

# **Surf Life Saving New South Wales and Controlled Entity**

ABN: 93 827 748 379

## **Consolidated Financial report**

For the year ended 30 June 2021

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**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**DIRECTORS' REPORT**

The directors present their report together with the financial report of the group, being the company, Surf Life Saving New South Wales ("SLSNSW") ABN 93 827 748 379 and its controlled entity, Surf Life Saving Services Pty Limited ("SLSS") ABN 80 055 582 762 for the year ended 30 June 2021 and auditor's report thereon.

**Directors names**

The names of the directors in office at any time during or since the end of the year are:

George Shales OAM

John Restuccia OAM (Nullified 30 August 2021)

Paul Bolton

Kerry Clancy (Nullified 30 August 2021)

Donald Van Keimpema OAM

Anthony Waller OAM

Joel Wiseman

**For information- Directors names Surf Life Saving Services (subsidiary)**

Stephen Bennett

Kris Beavis

Shaun Minogue

Peter Pearce OAM

The directors have been in office since the start of the year to the date of this report unless otherwise stated.

**Results**

The surplus of the group for the year amounted to \$1,495,367 (2020: \$51,681).

**Principal activities**

To carry out the group's strategies and to achieve its short-term and long-term objectives, the company's principal activities during the year were to provide charitable services to the community, save lives and reduce drownings in the NSW community by conducting, encouraging, promoting, advancing and administering surf lifesaving, educational, member based, surf sport, and training activities.

## SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY

ABN: 93 827 748 379

### DIRECTORS' REPORT

#### Short-term and long-term objectives and strategies

The mission of Surf Life Saving New South Wales is to save lives, create great Australians and build better communities.

The company's short and long-term objectives are to:

- Save lives by providing a safe beach and aquatic environment
- Reduce the rate of drowning in New South Wales
- Develop viable and sustainable Surf Life Saving Clubs
- Develop a more inclusive organisation for all Australians to participate in
- Provide high quality education and accredited training to our members and the community
- Value our members by providing them with recognition, direction and support
- Be the recognised peak body for beach and coastal public safety in New South Wales
- Promote healthy lifestyles and wellbeing in the community
- Develop our emergency service capability

The group's strategy for achieving these objectives includes:

- **Member Centred** - Everything we do will be for the betterment and the benefit of our members. Reinforcing our member-centric approach based on delivering member value. Support and driving growth in membership and engagement.
- **Embrace Community** - Assisting clubs' membership to reflect the changing community profiles, being acknowledged as an all-inclusive organisation that protects, educates, prepares and embraces everyone.
- **Position, Profile & Presence** - Actively position ourselves within government, community and media, allowing our presence to be seen everywhere, everytime, ultimately maximizing our profile and the value of our members.
- **Working Better Together** - Building a strong and sustainable Surf Life Saving community that talks, respects each other and works together to achieve shared vision, values and goals.
- **Strengthen & Streamline** - A financially sustainable and resilient organisation that continually delivers value through efficiencies and innovation.
- **Capable & Ready** - Ensuring we have the capability and capacity within our Life Saving arrangements and we retain a 24/7 readiness, always ready to respond and meet the needs of our community, within or outside of our flags. Delivering the training, support and services that delivers the high-quality service that makes our patrolled beaches safe and our lifesavers the best in the world.
- The group strategies were supported through the wholly owned subsidiary's (Surf Life Saving Services) commercial strategy of profitability and alignment.

## **SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

### **DIRECTORS' REPORT**

#### **Key performance indicators (Membership & Operations)**

To help evaluate whether the activities the group established during the year have achieved its short-term and long-term objectives, the group uses the following key performance indicators to measure, analyse and monitor its performance. The company measures its performance through a yearly Operational Action Plan that aligns with the SLSNSW Strategic Plan, its annual report which details its activities and highlights key trends over the year and through its audited financial statements.

#### *COVID-19 Impact to key performance indicators*

Whilst the declaration of the COVID19 occurred in March 2020, the impacts of the pandemic and associated restrictions on the community remained in place at varying levels of the entirety of the year. Whilst impacts on patrolling were minimal for the period, aside specific Local Government Areas where significant stay at home orders were in force for a number of weeks, there were impacts throughout the year on a variety of events and programs which were either cancelled, postponed or operated in a revised format (eg reduced participant numbers, lengthened event periods etc.). There was also an impact on total membership, specifically around junior memberships (Nippers).

The following operational and financial statistics are used to monitor the organisation's performance over the year:

- Membership numbers
- Number of drownings, rescues, first aid treatments and preventative actions undertaken
- Total patrol hours
- Number of people trained
- Number of awards
- Cost effectiveness of fundraising
- Control over administrative expenditure
- Distributions to affiliated entities (in-kind and monetary)
- Numbers of clubs who have achieved bronze, silver and gold status through the Quality Clubs program
- Numbers of people participating in member development programs
- Participation numbers at surf sports events
- Twitter statistics, number of Facebook followers and people accessing website information

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**DIRECTORS' REPORT****Key performance indicators (Membership & Operations) (Continued)**

<b>Operational Statistics</b>	<b>2021</b>	<b>2020</b>
Membership	74,937	76,901
Emergency Response Callouts (13 SURF)	783	599
Drownings in NSW	43	49
Rescues Performed	2,993	3,190
Preventative Actions Undertaken	705,898	752,751
First Aid Treatments Provided	11,784	12,011
Patrol Hours	753,293	670,985
Award Numbers	50,422	87,914
Facebook Followers	33,609	27,647
Twitter Followers	11,866	11,545
Instagram Followers	16,022	-

**Key performance indicators (Commercial)**

To help evaluate whether the commercial activities of Surf Life Saving Services have achieved both short-term and long-term objectives, the following performance indicators have been used to track effectiveness and benefits to the group as a whole, specifically:

- Building and Developing SLSNSW Member Pathways
- Supporting SLSNSW Financially and through Value in Kind (VIK)
- Delivery of SLSNSW Support Services
- Capacity and Capability Building for SLSNSW
- Advocacy and Extension of Brand for SLSNSW (domestically and internationally)

