



Oberon Tarana Heritage Railway Inc.

ABN 98 107 506 208

## **ANNUAL FINANCIAL REPORT**

For the year ending 30 June 2013



Oberon Tarana Heritage Railway Inc.

## Annual Statement of Financial Performance

(Statement of Income & Expenditure)

For the period 01-02-2012 to 30-06-2013

2011	2012		Note	CURRENT YEAR
\$	\$			\$
<b>REVENUE</b>				
11,840.63	12,129.19	Donations Received (Cash)	2	<b>12,355.35</b>
5,000.00	6,677.60	Donations Received (in Kind)	2	-
392.00	754.00	Fuel Tax Credit Received		<b>652.00</b>
40,603.04	9,460.90	Fundraising Income	3	<b>10,084.13</b>
397.51	428.15	Interest Received		<b>1,318.72</b>
3,327.28	2,639.19	Membership Income		<b>3,254.55</b>
2.98	15,000.00	Miscellaneous Income	4	-
-	2,500.00	Sponsorship Received		<b>2,500.00</b>
500.00	70,547.58	Subsidies & Grants	5	<b>98.38</b>
<b>62,063.44</b>	<b>120,136.61</b>	<b>Total Revenue</b>		<b>30,263.13</b>
<b>EXPENDITURE</b>				
-	-	Advertising		-
14.35	60.99	Bank Fees & Charges		<b>57.91</b>
1,065.09	1,023.09	Catering Expenses		<b>1,430.80</b>
2,699.43	3,165.83	Depreciation Expense		<b>4,537.01</b>
112.00	213.00	Dues & Subscriptions		<b>125.00</b>
13,430.00	10,807.27	Freight Expense		-
2,398.27	2,356.88	Fuel & Oil Purchases		<b>3,598.32</b>
26,920.98	1,991.66	Fundraising Expense	3	<b>148.65</b>
-	54.55	Gifts, Prizes & Trophies		-
6,558.02	6,767.67	Insurance	6	<b>7,505.50</b>
1,328.50	-	Legal & Accounting		-
2,263.62	13,652.06	Materials & Supplies		<b>6,217.41</b>
629.67	816.57	Postage & Shipping		<b>906.34</b>
1,270.28	777.19	Printing, Stationery & Computer Supplies		<b>193.57</b>
966.73	2,270.70	Services, Leases & Utilities		<b>3,752.13</b>
-	-	Sleeper Purchases		-
-	-	Staff Amenities & Training		-
609.01	-	Sundry Expenses		<b>92.00</b>
2,326.65	670.91	Vehicles & Maintenance		<b>1,903.61</b>
<b>62,592.60</b>	<b>44,628.37</b>	<b>Total Expenditure</b>		<b>30,468.25</b>
<b>(529.16)</b>	<b>75,508.24</b>	<b>NET SURPLUS (OUTLAY)</b>		<b>(205.12)</b>



Oberon Tarana Heritage Railway Inc.

## Annual Statement of Financial Position

(Balance Sheet)

