the purpose of expressing an opinion as to whether the financial report presents fairly in accordance with the accounting policies disclosed at Note 1 to the financial report.

We confirm that to the best of our knowledge and belief, having made such enquiries as we considered necessary for the purpose of appropriately informing ourselves:

Financial Report

- We have fulfilled our responsibilities, as set out in the terms of your audit engagement letter dated 4 September 2014, for the preparation of the financial report in accordance with Note 1 to the financial report; in particular the financial report presents fairly in accordance therewith.

- Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.

- Related party relationships and transactions have been appropriately accounted for.

- All events subsequent to the date of the financial report have been reviewed and considered as to whether or not they should be recorded and/or disclosed in the 30 June 2020 financial report in accordance with GAAP.

- The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial report as a whole.

Information provided

We have provided you with:

- ○ Access to all information of which we are aware that is relevant to the preparation of the financial report such as records, documentation and other matters;
- ○ Additional information that you have requested from us for the purpose of the audit; and
- ○ Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.

- All transactions have been recorded in the accounting records and are reflected in the financial report.
- We acknowledge our responsibility for the design, implementation and maintenance of internal control to prevent and detect fraud.
- We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud.
- We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the entity and involves:

- ○ Management
- ○ Employees who have significant roles in internal control; or
- ○ Others where the fraud could have a material effect on the financial report.

- We have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial report communicated by employees, former employees, analysts, regulators or others.
- We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing the financial report.
- We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the financial report; and accounted for and disclosed in accordance with the accounting policies disclosed at Note 1 to the financial report.
- We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
- We have provided you with all requested information, explanations and assistance for the purposes of the audit.
- We have provided you with all information required by the *Associations Incorporation Act 1964 (Tas)*

Brian Shearston

Chairperson

KLucas

Kerryn Lucas

Treasurer