

Townsville Hockey Association Inc

ABN 94 920 839 303

Financial Statements

For the Year Ended 30 June 2021

Townsville Hockey Association Inc

ABN 94 920 839 303

Contents
For the Year Ended 30 June 2021

	Page
Financial Statements	
Statement of Profit or Loss and Other Comprehensive Income	1
Statement of Financial Position	2
Notes to the Financial Statements	3
Statement by Members of the Committee	7
Independent Audit Report	8
Schedule - Trading Account	10

Townsville Hockey Association Inc

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
Revenue			
Association fees		376,203	205,818
Clubhouse income		155,740	72,323
Competitions and championships income		24,671	14,334
Grants and sponsorship		47,075	353,831
Hockey development income		9,765	13,895
Representative team income		92,927	25,510
Rental and hire income		10,962	19,559
Shop sale income		13,312	6,051
Other income	3	127,851	56,070
Total revenue		858,506	767,391
Expenditure			
Costs of goods sold		95,968	45,412
Bank charges		11,842	8,180
Club fee payments		21,134	15,323
Cleaning expenses		12,639	10,397
Competition and championship expenses		68,469	50,580
Depreciation		229,582	249,869
Employment costs		213,455	186,518
General operating expenses		60,871	40,197
Hockey development expenses		3,434	6,929
Motor vehicle expenses		9,343	9,115
Other expenses		1,666	253
Flood recovery repair expenses		20,850	14,424
Repairs and maintenance		47,933	49,879
Representative team expenses		98,880	21,023
Utilities		59,411	68,937
Total expenditure		955,477	777,036
Deficit for the year		(96,971)	(9,645)
Other comprehensive income		-	-
Total comprehensive income for the year		(96,971)	(9,645)

The accompanying notes form part of these financial statements.

Townsville Hockey Association Inc

ABN 94 920 839 303

Statement of Financial Position

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	855,713	859,919
Trade and other receivables	5	(1,128)	23,823
Inventories		33,437	33,438
TOTAL CURRENT ASSETS		888,022	917,180
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,352,088	2,425,396
TOTAL NON-CURRENT ASSETS		2,352,088	2,425,396
TOTAL ASSETS		3,240,110	3,342,576
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	55,680	61,176
TOTAL CURRENT LIABILITIES		55,680	61,176
TOTAL LIABILITIES		55,680	61,176
NET ASSETS		3,184,430	3,281,400
EQUITY			
Retained surplus		3,184,430	3,281,400
TOTAL EQUITY		3,184,430	3,281,400

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2021

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Associations Incorporation Act (Qld) 1981*.

The financial statements have been prepared on an accruals basis and are based on historical costs.

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the association's accounting policies.

2 Significant Accounting Policies

(a) Revenue and other income

Players registration

Revenue is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Sales Revenue

Events, membership fees, nominations, fundraising and raffles are recognised when received or receivable.

Donations

Donations and bequests are recognised as revenue when received.

Grant Revenue

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied.

Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control and within grant agreements there may be some performance obligation where control transfers at a point in time and others which have continuous transfer of control over the life of the contract.

Other Income

Other income is recognised on an accruals basis when the Association is entitled to it.

(b) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Significant Accounting Policies

(c) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and deposits held at call with financial institutions.

(e) Trade and other receivables

Trade and other receivables are recognised at amortised cost, less any expected credit losses.

(f) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

Property, plant and equipment is depreciated on a straight-line and diminishing value basis over the assets useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Land and buildings	2.5%
Plant and equipment	2.5% - 50%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

(g) Trade and other payables

These amounts represent liabilities for goods and services provided to the association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Townsville Hockey Association Inc

ABN 94 920 839 303

Notes to the Financial Statements For the Year Ended 30 June 2021

3 Other Income

	2021	2020
	\$	\$
Interest income	253	888
Sundries	906	182
COVID - 19 financial assistance	126,692	55,000
Total other income	127,851	56,070