For the year ending 30-06-2013

2011	2012		Note	CURRENT YEAR
\$	\$			\$
		Current assets		
13,260.68	56,420.34	Cash assets - General Account 10049851		32,126.28
332.53	1,535.08	Cash assets - Gift Account 10060858		1,535.33
6,388.81	6,812.24	Interest Bearing Deposit		7,147.53
-	236.61	Paypal Transaction Account		236.61
50.00	50.00	Petty Cash Float		50.00
598.00	23,689.58	Receivables	7	-
720.00	48.00	Inventories		669.80
<b>21,350.02</b>	<b>88,791.85</b>	<b>Total Current Assets</b>		<b>41,765.55</b>
		Non-Current Assets	8	
-	1,535.60	Capital Work in Progress		800.00
-	-	Buildings - Rolling Stock Shed		53,156.52
17,155.36	17,591.75	Property, Plant & Equipment		14,233.46
23,985.02	23,100.98	Rolling Stock		21,922.26
<b>41,140.38</b>	<b>42,228.33</b>	<b>Total Non-current assets</b>		<b>90,112.24</b>
<b>62,490.40</b>	<b>131,020.18</b>	<b>TOTAL ASSETS</b>		<b>131,877.79</b>
		Current Liabilities		
6,677.60	-	Payables		-
-	-	Provisions		-
(593.22)	(894.05)	GST Liabilities		168.68
-	-	Other		-
<b>6,084.38</b>	<b>(894.05)</b>	<b>Total Current Liabilities</b>		<b>168.68</b>
-	-	Non-Current Liabilities		-
-	-	Total Non-Current Liabilities		-
<b>6,084.38</b>	<b>(894.05)</b>	<b>TOTAL LIABILITIES</b>		<b>168.68</b>
<b>56,406.02</b>	<b>131,914.23</b>	<b>NET ASSETS</b>		<b>131,709.11</b>
		Accumulated Funds		
-	-	Allocated Reserves		-
56,406.02	131,914.23	Accumulated funds		131,709.11
<b>56,406.02</b>	<b>131,914.23</b>	<b>TOTAL ACCUMULATED FUNDS</b>		<b>131,709.11</b>

# OBERON TARANA HERITAGE RAILWAY INC.

## Notes to the Financial Report

For the year ended 30-06-2013

### NOTE 1: BASIS OF ACCOUNTS

The Oberon Tarana Heritage Railway Inc (OTHR) is an incorporated organisation which in the Officer's opinion is not a reporting entity because there are no users dependent on general purpose financial reports. This is a special purpose financial report that has been prepared for the purposes of complying with the New South Wales legislation Associations Incorporation Act 1984, the Charitable Fundraising Act 1991 and associated regulations.

OTHR is a Deductible Gift Recipient authorised by the ATO, and also holds an Authority to fundraise under the Department of Gaming & Racing (NSW).

This financial report has been prepared on an accruals basis, and the following is a summary of material accounting policies adopted by OTHR in the preparation of this report.

#### a) PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are brought to account at cost, less accumulated depreciation where applicable. Where the assets are donated to OTHR, they are brought to account at the recoverable value, based on expected net cash flow which would be received from the asset's disposal. These values are reviewed by the director's annually.

Depreciation: the depreciable amount of all fixed assets is done on a straight line value basis over their estimated useful lives. Heritage Items for which OTHR has adopted a curatorial and preservation policy, and which have a long and indeterminate useful life are not depreciated.

#### b) DISPOSAL OF SURPLUS

Annual Surplus: The organisation's Constitution prohibits the distribution of any surplus to Members. All income must be applied solely towards the promotion of the objects of OTHR.

Surplus on Liquidation: as required by the Charitable Fundraising Act 1991, and our Constitution, any assets remaining upon the winding up of OTHR must be applied to the objects or purposes for which they were raised.

#### c) TAXES

##### Income Tax:

OTHR was endorsed on 1st July 2005 by the ATO as an income tax exempt charity

##### Goods and Services Tax:

OTHR is registered for the goods and services tax (GST) applicable from 1 October 2007.

Revenues, costs and assets are recognised net of the amount of GST except:

- i) where the amount of GST incurred is not recoverable from the ATO, it is recognised as part of the cost of acquisition of an asset, or as part of an item of cost; or
- ii) for receivables and payables which are recognised inclusive of GST.

OTHR holds a GST charity tax concession endorsed from 01/10/2007.

OTHR conducts its fundraising activities separately through a non-profit sub-entity for GST purposes.

#### d) FUNDRAISING ACTIVITIES

Donations and bequests: are returned as income as and only when physically received by OTHR. As specified in the Act, unsolicited donations, members' donations and bequests are not treated as fundraising income when determining information required under the Act. They are treated as gifts under the tax legislation.

**e) DONATED GOODS & SERVICES**

Various services are donated to OTHR by our members and the general community. No assessment of the value of those services are included in the accounts.

The value of donations of major items of plant and equipment has been brought to account at their estimated fair market value as donations income, and the item capitalised as required. The various donations received of minor tools and supplies have not been included in these accounts.