**The Australian Lifeguard Service (ALS)**

- Employed 381 lifeguards in F20/21 (287 Male, 94 Female)
- 84% of the ALS Lifeguards are previous or current SLSNSW members
- Performed 701 rescues
- Conducted 562,690 Preventative Actions
- Provided 4,764 First Aid treatments
- Performed 115,285 Patrol Hours

## SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY

ABN: 93 827 748 379

### DIRECTORS' REPORT

#### Key performance indicators (Membership & Operations) (Continued)

##### The Australian Lifesaving Academy (ALA)

- Employed 74 ALA Trainers throughout NSW in F20/21
- 70% of the ALA Trainers are previous or current SLSNSW members
- Maintained a client base of over 5,414 business throughout NSW and the ACT
- Delivered 94,448 awards to community and business members during F20/21

##### The Australian Event Safety Service (AESS)

- Employed 60 AESS First Aid/Water Safety Staff in FY20/21 (35 male, 25 Female)
- 82% of the current casual AESS First Aid and/or Water Safety Staff are SLSNSW Club Members
- Water Safety hours delivered was 6,034.50
- First Aid hours delivered was 1718.50

##### The Australian Unmanned Aerial Vehicle Service (AUAVS)

- Employed 146 UAV Pilots in F20/21
- 100% of the current AUAVS pilots are previous or current SLS NSW members
- Over 25,000 flights completed
- Over 6,000 flight hours completed.

#### After balance date events

The ongoing COVID-19 pandemic and government directed lock-downs and restrictions have significantly affected the operations of Surf Life Saving NSW, including cancellation of events, restriction on travel, workforce directed to work from home and re-designing of program delivery to support the membership.

In Surf Life Saving Services, the Australian Lifesaving Academy and Australian Event Safety Services divisions have been particularly impacted by the restrictions. Due to the nature of the services offered by these divisions, it is expected there will be high demand for services once the restrictions ease.

The group is accessing the NSW Government's Job Saver grant, which is being utilised to support the business through the NSW Government directed lock-downs.

Apart from the above matters, no other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the group, the results of those operations, or the state of affairs of the group in future financial years.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**DIRECTORS' REPORT**

**Information on directors**

<b>George Shales OAM</b>	President and Chairman
Profession	Acting Sales Manager
SLSNSW tenure	2 years
<b>John Restuccia OAM</b>	Deputy President
Profession	Accounts Manager
SLSNSW tenure	2 years (Nullified 30 August 2021)
<b>Paul Bolton</b>	Director and Chair Finance Audit & Compliance Committee
Profession	Chartered Accountant
SLSNSW tenure	3 Years
<b>Kerry Clancy</b>	Director and Chair Member Services Standing Committee
Profession	Casual School Teacher
SLSNSW tenure	2 Years (Nullified 30 August 2021)
<b>Donald van Keimpema OAM</b>	Director and Chair Surf Sports Standing Committee
Profession	Principal Building Inspector
SLSNSW tenure	3 Years
<b>Anthony Waller OAM</b>	Director and Chair Education Standing Committee
Profession	Zone Commander Illawarra
SLSNSW tenure	2 years
<b>Joel Wiseman</b>	Director of Lifesaving
Profession	Police Officer
SLSNSW tenure	2 years

**Information on directors of  
Surf Life Saving Services  
(subsidiary)**

<b>Stephen Bennett</b>	Director and Chairman
Profession	Partner / Chartered Accountant
SLSS tenure	6 years
<b>Kris Beavis</b>	Director
Profession	Chief Executive Officer
SLSS tenure	3 Years

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**DIRECTORS' REPORT****Information on directors (Continued)**

<b>Shaun Minogue</b>	Director
Profession	Director
SLSS tenure	9 Years
<b>Peter Pearce OAM</b>	Director
Profession	Managing Director
SLSS tenure	19 years

<b>Directors</b>	<b>Directors' meetings</b>	
	Number eligible to attend	Number attended
<b>SLNSW</b>		
George Shales OAM	17	17
John Restuccia OAM	17	15
Anthony Waller OAM	17	17
Joel Wiseman	17	17
Kerry Clancy	17	17
Donald van Keimpema OAM	17	16
Paul Bolton	17	16
<b>SLSS (subsidiary)</b>		
Stephen Bennett	6	6
Peter Pearce OAM	6	6
Shaun Minogue	6	6
Kris Beavis	6	6

**Members guarantee**

The company is incorporated under the *Corporations Act 2001* and the parent entity, Surf Life Saving New South Wales is a company limited by guarantee. If the company is wound up clause 13, (Members' Liabilities) of the Constitution states that each member is required to contribute towards the payment of the debts and liabilities or the costs, charges and expenses of the winding up of the company, if any, to the extent of unpaid amounts required to be paid in accordance with Rule 15, (Affiliation, Membership and Insurance Levy Fees) of the Constitution.

**Adoption of New Constitution**

A new constitution of Surf Life Saving New South Wales was adopted by the State Council on 12 September 2020.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**DIRECTORS' REPORT**

**Indemnification of officers**

During the financial year, the Company paid a premium in respect of a contract to insure the directors and officers of the Company against a liability to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

**Auditor's independence declaration**

A copy of the auditor's independence declaration under section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit for the financial year is provided with this report.

Signed on behalf of the board of directors.



Director: \_\_\_\_\_

George Shales OAM



Director: \_\_\_\_\_

Paul Bolton

Date: 22 September 2021

Level 16, Tower 2 Darling Park  
201 Sussex Street  
Sydney NSW 2000

Postal Address  
GPO Box 1615  
Sydney NSW 2001

p. +61 2 9221 2099  
e. [sydneypartners@pitcher.com.au](mailto:sydneypartners@pitcher.com.au)

**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF SURF LIFE SAVING NEW SOUTH WALES  
ABN 93 827 748 379**

In relation to the independent audit for the year ended 30 June 2021, to the best of my knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements of section 60-40 of *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Surf Life Saving New South Wales and the entities it controlled during the year.



