

## NSSLSC's Asset Management Philosophy

North Steyne SLSC aims to invest in its fixed asset base to maintain quality equipment and fixtures for its members.

In line with its strategic priorities, NSSLSC **invests ahead** in:

- Lifesaving and Education assets to maintain a first-class patrolling service on our beach;
- Junior Activities equipment to support Nippers and Youth development; and
- Fixtures that make life easier for our biggest volunteer contributors.

NSSLSC funds its asset replenishment and upgrade schedule by three means:

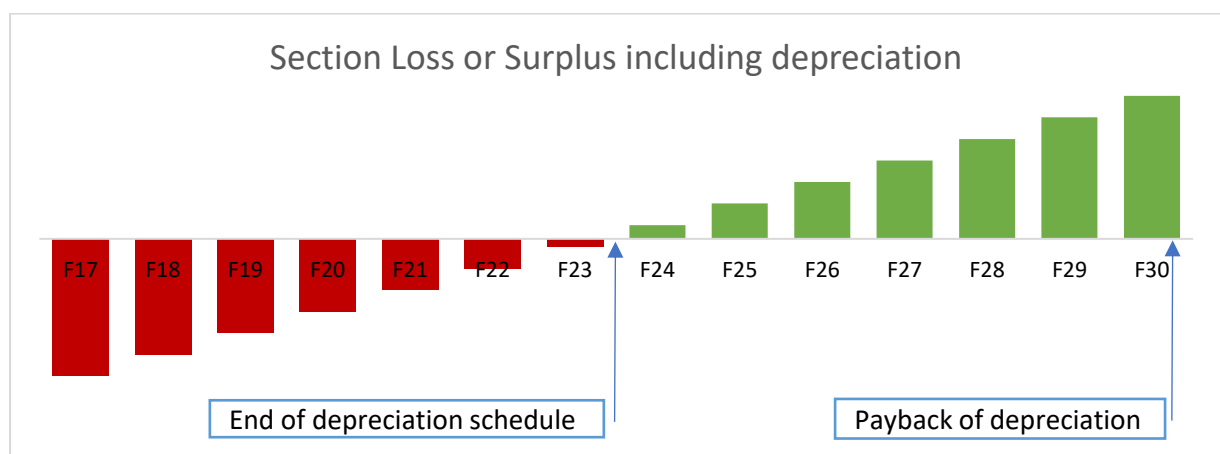
1. Grants and similar funding provided for our core purpose (Lifesaving and Surf Education);
2. Specific fundraising activities run by Club members;
3. Operational surpluses created by responsible financial management of depreciation related to those assets.

The first two methods are self-explanatory. The third method above is outlined as follows:

Where a Section might not be able to afford asset purchases within the context of its annual cash budget, assets may still be purchased out of general NSSLSC funds or through the Future Fund SPF. After all depreciation is absorbed and the depreciation schedule ended, the Section will likely move into surplus. It will be considered to have "paid back" the asset after equivalent total surpluses.

At the point of payback, the Section may request a replacement or upgraded asset purchase.

Key strategic assets, per NSSLSC's strategic priorities, are not required to be paid back before renewal.



*Note: surplus years may be uniform or growing depending on the annual income and expense pattern of the Section's operation.*