**f) FINANCIAL YEAR**

A change to the OTHR Constitution was approved at a Special General Meeting in September 2012 which included changing the financial year to end on 30<sup>th</sup> June. The current year is the transition year and figures are reported for an extended 16-month period in this financial report to allow for this change.

**NOTE 2: DONATIONS**

Unsolicited cash donations received during the year are recorded as Donations Income. Major cash donations received are listed below:

Donor	Date	Detail	\$ Amount
Oberon Heritage & Collectors Club	Apr-12	2012 Highlands Steam Fair	2,135.00
IGA Community Chest	May-12	2011 Community Chest Oberon	5,473.35
Oberon Heritage & Collectors Club	Apr-13	2013 Highlands Steam Fair	1,915.00
Member Donations	Various	Various Amounts <\$250 each	2,832.00
			<u><b>12,355.35</b></u>

**NOTE 3: FUNDRAISING**

\$ 2012		\$ CURRENT YEAR
	<b>Fundraising</b>	
719.16	Other Function & Events Income	951.40
230.73	Merchandise Sales	201.40
98.18	Sleeper Sales Income	5,691.63
<u>4,405.35</u>	Raffles Income	<u>3,239.70</u>
<u>5,453.42</u>	<b>Total Fundraising</b>	<u>10,084.13</u>

**NOTE 4: MISCELLANEOUS INCOME**

There is no miscellaneous income reported in the current period.

## NOTE 5: SUBSIDIES AND GRANTS

Income received as Subsidies and Grants are comprised of the following payments received:

Name	Date	Detail	\$ Vaue
Office of Rail Heritage	1/02/2013	S-Truck Restoration Adjustment	98.38
NSW Community Building P'ship Gran	1/02/2013	Adjustment from 2012 for GST	(5,000.00)
FRRR Volunteers Grant	24/11/2012	Volunteer costs reimbursement	5,000.00
		Total Subsidies & Grants	<u>98.38</u>

## NOTE 6: INSURANCE

A change occurred during the year to a different insurance broker to reduce insurance costs for OTHR which is possible whilst we are not operating any rolling stock. It is estimated this change will save us over \$2,000 per annum in the short term. Note that the insurance is expensed in the year the premium falls due, however a significant portion of this expense (around \$2,000) is a prepayment for the next year.

Policy Type	Exp Date	Insurer	\$ Amount
Directors Indemnity Insurance	31.03.2013	Austrail Insurance	1,640.00
Station Insurance (\$235K)	31.03.2013	Austrail Insurance	1,969.31
Volunteers Accident	30.11.2013	Austrail Insurance	1,407.92
Cancel Volunteers Insurance 15.2.13	15.02.2014	Austrail Insurance	(761.74)
Public & Products Liability (\$20M)	15.02.2014	LCIS	1,117.16
Associations & Officials	15.02.2014	LCIS	684.89
Volunteers Accident	15.02.2014	LCIS	379.50
Station Building Insurance (\$250K)	03.04.2014	CGU	1,068.46
		Total Insurance Expense	<u>7,505.50</u>

## NOTE 7: RECEIVABLES

There are no amounts have been brought to account as trade debtors at 30/06/2013

## NOTE 8: PROPERTY, PLANT AND EQUIPMENT

Plant and Equipment items are depreciated on a straight-line basis using the estimated useful life of each item as reviewed by OTHR directors.

### Capital Works in Progress

Date	Details	Acquisitions	Closing Balance
24/05/2013	Station Toilet - Calare Civil Tech Report	\$800.00	\$800.00

### Buildings

Acq'tn	Details	Orig Cost	Opening Bal	Acquisitions	life (yrs)	Dep Amount	Closing Balance
30/06/2013	Rolling Stock Shed	\$53,156.52		\$53,156.52	35		\$53,156.52