MARK GODLEWSKI  
Partner

PITCHER PARTNERS  
Sydney

27 September 2021

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>Revenue and other income</b>			
Revenue from contracts with customers	2	13,003,992	11,637,242
Interest income from financial instruments measured at amortised costs		7,078	163,155
Other revenue	3	<u>16,602,009</u>	<u>12,537,168</u>
		<u>29,613,079</u>	<u>24,337,565</u>
<b>Expenses</b>			
Materials and consumables used		(1,324,057)	(1,298,636)
Employee benefits	4	(12,924,095)	(11,554,498)
Superannuation expense		(1,115,082)	(1,012,316)
Consultancy		(430,147)	(527,667)
Assets costing less than \$5,000		(1,321,919)	(623,161)
Distribution of grants to clubs and branches	6	(1,890,634)	(2,948,189)
Donations paid		(900,000)	(130,489)
Depreciation and amortisation		(1,064,790)	(787,762)
Repairs and maintenance		(677,817)	(410,115)
Meetings and catering		(82,330)	(208,110)
Advertising		(63,116)	(56,846)
Insurance		(839,149)	(857,499)
IT and communications expenditure		(1,757,551)	(1,186,236)
Finance costs		(14,731)	(5,229)
Motor vehicle		(496,152)	(595,603)
Venue hire and utilities		(248,294)	(261,043)
Printing, postage and stationary		(227,098)	(259,696)
Training		(511,699)	(329,603)
Travel and accommodation		(379,119)	(364,977)
Other expenses		<u>(1,849,932)</u>	<u>(868,209)</u>
		<u>(28,117,712)</u>	<u>(24,285,884)</u>
<b>Surplus for year</b>		1,495,367	51,681
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to profit and loss</i>			
Revaluation of land and buildings		<u>(535,348)</u>	<u>-</u>
<b>Other comprehensive income for the year</b>		<u>(535,348)</u>	<u>-</u>
<b>Total comprehensive income</b>		<u>960,019</u>	<u>51,681</u>

The accompanying notes form part of these financial statements.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>Current assets</b>			
Cash and cash equivalents	7	9,811,060	23,032,251
Receivables	8	1,165,474	385,649
Inventories		93,836	95,121
Other financial assets	9	11,000,000	-
Other assets	10	<u>267,330</u>	<u>724,317</u>
<b>Total current assets</b>		<u>22,337,700</u>	<u>24,237,338</u>
<b>Non-current assets</b>			
Lease assets	12	172,304	224,745
Property, plant and equipment	13	<u>22,178,481</u>	<u>22,293,627</u>
<b>Total non-current assets</b>		<u>22,350,785</u>	<u>22,518,372</u>
<b>Total assets</b>		<u>44,688,485</u>	<u>46,755,710</u>
<b>Current liabilities</b>			
Payables	14	5,142,063	5,723,240
Lease liabilities	12	43,766	48,444
Provisions	15	1,825,182	2,635,494
Contract liabilities	16	<u>3,122,330</u>	<u>4,733,149</u>
<b>Total current liabilities</b>		<u>10,133,341</u>	<u>13,140,327</u>
<b>Non-current liabilities</b>			
Lease liabilities	12	131,597	176,301
Provisions	15	<u>133,994</u>	<u>109,548</u>
<b>Total non-current liabilities</b>		<u>265,591</u>	<u>285,849</u>
<b>Total liabilities</b>		<u>10,398,932</u>	<u>13,426,176</u>
<b>Net assets</b>		<u>34,289,553</u>	<u>33,329,534</u>
<b>Equity</b>			
Reserves	17	8,296,625	8,831,973
Retained surplus		<u>25,992,928</u>	<u>24,497,561</u>
<b>Total equity</b>		<u>34,289,553</u>	<u>33,329,534</u>

The accompanying notes form part of these financial statements.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**  
**ABN: 93 827 748 379**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	<b>Reserves</b>	<b>Retained surplus</b>	<b>Total equity</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Consolidated</b>			
<b>Balance as at 1 July 2019</b>	8,831,973	24,445,880	33,277,853
Surplus for year	<u>-</u>	<u>51,681</u>	<u>51,681</u>
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>51,681</u>	<u>51,681</u>
<b>Balance as at 1 July 2020</b>	8,831,973	24,497,561	33,329,534
Surplus for year	-	1,495,367	1,495,367
Revaluation of land and buildings	<u>(535,348)</u>	<u>-</u>	<u>(535,348)</u>
<b>Total comprehensive income for the year</b>	<u>(535,348)</u>	<u>1,495,367</u>	<u>960,019</u>
<b>Balance as at 30 June 2021</b>	<u>8,296,625</u>	<u>25,992,928</u>	<u>34,289,553</u>

The accompanying notes form part of these financial statements.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021	2020
		\$	\$
<b>Cash flow from operating activities</b>			
Receipts from members, customers, donors and for grants		29,616,868	20,407,875
Payments to suppliers and employees		(30,488,183)	(19,516,919)
Interest received		<u>7,078</u>	<u>163,155</u>
<b>Net cash provided by / (used in) operating activities</b>		<u>(864,237)</u>	<u>1,054,111</u>
<b>Cash flow from investing activities</b>			
Proceeds from sale of property, plant and equipment		184,766	84,177
Payment for property, plant and equipment		(1,492,338)	(1,144,412)
Receipt from / (Payment for) investments in term deposit		<u>(11,000,000)</u>	<u>12,346,636</u>
<b>Net cash (used in) / provided by investing activities</b>		<u>(12,307,572)</u>	<u>11,286,401</u>
<b>Cash flow from financing activities</b>			
Principal portion of lease payments		<u>(49,382)</u>	-
<b>Net cash provided by / (used in) financing activities</b>		<u>(49,382)</u>	-
<b>Reconciliation of cash</b>			
Cash at beginning of the financial year		23,032,251	10,691,739
Net (decrease) / increase in cash held		<u>(13,221,191)</u>	<u>12,340,512</u>
<b>Cash at end of financial year</b>		<u><u>9,811,060</u></u>	<u><u>23,032,251</u></u>

The accompanying notes form part of these financial statements.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial report is a general purpose financial report that has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards - Reduced Disclosure Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Surf Life Saving New South Wales and the consolidated entity. Surf Life Saving New South Wales is a company limited by guarantee, incorporated and domiciled in Australia. Surf Life Saving New South Wales is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors as at the date of the directors' report.