4 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash floats	3,540	2,310
Clearing account	2,353	(157)
Deposits paid (ergon deposit)	112	110
Fundraising account	-	(43)
Fundraising Account- U13G2	(20)	-
Fundraising Account- U13G	(2,849)	-
Westpac cheque account	145,783	39,232
Westpac facility provisions	245,894	782,446
Westpac Turf Provisions Acct	465,176	36,622
Westpac CC	(4,276)	(601)
Total cash and cash equivalents	855,713	859,919

5 Trade and Other Receivables

	2021	2020
	\$	\$
Accounts receivable	(20)	20,959
Allowance for expected credit losses	(1,108)	(1,108)
GST receivable	-	3,972
Total trade and other receivables	(1,128)	23,823

Townsville Hockey Association Inc

ABN 94 920 839 303

Notes to the Financial Statements For the Year Ended 30 June 2021

6 Property, plant and equipment

	2021	2020
	\$	\$
Plant and equipment	594,851	460,560
Accumulated depreciation	(309,223)	(286,180)
Total plant and equipment	285,628	174,380
Land, buildings, playing surfaces and infrastructure	3,192,722	3,195,198
Accumulated depreciation	(1,126,262)	(944,182)
Total land, building, playing surfaces and infrastructure	2,066,460	2,251,016
Total property, plant and equipment	2,352,088	2,425,396

7 Trade and Other Payables

	2021	2020
	\$	\$
CURRENT		
Accounts payable	32,226	6,090
GST payable	9,665	-
VEND	93	-
Credits owed to members	-	44,163
Gift card liability	932	16
PAYG payable	8,374	10,907
Superannuation payable	4,390	-
Total trade and other payables	55,680	61,176

8 Contingencies

In the opinion of the Committee, the Association did not have any contingencies at 30 June 2021 (30 June 2020: None).

9 Commitments

In the opinion of the Committee, the Association did not have any commitments at 30 June 2021 (30 June 2020: None).

10 Events after the reporting period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

Townsville Hockey Association Inc

ABN 94 920 839 303

Statement by Members of the Committee

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 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 1 to 6:

1. Presents fairly the financial position of Townsville Hockey Association Inc as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Townsville Hockey Association Inc 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:

President.....*Cyaidmint*.....

Treasurer.....*lyftA2*.....

Dated this*01*..... day of*September*..... 2021

Independent Auditor's Report to the Members of Townsville Hockey Association Incorporated

Opinion

We have audited the financial report of Townsville Hockey Association Incorporated (the Association), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by the members of the committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 30 June 2021, and of its financial performance for the year then ended in accordance with the accounting policies described in Note 2 to the financial statements and the *Associations Incorporation Act (Qld) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020)*.

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 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 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.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the committee of management's financial reporting responsibilities under the *Associations Incorporation Act (Qld) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020)*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the committee of management for the Financial Report

The committee of management is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the financial reporting responsibilities under the *Associations Incorporation Act (Qld) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2020)* and for such internal control as the committee of management determines 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 committee of management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee of management either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Independent Auditor's Report to the Members of Townsville Hockey Association Incorporated (cont.)

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 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 the 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- Conclude on the appropriateness of those charged with governance'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 entity'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 the auditor's report. However, future events or conditions may cause the entity 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.

We communicate with those charged with governance 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 the audit.

Crowe Audit Australia

CROWE AUDIT AUSTRALIA



Tracey Mayhew

Associate Partner

Townsville, 02 / 09 / 2021

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Townsville Hockey Association Inc

ABN 94 920 839 303

For the Year Ended 30 June 2021

Trading Account

	2021 \$	2020 \$
CLUBHOUSE TRADING ACTIVITIES		
Clubhouse income	155,740	72,323
Cost of Goods Sold		
Opening Stock	5,208	4,861
Purchases	81,284	35,933
Goods available for sale	86,492	40,794
Closing Stock	5,208	5,208
Cost of Goods Sold	81,284	35,586
Gross Profit	74,456	35,729