

Townsville Hockey Association Inc

ABN 94 920 839 303

SPECIAL PURPOSE FINANCIAL REPORT

for the year ended 30 June 2025

Townsville Hockey Association Inc
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For the year ended 30 June 2025

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Townsville Hockey Association Inc
Statement of comprehensive income
For the year ended 30 June 2025

	2025	2024
	Notes	\$
Revenue		
Association fees	417,722	359,841
Clubhouse income	192,086	187,015
Competitions and championships income	58,726	39,026
Grants and sponsorships	54,097	61,511
Hockey development income	19,471	14,591
Representative team income	71,020	82,411
Rental and hire income	12,618	12,572
Shop sale income	20,416	18,461
Other income	3	<u>37,728</u>
Total revenue	883,884	797,973
Expenditure		
Cost of goods sold	134,405	141,287
Bank charges	12,132	9,532
Club fee payments	42,245	39,755
Cleaning expenses	16,195	15,215
Competition and championship expenses	51,932	26,150
Depreciation	165,433	180,382
Employment costs	231,620	225,103
General operating expenses	54,893	62,466
Hockey development expenses	8,498	6,272
Repairs and maintenance	56,820	41,825
Representative team expenses	95,798	101,876
Utilities	102,820	110,876
Total expenditure	972,791	960,739
Deficit for the year	(88,907)	(162,766)
Other comprehensive income for the year	<u>-</u>	<u>-</u>
Total comprehensive income for the year	(88,907)	(162,766)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

Townsville Hockey Association Inc
Statement of financial position
As at 30 June 2025

	Notes	2025 \$	2024 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	283,916	471,357
Investments	5	650,000	500,000
Trade and other receivables	6	34,074	9,227
Inventories	7	25,755	23,904
Total current assets		993,745	1,004,488
Non-current assets			
Property, plant and equipment	8	1,717,229	1,809,386
Total non-current assets		1,717,229	1,809,386
Total Assets		2,710,974	2,813,874
LIABILITIES			
Current liabilities			
Trade and other payables	9	96,452	109,374
Provision for employee entitlements	10	11,180	12,854
Total current liabilities		107,632	122,228
Non-current Liabilities			
Provision for employee entitlements	11	9,663	9,060
Total non-current liabilities		9,663	9,060
Total Liabilities		117,295	131,288
Net assets		2,593,679	2,682,586
EQUITY			
Retained earnings	12	2,593,679	2,682,586
Total equity		2,593,679	2,682,586

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

Townsville Hockey Association Inc
Statement of changes in equity
For the year ended 30 June 2025

	Retained earnings \$	Total equity \$
Balance at 1 July 2023	2,845,352	2,845,352
Total comprehensive income/(loss) for the year	(162,766)	(162,766)
Balance at 30 June 2024	<u>2,682,586</u>	<u>2,682,586</u>
 Balance at 1 July 2024	2,682,586	2,682,586
Total comprehensive income/(loss) for the year	(88,907)	(88,907)
Balance at 30 June 2025	<u>2,593,679</u>	<u>2,593,679</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

1. Summary of significant accounting policies

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

(a) Basis of accounting

This is a special purpose financial report that has been prepared for the sole purpose of complying with the financial requirements of the Association and to distribute to its members. The committee members have agreed that the accounting policies adopted are appropriate to meet the needs of the members.

The Association is not a reporting entity because, in the Management Committee's opinion, it is unlikely that users exist who are unable to command the preparation of reports tailored to satisfy, specifically, all of their information needs.

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

Historical cost convention

The financial report is prepared in accordance with the historical cost convention. Unless otherwise stated, the accounting policies adopted are consistent with those of the previous year. Comparative information is reclassified where appropriate to enhance comparability. The financial statements have been prepared on an accrual's basis.

(b) Revenue and other income

Revenue is measured at the fair value of the consideration received or receivable with amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.

The Association recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Association's activities. The Association bases its estimates on historical results, taking into consideration the type of transaction and the specifics of each arrangement.

(i) 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.

(ii) Association fees, competition, and championship income

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.

(iii) Sales revenue

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

(iv) Donations

Donations are recognised as revenue when received.

(v) Other income

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

(c) Income tax

The Association is exempt from the payment of income tax under Section 50-10 of the Income Tax Assessment Act 1997.

(d) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short – term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(e) Trade receivables

Trade receivables are recognised initially at fair value. Trade receivables are generally due for settlement within 30 days.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off by reducing the carrying amount directly. An allowance account (provision for impairment of trade receivables) is used when there is objective evidence that the Association will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows.

The amount of the impairment loss is recognised in the profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the income statement within 'other expenses'. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against other expense in the income statement.

(f) Property, Plant and Equipment

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
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 financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

(h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the balance sheet.