The following are the significant accounting policies adopted by the group in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**(a) Basis of preparation of the financial report**

*Historical Cost Convention*

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

**(b) Principles of consolidation**

The consolidated financial statements are those of the consolidated entity ("the group"), comprising the financial statements of the parent entity and all of the entities the parent controls. The group controls an entity where it has the power, for which the parent has exposure or rights to variable returns from its involvement with the entity, and for which the parent has the ability to use its power over the entity to affect the amount of its returns.

The financial statements of subsidiaries are prepared for the same reporting period as the parent entity, using consistent accounting policies. Adjustments are made to bring into line any dissimilar accounting policies which may exist.

All inter-company balances and transactions have been eliminated on consolidation. Subsidiaries are consolidated from the date on which control is transferred to the group and are de-recognised from the date that control ceases.

**(c) Revenue**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the rendering of services is recognised upon the delivery of the service to the customers.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(d) Government Grants and Donations**

Grant contracts are assessed under AASB 15. Where applicable they are recognised as revenue when performance obligations have been met. If the grant does not satisfy the criteria for AASB 15 recognition, it is recognised on receipt under AASB 1058 unless it is in respect of a capital grant when revenue is recognised when the obligation to purchase or construct a recognisable non-financial asset has been satisfied.

A donation is recognised when the right to receive a donation has been established.

When the group receives grants but is obliged to give directly approximately equal value to the contributor and has no input into who receives the funds or how the money is spent, the revenue is not recognised in the group's profit or loss, as the group is acting as an agent, therefore not entitled to recognise the income or expenditure under AASB 15.

**(e) Income tax**

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

**(f) Cash and cash equivalents**

Cash and cash equivalents include cash on hand and at banks and short-term deposits with an original maturity of three months or less held at call with financial institutions.

**(g) Inventories**

Inventories held for sale are measured at the lower of cost and net realisable value.

**(h) Financial instruments**

*Initial recognition and measurement*

Financial assets and financial liabilities are recognised when the group becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the group commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted for transaction costs, except where the instrument is classified as fair value through profit or loss, in which case transaction costs are immediately recognised as expenses in profit or loss.

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(h) Financial instruments (Continued)**

*Classification of financial assets*

Financial assets recognised by the group are subsequently measured in their entirety at either amortised cost or fair value, subject to their classification and whether the group irrevocably designates the financial asset on initial recognition at fair value through other comprehensive income (FVtOCI) in accordance with the relevant criteria in AASB 9.

Financial assets not irrevocably designated on initial recognition at FVtOCI are classified as subsequently measured at amortised cost, FVtOCI or fair value through profit or loss (FVtPL) on the basis of both:

- (a) the group's business model for managing the financial assets; and
- (b) the contractual cash flow characteristics of the financial asset.

*Financial assets at amortised cost*

Term deposits are classified (and measured) at amortised cost on the basis that:

- (a) they are held within a business model whose objective is achieved by the company holding the financial asset to collect contractual cash flows; and
- (b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

*Trade and other receivables*

Trade and other receivables arise from the group's transactions with its customers and are normally settled within 30 days.

Consistent with both the group's business model for managing the financial assets and the contractual cash flow characteristics of the assets, trade and other receivables are subsequently measured at amortised cost.

**(i) Property, plant and equipment**

Each class of property, property, plant and equipment is measured at cost or fair value less, where applicable, any accumulated depreciation and any accumulated impairment losses. Where property, plant and equipment are acquired at no cost or for a nominal amount, cost is deemed to be the fair value as at the acquisition date.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(i) Property, plant and equipment (Continued)**

*Property*

Freehold land and buildings are measured at revalued amounts, being the fair value at the date of the revaluation, less any subsequent accumulated depreciation and any accumulated impairment losses. At each reporting date the carrying amount of each asset is reviewed to ensure that it does not differ materially from the asset's fair value at reporting date. Where necessary, the asset is revalued to reflect its fair value.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in equity. To the extent that the increase reverses a decrease of the same class of asset previously recognised in profit or loss, the increase is recognised in profit or loss. Decreases that offset previous increases of the same class of asset are recognised in other comprehensive income; all other decreases are recognised in profit or loss.

*Depreciation*

Land is not depreciated. The depreciable amount of all other property, plant and equipment is depreciated over their estimated useful lives commencing from the time the asset is held available for use, consistent with the estimated consumption of the economic benefits embodied in the asset.

<b>Class of fixed asset</b>	<b>Depreciation rates</b>	<b>Depreciation basis</b>
Buildings at valuation	2%	Straight line
Plant and equipment at cost	20-33%	Straight line
Motor vehicles at cost	33%	Straight line
Computer equipment at cost	40%	Straight line

**(j) Leases**

At the commencement date of a lease (other than leases of 12-months or less and leases of low value assets), the group recognises a lease asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments.

*Lease assets*

Lease assets are initially recognised at cost, comprising the amount of the initial measurement of the lease liability, any lease payments made at or before the commencement date of the lease, less any lease incentives received, any initial direct costs incurred by the group, and an estimate of costs to be incurred by the group in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories.

Subsequent to initial recognition, lease assets are measured at cost (adjusted for any remeasurement of the associated lease liability), less accumulated depreciation and any accumulated impairment loss.

Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, consistent with the estimated consumption of the economic benefits embodied in the underlying asset.

