

Townsville Hockey Association Inc

ABN 94 920 839 303

Financial Statements

For the Year Ended 30 June 2022

Townsville Hockey Association Inc

ABN 94 920 839 303

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For the Year Ended 30 June 2022

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Townsville Hockey Association Inc 2022

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue			
Association fees		363,833	376,203
Clubhouse income		192,411	155,740
Competitions and championships income		39,546	24,671
Grants and sponsorships		23,581	47,075
Hockey development income		6,772	9,765
Representative team income		122,002	92,927
Rental and hire income		17,750	10,962
Shop sale income		21,730	13,312
Other income	3	10,724	127,851
Total revenue		798,349	858,506
Expenditure			
Cost of goods sold		119,148	95,968
Bank charges		12,072	11,842
Club fee payments		19,023	21,134
Cleaning expenses		13,538	12,639
Competition and championship expenses		52,990	68,469
Depreciation		234,012	229,582
Employment costs		204,786	213,455
General operating expenses		61,896	60,871
Hockey development expenses		2,406	3,434
Motor vehicle expenses		9,632	9,343
Other expenses		751	1,666
Flood recovery repair expenses		(2,618)	20,850
Repairs and maintenance		47,159	47,933
Representative team expenses		109,365	98,880
Utilities		72,129	59,411
Total expenditure		956,289	955,477
Deficit for the year		(157,940)	(96,971)
Other comprehensive income		-	-
Total comprehensive income for the year		(157,940)	(96,971)

The accompanying notes form part of these financial statements.

Townsville Hockey Association Inc 2022

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Statement of Financial Position

As At 30 June 2022

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	875,750	855,713
Trade and other receivables	5	19,583	(1,128)
Inventories		33,439	33,437
TOTAL CURRENT ASSETS		928,772	888,022
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,134,328	2,352,088
TOTAL NON-CURRENT ASSETS		2,134,328	2,352,088
TOTAL ASSETS		3,063,100	3,240,110
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	36,610	55,680
TOTAL CURRENT LIABILITIES		36,610	55,680
TOTAL LIABILITIES		36,610	55,680
NET ASSETS		3,026,490	3,184,430
EQUITY			
Retained surplus		3,026,490	3,184,430
TOTAL EQUITY		3,026,490	3,184,430

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2022

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 obligation 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 2022

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 2022

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Notes to the Financial Statements For the Year Ended 30 June 2022

3 Other Income

	2022	2021
	\$	\$
Interest income	140	253
Sundries	10,584	906
COVID - 19 financial assistance	-	126,692
Total other income	10,724	127,851

4 Cash and Cash Equivalents

	2022	2021
	\$	\$
Cash floats	1,594	3,540
Clearing account	-	2,353
Deposits paid	112	112
Fundraising Account- U13G2	-	(20)
Fundraising Account- U13G	-	(2,849)
Westpac cheque account	208,564	145,783
Westpac facility provisions	168,132	245,894
Westpac Turf Provisions Acct	505,278	465,176
Westpac CC	(7,930)	(4,276)
Total cash and cash equivalents	875,750	855,713

5 Trade and Other Receivables

	2022	2021
	\$	\$
Accounts receivable	20,691	(20)
Allowance for expected credit losses	(1,108)	(1,108)
Total current trade and other receivables	19,583	(1,128)

Townsville Hockey Association Inc 2022

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Notes to the Financial Statements For the Year Ended 30 June 2022

6 Property, plant and equipment

	2022	2021
	\$	\$
Plant and equipment	602,456	594,851
Accumulated depreciation	(340,670)	(309,223)
Total plant and equipment	261,786	285,628
Land, buildings, playing surfaces and infrastructure	3,226,721	3,192,722
Accumulated depreciation	(1,354,179)	(1,126,262)
Total land, building, playing surfaces and infrastructure	1,872,542	2,066,460
Total property, plant and equipment	2,134,328	2,352,088

7 Trade and Other Payables

	2022	2021
Note	\$	\$
CURRENT		
Accounts payables	11,712	32,226
GST payable	15,681	9,665
VEND	(1,361)	93
Gift card liability	(2,451)	932
PAYG payable	8,262	8,374
Superannuation payable	4,767	4,390
Total trade and other payables	36,610	55,680

8 Contingencies

In the opinion of the Committee, the Association did not have any contingencies at 30 June 2022 (30 June 2021: None).

9 Commitments

In the opinion of the Committee, the Association did not have any commitments at 30 June 2022 (30 June 2021: 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

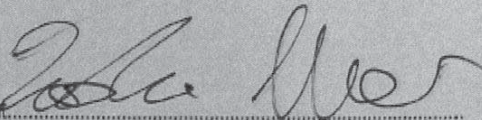
The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

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

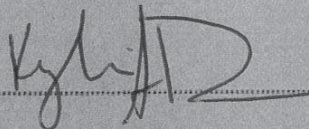
1. Presents fairly the financial position of Townsville Hockey Association Inc as at 30 June 2022 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Townsville Hockey Association Inc will be able to pay its debts as and 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



Treasurer



Dated this

12

day of

OCTOBER

2022

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

Qualified 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 2022, 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, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 30 June 2022, 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 Qualified Opinion

Revenue completeness

As is common for organisations of this type, it is not practicable for Townsville Hockey Association Incorporated to maintain an effective system of internal control over receipts until their initial entry in the accounting records. Accordingly, our audit in relation to revenue was limited to amounts recorded.

Inventory

We did not observe the counting of physical inventory as at 30 June 2022 and were unable to verify the existence of inventories as at 30 June 2022 by alternative means to confirm inventory quantities. As inventories are material components in the determination of the current year result from operations, we were unable to form an opinion on whether any adjustments might have been determined necessary in respect of recorded or unrecorded stock on hand and the elements making up the income statement.

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 qualified opinion is not modified in respect of this matter.

Independent Auditor's Report

to the Members of Townsville Hockey Association Incorporated (cont.)

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.

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.

Independent Auditor's Report

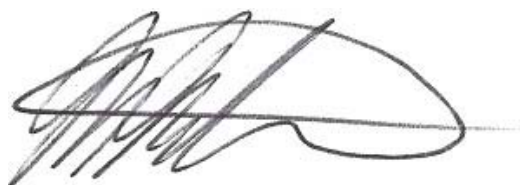
to the Members of Townsville Hockey Association Incorporated (cont.)

- 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

A handwritten signature in dark ink, appearing to read "Malcolm Matthews", written over a horizontal line.

Malcolm Matthews

Partner

Launceston, 13th October 2022

Townsville Hockey Association Inc 2022

ABN 94 920 839 303

For the Year Ended 30 June 2022

Trading Account

	2022 \$	2021 \$
CLUBHOUSE TRADING ACTIVITIES		
Clubhouse income	192,411	155,740
Cost of Goods Sold		
Opening Stock	5,208	5,208
Purchases	98,390	81,284
	<hr/>	<hr/>
Goods available for sale	103,598	86,492
Closing Stock	5,208	5,208
	<hr/>	<hr/>
Cost of Goods Sold	98,390	81,284
	<hr/>	<hr/>
Gross Profit	94,021	74,456
	<hr/>	<hr/>