Townsville Hockey Association Inc
Notes to the financial statements
30 June 2025
(continued)

3 Other income

	2025 \$	2024 \$
Interest income	27,929	9,975
Sundry income	9,799	12,570
	37,728	22,545

4 Current assets - Cash and cash equivalents

	2025 \$	2024 \$
Cash floats	2,700	2,700
Deposits paid	112	112
Westpac cheque account	163,166	194,469
Westpac facilities provisions account	97,229	180,073
Westpac turf provisions account	20,709	94,003
	283,916	471,357

5 Investments

	2025 \$	2024 \$
Current assets		
Deposits at call - Westpac term deposit	650,000	500,000

The deposits are bearing floating interest rates between 4% and 4.5%.

6 Trade and other receivables

	2025 \$	2024 \$
Trade receivables	35,182	10,335
Less Allowance for doubtful debts	(1,108)	(1,108)
	34,074	9,227

7 Inventories

	2025 \$	2024 \$
Stock on hand – bar and canteen stock	7,868	4,921
Stock on hand – uniform and merchandise stock	17,887	18,983
	25,755	23,904

8 Property, Plant and Equipment

	Buildings	Playing Surfaces and Equipment	Plant and Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2024				
Opening net book amount	577,036	1,144,097	228,740	1,949,873
Additions	1,388	-	6,110	7,498
Works in progress	-	-	32,398	32,398
Disposal	-	-	-	-
Depreciation charge	(26,335)	(116,545)	(37,503)	(180,383)
Closing net book amount	552,089	1,027,552	229,745	1,809,386
At 30 June 2024				
Cost	1,064,261	2,167,985	651,631	3,883,877
Accumulated depreciation	(512,172)	(1,140,433)	(421,886)	(2,074,491)
Net book amount	552,089	1,027,552	229,745	1,809,386
Year ended 30 June 2025				
Opening net book amount	552,089	1,027,552	229,745	1,809,386
Additions	-	-	49,519	49,519
Works in progress	-	-	23,757	23,757
Disposal	-	-	-	-
Depreciation charge	(25,413)	(100,691)	(39,329)	(165,433)
Closing net book amount	526,676	926,861	263,692	1,717,229
At 30 June 2025				
Cost	1,064,261	2,167,985	724,907	3,957,153
Accumulated depreciation	(537,585)	(1,241,124)	(461,215)	(2,239,924)
Net book amount	526,676	926,861	263,692	1,717,229

9 Current liabilities - Trade and other payables

	2025 \$	2024 \$
Accounts payable	61,066	68,276
Westpac credit card	11,154	8,098
Goods and services tax payable	8,172	7,929
Accrued expense	11,466	12,407
PAYG payable	2,683	2,998
Superannuation payable	1,911	9,666
	96,452	109,374

10 Current liabilities – Provision for employee benefits

	2025 \$	2024 \$
Employee benefits – annual leave	11,180	12,854

11 Non-current liabilities – Provision for employee benefits

	2025 \$	2024 \$
Employee benefits – annual leave		1,065
Employee benefits – long service leave	9,663	7,995
	<u>9,663</u>	<u>9,060</u>

12 Retained earnings

(a) Retained earnings

Movements in retained earnings were as follows:

	2025 \$	2024 \$
Balance 1 July		2,845,352
Net Loss for the year	(88,907)	(162,766)
Balance at 30 June	<u>2,593,679</u>	<u>2,682,586</u>

13 Remuneration of auditor

During the year Paragon Business Services was paid or payable \$2,500 (2024: \$2,500) for services provided for the audit and review of the financial statements as auditor of the association. No other services were provided to the association during the year, or the prior year, outside of audit services

14 Contingencies

In the opinion of the Committee of Management, the association did not have any contingencies as at 30 June 2025 (2024: Nil).

The committee has funds set aside (Note 4 and Note 5) to assist in funding future turf replacements if required. The committee is aware that this allocation does not constitute a provision nor a liability, rather to assist in recognising estimated replacement costs over time which is essential for ongoing operations of the association. The committee assesses this allocation on an annual basis and forms part of their annual budgeting cycle.

15 Events occurring after the reporting date

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
Committee members' declaration
30 June 2025

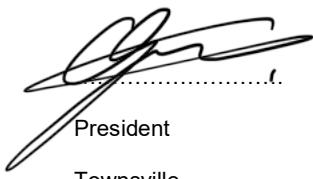
As stated in note 1(a) to the financial statements, in the committee members' opinion, the association is not a reporting entity because there are no users dependent on general purpose financial reports. This is a special purpose financial report that has been prepared to meet the *Association Incorporations Act (QLD) 1981* requirements.

The financial report has been prepared in accordance with accounting policies to the extent described in note 1(a).

In the committee members' opinion:

- (a) the financial statements and notes set out on pages 1 to 9:
 - (i) comply with Note 1 to the financial statements as detailed above; and
 - (ii) present fairly the Association's financial position as at 30 June 2025 and of its performance for the financial year ended on that date; and
- (b) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable

This declaration is made in accordance with a resolution of the committee.



President

Townsville
19 October 2025



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Treasurer

Townsville
19 October 2025