### Plant and Equipment

Acq'tn	Details	Orig Cost	Opening Bal	Acquisitions	life (yrs)	Dep Amount	Closing Balance
1/08/2006	Portable Container	\$990.00	\$630.71		15	\$88.00	\$542.71
1/03/2007	Air Compressor	\$8,500.00	\$4,387.40		10	\$1,133.33	\$3,254.07
1/03/2007	Tool Trailer	\$250.00	\$8.08		5	\$8.08	-
1/03/2007	Fire Tanker Trailer	\$1,200.00	\$812.93		15	\$106.67	\$706.26
1/07/2008	Catering Van	\$500.00	\$320.68		10	\$66.67	\$254.01
1/01/2009	Dometic 60L Fridge	\$1,000.00	\$799.63		15	\$88.89	\$710.74
1/02/2008	Wickham Section Car	\$1,000.00	\$840.00		25	\$53.33	\$786.67
23/09/2009	Grinder	\$110.90	\$84.77		10	\$14.79	\$69.98
21/01/2010	Plinth Crane 5 Tonne *	\$497.50	\$497.50				\$497.50
1/02/2010	Case IH 848 Tractor	\$5,000.00	\$4,167.81		12	\$555.56	\$3,612.25
23/01/2010	Lawn Mower	\$454.55	\$362.52		10	\$60.61	\$301.91
23/01/2010	Impact Wrench	\$1,027.27	\$819.28		10	\$136.97	\$682.30
23/01/2010	Angle Grinder	\$436.36	\$348.02		10	\$58.18	\$289.84
17/02/2010	Security System	\$454.55	\$276.96		5	\$276.96	0.00
24/02/2010	Video Monitor for Security System	\$227.27	\$139.35		5	\$139.35	0.00
16/06/2010	Printer Samsung Laser MF SCX-4824FN	\$454.55	\$306.60		5	\$121.21	\$185.39
21/09/2010	Safety Fencing	\$327.27	\$238.15		5	\$87.27	\$150.88
21/06/2011	Lawn Mower	\$2,718.17	\$2,551.36		10	\$362.42	\$2,188.93
<b>Total Plant &amp; Equipment</b>		<b>\$25,148.39</b>	<b>\$17,591.75</b>			<b>\$3,358.29</b>	<b>\$14,233.46</b>

### Rolling Stock

Acq'tn	Details	Orig Cost	Opening Bal	Acquisitions	life (yrs)	Dep Amount	Closing Balance
30/04/2010	2 x 73 Class Diesel Locomotives	\$22,101.00	\$20,548.48		25	\$1,178.72	\$19,369.76
21/01/2010	Arnotts S-Truck Serial 14698 *	\$1,060.00	\$1,060.00				\$1,060.00
21/01/2010	Cattle Wagon Serial W-1052 *	\$497.50	\$497.50				\$497.50
21/01/2010	Goods Wagon Serial 12815 *	\$497.50	\$497.50				\$497.50
21/01/2010	Goods Wagon Serial L-987 *	\$497.50	\$497.50				\$497.50
<b>Total Rolling Stock</b>		<b>\$24,653.50</b>	<b>\$23,100.98</b>			<b>\$1,178.72</b>	<b>\$21,922.26</b>

<b>TOTAL NON CURRENT ASSETS</b>		<b>\$102,958.41</b>	<b>\$40,692.73</b>	<b>\$53,956.52</b>		<b>\$4,537.01</b>	<b>\$90,112.24</b>
---------------------------------	--	---------------------	--------------------	--------------------	--	-------------------	--------------------

\* Heritage Items for which OTHR has adopted a curatorial and preservation policy, or which have a long and indeterminate useful life are not depreciated.

**AUDITOR'S REPORT**



**REPORT TO THE MEMBERS OF  
OBERON TARANA HERITAGE RAILWAY INC.  
FOR THE YEAR ENDING 30 JUNE 2013**

I have reviewed the books and records of the Oberon Tarana Heritage Railway Inc. (OTHR) for the period from 1 February 2012 to 30 June 2013.

It was not practicable to establish effective accounting controls over receipts from all sources prior to these being banked. My review relating to such income was limited to ensuring that the amounts banked are recorded in the financial statements.

It is my view, subject to the limitation referred to in the preceding paragraph, that the financial statements are a true and fair representation of the transactions throughout the year and the financial position at year end.



Kira Simmons  
Chartered Accountant

Dated this 28<sup>th</sup> Day of September 2013.