

DERWENT VALLEY RAILWAY PRESERVATION SOCIETY Inc.

**STATEMENT OF FINANCIAL ACTIVITY (Profit and Loss)
for the period 1 January to 31 December 2020**

	2020	2019
INCOME		
Donations	3,712.45	4,780.13
Fund Raising	9,681.22	9,078.89
Grants received	6,795.46	32,981.81
Interest	209.64	177.32
Membership Subscriptions	3,846.34	3,960.57
Profit on sale of assets	1,228.48	1,363.64
Sale of scrap metal/rail	8,472.70	6,559.43
Souvenir Sales	0.00	34.55
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TOTAL INCOME	33,946.29	58,936.34
 EXPENDITURE		
Accreditation	0.00	860.00
Advertising	917.72	642.82
Bank fees	171.01	121.74
Corporate Affairs/Audit Fees	250.00	318.18
Depreciation	10,182.27	11,049.17
Electricity	2,198.56	2,755.80
Fundraising	5,640.49	4,390.20
Insurance	3,093.85	3,072.03
Maintenance and Repairs:		
Rolling Stock	3,135.04	2,562.47
Locomotives	2,102.14	1,899.33
Track	1,800.00	3,505.51
Infrastructure	646.63	1,943.37
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Member Expepenses	0.00	0.00
Motor vehicle	2,442.07	2,524.58
Postage and Stationery	121.82	644.30
Safety equipment	1,873.99	435.10
Security equipment	778.39	170.90
Subscriptions	375.00	206.82
Telephone and Data	1,051.63	1,044.67
Training	0.00	0.00
Water Rates	914.69	1,200.23
Workshop Consumables	2,845.69	3,040.71
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TOTAL EXPENDITURE	40,540.99	42,387.93
 NET SURPLUS FOR PERIOD	 -6,594.70	 16,548.41
less		
Grant Monies unspent	2,795.45	29,707.92
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NET OPERATING SURPLUS / LOSS FOR PERIOD	-9,390.15	-13,159.51

DERWENT VALLEY RAILWAY PRESERVATION SOCIETY Inc.

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

as at 31 December 2020

	2020		2019
ACCUMULATED FUNDS		Note	
Surplus Carried Forward	12,553.81		-3,974.13
Net Surplus / Loss for Year	-9,390.15		-13,159.51
Grants Expenditure Reserve	2,795.45		29,707.92
Government Grant Received	239,178.06		239,178.06
TOTAL ACCUMULATED FUNDS			
			<u>245,137.17</u> <u>251,752.34</u>
Represented by :			
ASSETS :			
Current			
Cash at Bank	37,354.00		37,553.37
Cash on Hand	100.00		100.00
Stock on Hand - Souvenirs	319.13		319.13
Debtors	597.00	5	764.00
Total Current Assets			<u>38,370.13</u> <u>38,736.50</u>
Fixed			
Rolling Stock	236,632.05		236,632.05
Track and Infrastructure	107,137.63		107,137.63
Motor vehicles	16,869.53		16,869.53
Tools and Equipment	117,005.05		115,166.80
	477,644.26		475,806.01
less: Accumulated Dep'n	270,654.74	6	262,609.98
Total Fixed Assets			<u>206,989.52</u> <u>213,196.03</u>
TOTAL ASSETS			<u>245,359.65</u> <u>251,932.53</u>
less LIABILITIES			
Current			
Creditors	222.48	4	180.19
TOTAL LIABILITIES			<u>222.48</u> <u>180.19</u>
TOTAL NET ASSETS			<u>245,137.17</u> <u>251,752.34</u>

NOTES TO ACCOUNTS

Note 1: Incorporation

The reporting entity was incorporated pursuant to the *Associations Incorporations Act 1964* (TAS) on the 6th of September 1990.

Note 2: Comparative Information

Comparative figures are provided for the 2019 year

Note 3: Accounting Policies

The accounts have been prepared in accordance with the provisions of applicable approved accounting standards. The accounts have also been prepared in accordance with the historical cost convention.

Unless otherwise stated the accounting policies adopted are consistent with those adopted in the previous reporting period

(a) Inventories

All stock on hand has been valued at cost. Cost is based on actual purchase price.

(b) Fixed Assets

Plant and Equipment is depreciated over the estimated useful life on a diminishing value basis.

Note 4: Creditors

Telstra - Telephone	96.78
Aurora - Power at Westerway	90.50
TasWeld - Workshop consumables	35.20
	<u>222.48</u>

Note 5 : Debtors

ATO - GST for the December quarter	597.00
	<u>597.00</u>

Note 6: Accumulated Depreciation

Refer to Depreciation schedule

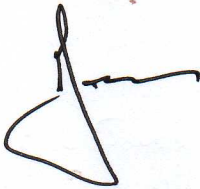
Derwent Valley Railway Inc
Statement by Members of the Committee
For the year ended 31 December 2020

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

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Derwent Valley Railway Inc as at 31 December 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

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



PAUL JONES
CHAIRMAN



CHARLES COURT
TREASURER

Derwent Valley Railway Inc
Independent Auditor's Report to the Members

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Derwent Valley Railway Inc (the association), which comprises the Statement by Members of the Committee, Income and Expenditure Statement, Balance Sheet as at 31 December 2020, a summary of significant accounting policies and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association. Deficit \$ 6,594.

In my opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 31 December 2020 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act 1964.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter – Basis of Accounting

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of Associations Incorporation Act 1964. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 1964 and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association'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 committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Derwent Valley Railway Inc
Independent Auditor's Report to the Members

Auditor's Responsibilities for the Audit of the Financial Report

My 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 my 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 Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 association's 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 association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the association 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.

I 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 I identify during my audit.

Signed on : 21/1/21



Michael Watts CPA
429 Elizabeth Street, North Hobart. TAS 7000

Derwent Valley Railway Inc
Notes to the Financial Statements
For the year ended 31 December 2020

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Tasmania. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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 assets and liabilities statement are shown inclusive of GST.