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(j) Leases (Continued)**

*Lease liabilities*

Lease liabilities are initially recognised at the present value of the future lease payments (i.e., the lease payments that are unpaid at the commencement date of the lease). These lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined, or otherwise using the group's incremental borrowing rate.

Subsequent to initial recognition, lease liabilities are measured at the present value of the remaining lease payments (i.e., the lease payments that are unpaid at the reporting date). Interest expense on lease liabilities is recognised in profit or loss (presented as a component of finance costs). Lease liabilities are remeasured to reflect changes to lease terms, changes to lease payments and any lease modifications not accounted for as separate leases.

Variable lease payments not included in the measurement of lease liabilities are recognised as an expense when incurred.

*Leases of 12-months or less and leases of low value assets*

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

**(k) Impairment of non-financial assets**

Assets are assessed for impairment whenever events or circumstances arise that indicate the asset may be impaired.

An impairment loss is recognised when the carrying amount of an asset exceeds the asset's recoverable amount. The recoverable amount of an asset is defined as the higher of its fair value less costs to sell and value in use (where 'value in use' is determined as the present value of the future cash flows expected to be derived from an asset).

Impairment losses in respect of individual assets are recognised immediately in profit or loss unless the asset is measured at a revalued amount, in which case the impairment loss is treated as a revaluation decrease and is recognised in other comprehensive income to the extent that it does not exceed the amount in the revaluation surplus for the same class of asset.

A reversal of an impairment loss for an asset measured at cost is recognised in profit or loss. A reversal of an impairment loss for an asset measured at a revalued amount is treated as a revaluation increase and is recognised in other comprehensive income, except to the extent that an impairment loss on the same class of asset was previously recognised in profit or loss, in which case a reversal of that impairment loss is also recognised in profit or loss.

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(l) Provisions**

Provisions are recognised when the group 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.

**(m) Employee benefits**

*(i) Short-term employee benefit obligations*

Liabilities arising in respect of wages and salaries, annual leave and other employee benefits (other than termination benefits) expected to be settled wholly before twelve months after the end of the reporting period are measured at the (undiscounted) amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables in the consolidated statement of financial position.

*(ii) Long-term employee benefit obligations*

The provision for other long-term employee benefits, including obligations for long service leave and annual leave, which are not expected to be settled wholly before twelve months after the end of the reporting period, are measured at the present value of the estimated future cash outflow to be made in respect of the services provided by employees up to the reporting date. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee turnover, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that are denominated in the currency in which the benefits will be paid. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the change occurs.

Other long-term employee benefit obligations are presented as current liabilities in the consolidated statement of financial position if the group does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur. All other long-term employee benefit obligations are presented as non-current liabilities in the consolidated statement of financial position.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**  
**ABN: 93 827 748 379**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(n) Goods and services tax (GST)**

Revenues, expenses and purchased assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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. Receivables and payables in the consolidated statement of financial position are shown inclusive of GST.

Cash flows are presented in the consolidated statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(o) Comparatives**

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

	<b>2021</b>	<b>2020</b>
	\$	\$
<b>NOTE 2: REVENUE FROM CONTRACTS WITH CUSTOMERS</b>		
Revenue		
Sale of goods (Lifesaving equipment)	867,722	864,451
Rendering of Services (Lifesaving, Lifeguard and First Aid)	<u>12,136,270</u>	<u>10,772,791</u>
	<u><u>13,003,992</u></u>	<u><u>11,637,242</u></u>
 <b>NOTE 3: OTHER REVENUE AND OTHER INCOME</b>		
Other revenue		
Bequests	177,863	813
Donations	2,769,474	1,833,308
Grants	10,332,375	7,759,977
Sponsorship	<u>1,542,804</u>	<u>1,811,889</u>
	<u><u>14,822,516</u></u>	<u><u>11,405,987</u></u>
Other Income		
Profit on sale/revaluation of non current assets	124,979	64,334
Government subsidies - Jobkeeper	1,540,350	788,700
Other income	<u>114,164</u>	<u>278,147</u>
	<u><u>1,779,493</u></u>	<u><u>1,131,181</u></u>
<b>Total other revenue and other income</b>	<u><u><b>16,602,009</b></u></u>	<u><u><b>12,537,168</b></u></u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Donations and grants recognised in accordance with AASB 15 is \$8,365,879 (2020: \$4,238,445)		
Donations and grants recognised in accordance with AASB 1058 is \$4,913,833 (2020: \$4,045,653)		
<b>GOVERNMENT FUNDING AND OTHER GRANTS</b>		
<b>Commonwealth Government</b>		
Department of Foreign Affairs and Trade	10,167	-
<b>NSW Government</b>		
Resilience NSW (formerly Office of Emergency Management, Department of Communities and Justice )	6,346,250	5,385,164
Department of Regional NSW - Primary Industries	2,000,000	1,220,393
NSW Ministry of Health	60,000	-
Office of Sport	223,591	-
Department of Planning, Industry and Environment	<u>45,455</u>	<u>-</u>
<b>Total NSW Government</b>	<b>8,675,296</b>	<b>6,605,557</b>
<b>Other - Non-Government</b>		
Surf Life Saving Australia	1,626,159	1,154,420
Other	<u>20,753</u>	<u>-</u>
	1,646,912	1,154,420
<b>Total Grant Revenue</b>	<b><u>10,332,375</u></b>	<b><u>7,759,977</u></b>
<b>NOTE 4: EMPLOYEE BENEFITS</b>		
Parent entity	4,800,119	4,488,389
Subsidiary entity	<u>8,123,976</u>	<u>7,066,109</u>
	<b><u>12,924,095</u></b>	<b><u>11,554,498</u></b>

Subsidiary entity employee benefits cover the provision of Professional Lifeguard, First Aid Training, Event Safety and UAV Services throughout New South Wales.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION</b>		
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including its committee members, is considered key management personnel.		
Number of key management personnel considered for part or for whole year: 8 (2020: 6).		
Compensation received by key management personnel of the group		
- aggregate compensation	<u>1,496,506</u>	<u>1,242,048</u>
	<u>1,496,506</u>	<u>1,242,048</u>

**NOTE 6: DISTRIBUTIONS AND GRANTS**

Partnership, fundraising and other	<u>1,890,634</u>	<u>2,948,189</u>
	<u>1,890,634</u>	<u>2,948,189</u>

The adoption of AASB 15 in 2020 resulted in the removal of the capital grants from the group's profit and loss statement as the group has been identified as agents in this transaction. The group holds the cash relating to income received and an associated liability to the clubs.

**NOTE 7: CASH AND CASH EQUIVALENTS**

Cash on hand	381	500
Cash at bank	9,003,447	22,224,600
Cash on deposit	<u>807,232</u>	<u>807,151</u>
	<u>9,811,060</u>	<u>23,032,251</u>

Cash at bank includes \$2,750,693 (2020: \$4,031,287) in which SLSNSW is acting as agent. A corresponding liability is recognised for the amount payable to clubs (Note 14).

**NOTE 8: RECEIVABLES**

**CURRENT**

Receivables from contracts with customers	915,247	298,927
Other receivables	<u>250,227</u>	<u>86,722</u>
	<u>1,165,474</u>	<u>385,649</u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

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**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 9: OTHER FINANCIAL ASSETS</b>		
CURRENT		
<i>Financial assets measured at amortised cost</i>		
Term deposits	<u>11,000,000</u>	-
Total financial assets measured at amortised cost	<u>11,000,000</u>	-

**NOTE 10: OTHER ASSETS**

CURRENT		
Prepayments	267,330	213,462
Accrued income	-	<u>510,855</u>
	<u>267,330</u>	<u>724,317</u>

**NOTE 11: GOVERNMENT GRANTS**

At year end a significant portion of both cash and investments representing unexpended Government grants received in advance, fundraising commitments or to cover the long term sustainability of Surf Life Saving New South Wales, branches and clubs are restricted in their use and are not available to service normal operating costs.

Grants received in advance (Note 16)	3,122,330	4,733,149
Club capital development grants payable (Note 14)	<u>2,750,693</u>	<u>4,031,287</u>
Total restricted funds	<u>5,873,023</u>	<u>8,764,436</u>

**NOTE 12: LEASE ASSETS AND LEASE LIABILITIES**

**(a) Lease assets**

Office equipment		
Office equipment under lease	224,745	224,745
Accumulated depreciation	<u>(52,441)</u>	-
Total carrying amount of lease assets	<u>172,304</u>	<u>224,745</u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 12: LEASE ASSETS AND LEASE LIABILITIES (CONTINUED)</b>		
<b>(b) Lease liabilities</b>		
<b>CURRENT</b>		
Lease liability	<u>43,766</u>	<u>48,444</u>
<b>NON CURRENT</b>		
Lease liability	<u>131,597</u>	<u>176,301</u>
Total carrying amount of lease liabilities	<u>175,363</u>	<u>224,745</u>
 <b>NOTE 13: PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Land</b>		
Freehold land		
At valuation	<u>13,755,000</u>	<u>15,256,000</u>
 <b>Buildings</b>		
At valuation	6,695,000	6,144,781
Accumulated depreciation	<u>-</u>	<u>(399,209)</u>
	<u>6,695,000</u>	<u>5,745,572</u>
 <b>Plant and equipment</b>		
Plant and equipment at cost	1,980,341	1,660,188
Accumulated depreciation	<u>(1,346,171)</u>	<u>(1,262,263)</u>
	634,170	397,925
Motor vehicles at cost	2,041,479	1,862,879
Accumulated depreciation	<u>(1,243,966)</u>	<u>(971,013)</u>
	797,513	891,866
Computer equipment at cost	433,499	2,268
Accumulated depreciation	<u>(136,701)</u>	<u>(4)</u>
	<u>296,798</u>	<u>2,264</u>
Total plant and equipment	<u>1,728,481</u>	<u>1,292,055</u>
Total property, plant and equipment	<u>22,178,481</u>	<u>22,293,627</u>

**(a) Valuations**

The land and buildings at 1 and 3 Narabang Way, Belrose were valued at 30 June 2021. Fair value of the land is estimated based on appraisals performed by independent, professionally qualified property valuers.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 13: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)</b>		
<b>(b) Reconciliations</b>		
Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year		
<i>Land</i>		
Opening and closing carrying amount	15,256,000	15,256,000
Net amount of revaluation increments less decrements	<u>(1,501,000)</u>	<u>-</u>
Closing carrying amount	<u><u>13,755,000</u></u>	<u><u>15,256,000</u></u>
<i>Buildings</i>		
Opening carrying amount	5,745,572	5,875,486
Additions	115,207	-
Net amount of revaluation increments less decrements	965,652	-
Depreciation expense	<u>(131,431)</u>	<u>(129,914)</u>
Closing carrying amount	<u><u>6,695,000</u></u>	<u><u>5,745,572</u></u>
<i>Plant and equipment</i>		
Opening carrying amount	397,925	261,620
Additions	524,119	341,611
Depreciation expense	(281,824)	(205,306)
Transfer	<u>(6,050)</u>	<u>-</u>
Closing carrying amount	<u><u>634,170</u></u>	<u><u>397,925</u></u>
<i>Motor vehicles</i>		
Opening carrying amount	891,866	563,257
Additions	421,750	800,533
Disposals	(29,356)	(19,843)
Depreciation expense	<u>(486,747)</u>	<u>(452,081)</u>
Closing carrying amount	<u><u>797,513</u></u>	<u><u>891,866</u></u>
<i>Computer equipment</i>		
Opening carrying amount	2,264	-
Additions	431,261	2,268
Disposals	(30,431)	-
Depreciation expense	(112,346)	(4)
Transfer	<u>6,050</u>	<u>-</u>
Closing carrying amount	<u><u>296,798</u></u>	<u><u>2,264</u></u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 14: PAYABLES</b>		
CURRENT		
<i>Unsecured liabilities</i>		
Trade creditors	1,716,662	627,204
Other creditors	300,671	102,310
GST	59,802	204,123
Club capital development grants payable	2,750,693	4,031,287
Accrued expenses	<u>314,235</u>	<u>758,316</u>
	<u><u>5,142,063</u></u>	<u><u>5,723,240</u></u>

**Grants paid to clubs**

The adoption of AASB 15 in 2020 resulted in the removal of the capital grants from the group's profit and loss statement as the group has been identified as agent in this transaction. The group holds the cash relating to funds received and an associated liability for the funds to be disbursed to clubs.

**NOTE 15: PROVISIONS**

CURRENT		
Employee benefits	(a) 814,926	623,440
Fundraising distribution	1,010,256	948,256
COVID support to clubs	<u>-</u>	<u>1,063,798</u>
	<u><u>1,825,182</u></u>	<u><u>2,635,494</u></u>
NON CURRENT		
Employee benefits	(a) <u>133,994</u>	<u>109,548</u>
	<u><u>133,994</u></u>	<u><u>109,548</u></u>
<b>(a) Aggregate employee benefits liability</b>	948,920	732,988

**(b) Description of provisions**

The fundraising provision represents amounts payable to surf clubs out of funds raised by the Surf Life Saving Foundation for which amounts are transferred to Surf Life Saving New South Wales for distribution to surf clubs. The grants are payable in accordance with Board approved decisions and are subject to clubs meeting the requirements as stipulated in those decisions.

The COVID support provision was established to provide assistance to clubs in need, following the initial COVID-19 pandemic lockdowns.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
<b>NOTE 15: PROVISIONS (CONTINUED)</b>		
<b>(c) Reconciliations</b>		
Reconciliation of the carrying amounts of provisions at the beginning and end of the current financial year		
<i>Fundraising distribution</i>		
Opening balance	948,256	854,000
Additional amounts recognised	800,100	1,626,648
Amounts used	<u>(738,100)</u>	<u>(1,532,392)</u>
Closing balance	<u><u>1,010,256</u></u>	<u><u>948,256</u></u>
<i>COVID support to clubs</i>		
Opening balance	1,063,798	-
Additional amounts recognised	-	1,199,523
Grants paid	<u>(1,063,798)</u>	<u>(135,725)</u>
Closing balance	<u><u>-</u></u>	<u><u>1,063,798</u></u>

**NOTE 16: CONTRACT LIABILITIES**

CURRENT

Contract liabilities - Grants received in advance	<u>3,122,330</u>	<u>4,733,149</u>
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**Contractual liabilities - Government grants**

Contractual liabilities relate to grants received for ongoing projects that have not yet been recognised as income under AASB 15 as the performance obligation has not yet been met.

**NOTE 17: RESERVES**

Asset revaluation reserve	<u>8,296,625</u>	<u>8,831,973</u>
	<u><u>8,296,625</u></u>	<u><u>8,831,973</u></u>

The asset revaluation reserve is used to record increments on the revaluation of non-current assets.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

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**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

<b>2021</b>	<b>2020</b>
\$	\$

**NOTE 18: FINANCIAL CONTINGENCIES**

Surf Life Saving New South Wales joined the National Redress Scheme (NRS) as part of the Surf Life Saving Australia Participatory Group on behalf of its member clubs. Other members of this participatory group include Surf Life Saving Australia and other State Life Saving organisations. The Participatory group is structured to require each member to contribute funds that will be used for any potential claims under the NRS. Should this initial funding be fully utilised, any additional liability will be the responsibility of the member of the participatory group and / or its member club that has had a claim made against them. The NRS is open until 30 June 2027.

At reporting date the directors are not aware of any additional liability outside any claims that may have been made under NRS through the participatory group. However, there is a risk that future claims may be received. The extent and ultimate outcome of any future claims cannot be presently determined. Hence it is not practicable to make a reliable estimate of any liabilities that may arise in the future.

Apart from the above, the group has no other known contingent assets or liabilities.

**NOTE 19: EVENTS SUBSEQUENT TO REPORTING DATE**

The ongoing COVID-19 pandemic and government directed lock-downs and restrictions have significantly affected the operations of Surf Life Saving NSW, including cancellation of events, restriction on travel, workforce directed to work from home and re-designing of program delivery to support the membership.

In Surf Life Saving Services, the Australian Lifesaving Academy and Australian Event Safety Services divisions have been particularly impacted by the restrictions. Due to the nature of the services offered by these divisions, it is expected there will be high demand for services once the restrictions ease.

The group is accessing the NSW Government's Job Saver grant, which is being utilised to support the business through NSW Government directed lock-downs.

Other than the above matter, there has been no matter or circumstance, which has arisen since 30 June 2021 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2021, of the group, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2021, of the group.

**NOTE 20: MEMBERS' GUARANTEE**

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, clause 13, (Members' Liabilities) of the Constitution states that each member is required to contribute towards the debts and liabilities or the costs, charges and expenses of the winding up of the company as to the amount, if any, as required to be paid in accordance with Rule 15 (Affiliation, Membership and Insurance Levy Fees), of the Constitution.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
 <b>NOTE 21: PARENT ENTITY DETAILS</b>		
Summarised presentation of the parent entity, Surf Life Saving New South Wales, financial statements:		
<b>(a) Summarised statement of financial position</b>		
<b>Assets</b>		
Current assets	18,935,210	21,596,382
Non-current assets	<u>21,641,519</u>	<u>21,878,213</u>
Total assets	<u>40,576,729</u>	<u>43,474,595</u>
 <b>Liabilities</b>		
Current liabilities	8,674,431	12,233,187
Non-current liabilities	<u>192,048</u>	<u>236,533</u>
Total liabilities	<u>8,866,479</u>	<u>12,469,720</u>
Net assets	<u>31,710,250</u>	<u>31,004,875</u>
 <b>Equity</b>		
Retained earnings	23,413,625	22,172,902
Reserves		
Asset revaluation reserve	<u>8,296,625</u>	<u>8,831,973</u>
Total equity	<u>31,710,250</u>	<u>31,004,875</u>
 <b>(b) Summarised statement of profit or loss and other comprehensive income</b>		
Surplus for the year	1,240,723	42,002
Other comprehensive income for the year	<u>(535,348)</u>	<u>-</u>
Total comprehensive income for the year	<u>705,375</u>	<u>42,002</u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

ABN: 93 827 748 379

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**NOTE 22: INTERESTS IN SUBSIDIARIES**

*(a) Subsidiaries*

Surf Life Saving Services Pty Ltd (SLSS) is the subsidiary of the group. SLSS is registered with the ACNC and is endorsed with Deductible Gift Recipients (DGR) status.

	Country of incorporation	Ownership interest held by the group	
		2021 %	2020 %
<b>Subsidiaries of Surf Life Saving New South Wales:</b>			
Surf Life Saving Services Pty Ltd	Australia	100	100

Ownership interest are the same as voting rights.

**NOTE 23: ECONOMIC DEPENDENCY**

Surf Life Saving New South Wales is dependent on the ongoing receipt of financial assistance from the NSW Government to continue delivering its programs and services. At the time of this report, the directors have no reason to believe that the government will discontinue its support of Surf Life Saving New South Wales.

	Note	2021 \$	2020 \$
<b>NOTE 24: INFORMATION AND DECLARATIONS TO BE FURNISHED UNDER THE CHARITABLE FUNDRAISING ACT 1991</b>			
<b>Aggregate gross income received from all sources</b>			
Bequests		177,863	813
Donations received from general public		24,061	45,113
Donations received from corporations		218,138	255,803
Donations received from Surf Life Saving Foundation		<u>2,527,275</u>	<u>1,532,392</u>
		2,947,337	1,834,121
<b>Fundraising Expenditure</b>			
Direct fundraising expenses		<u>16,901</u>	<u>2,604</u>
<b>Net surplus</b>		<u>2,930,436</u>	<u>1,831,517</u>

Surf Life Saving New South Wales benefits from donations received from the Surf Life Saving Foundation. In addition, donations were received from various corporations during the year.

Surf Life Saving New South Wales was the beneficiary of various bequests during the 2020/21 year, and from various members of the public through 'regular giving' platforms such as Good to Give.

No other specific appeals were conducted during the financial year.

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**  
**ABN: 93 827 748 379**

**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Statement showing how funds were applied for charitable purposes</b>		
Expenditure on supporting the conduct, encouragement, promotion and administration of surf lifesaving in New South Wales.	<u>2,930,436</u>	<u>1,831,517</u>
<b>Total Unspent Funding</b>	<u>-</u>	<u>-</u>
<b>Financial Ratios</b>		
Direct cost of fundraising/ Gross proceeds from fundraising appeals (%)	1	1
Net surplus obtained from fundraising appeals/ Gross proceeds from fundraising appeals (%)	<u>99</u>	<u>99</u>

**SURF LIFE SAVING NEW SOUTH WALES AND CONTROLLED ENTITY**

**ABN: 93 827 748 379**

**DIRECTORS' DECLARATION**

The directors declare that:

1. there are reasonable grounds to believe that the company is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.
3. Pursuant to Schedule 1, Section 7(3) of the *NSW Charitable Fundraising Regulations 2008*;
  - (a) the Statement of Profit or Loss and Other Comprehensive Income is drawn up so as to give a true and fair view of income and expenditure of the group for the year ended 30 June 2021 with respect to fundraising appeals;
  - (b) the Statement of Financial Position is drawn up so as to give a true and fair view of the state of affairs of the group as at 30 June 2021 with respect to the fundraising appeals;
  - (c) the provisions of the *Charitable Fundraising Act 1991* and the regulations under the Act and the conditions attached to the group have been complied with for the year ended 30 June 2021; and
  - (d) the internal controls exercised by the company are appropriate and effective accounting for all income received and applied by the group from any of the fundraising appeals.

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



Director: \_\_\_\_\_

George Shales OAM



Director: \_\_\_\_\_

Paul Bolton

Date: 22 September 2021

**SURF LIFE SAVING NEW SOUTH WALES  
ABN: 93 827 748 379****INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SURF LIFE SAVING NEW SOUTH WALES****Report on the Audit of the Financial Report***Opinion*

We have audited the financial report of Surf Life Saving New South Wales ("the company") and its subsidiary ("the group"), which comprises the consolidated statement of financial position as at 30 June 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the financial report of the group has been prepared 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 group's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

*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 group in accordance with the auditor independence requirements of the *Australian Charities and Not for-profits Commission Act 2012* "ACNC Act" and 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 directors are responsible for the other information. The other information comprises the information included in the group's annual report for the year ended 30 June 2021 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.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SURF LIFE SAVING NEW SOUTH WALES**

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.

*Responsibilities of the Directors for the Financial Report*

The directors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the group'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 the directors either intend to liquidate the group or to cease operations, or has no realistic alternative but to do so.

The directors are responsible for overseeing the group'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 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 the financial report.

As part of an audit in accordance with 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 group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of the group'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 group'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 group 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.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF SURF LIFE SAVING NEW SOUTH WALES**

- Obtain sufficient appropriate evidence regarding the financial information of the entities or business activities within the group to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors 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 our audit.

*Report on Other Legal and Regulatory Requirements*

*Charitable Fundraising Act 1991*

In our opinion:

- (a) The financial statements of Surf Life Saving New South Wales show a true and fair view of the financial results of the charitable and fundraising activities for the year ended 30 June 2021;
- (b) The financial statements and associated records of Surf Life Saving New South Wales have been properly kept during the year in accordance with the *Charitable Fundraising Act 1991*;
- (c) Money received as a result of charitable and fundraising activities conducted during the year has been properly accounted for and applied in accordance with the Act; and
- (d) There are reasonable grounds to believe Surf Life Saving New South Wales will be able to pay its debts as and when they fall due.



**MARK GODLEWSKI**  
Partner



**PITCHER PARTNERS**  
Sydney

27 September 2021