

# Special Purpose Financial Report

for the year ended 30 June 2021

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# Cockburn Basketball Association

## Statement by the Board


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

In the opinion of the board the financial report as set here:

1. Presents a true and fair view of the financial position of Cockburn Basketball Association 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 the Cockburn Basketball Association will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the board is signed on behalf of the board.

Travis French (President)



Christian Bauer (Finance Director)



30 September 2021

# Balance Sheet

As of June 2021

	30-Jun-21	30-Jun-20
<b>Assets</b>		
Current Assets		
Cash at Bank	\$446,156	\$139,785
Cash on Hand	\$300	\$300
Cash Floats	\$1,750	\$1,900
Prepayments	\$1,745	\$0
Accounts Receivable	\$37,713	\$56,391
Inventory on Hand	\$21,925	\$10,673
Non Current Assets		
Equipment at Cost	\$120,974	\$107,169
Less Accum Depn Equipment	(\$75,879)	(\$79,730)
Leasehold Improvements at Cost	\$309,709	\$263,565
Less Accum Dpn Leasehold	(\$81,942)	(\$71,050)
Machinery	\$18,800	\$24,255
Less Accum Dpn Machinery	(\$18,800)	(\$24,255)
<b>Total Non Current Assets</b>	<b>\$272,861</b>	<b>\$219,954</b>
<b>Total Assets</b>	<b>\$782,451</b>	<b>\$429,003</b>
<b>Liabilities</b>		
Current Liabilities		
Accounts Payable	\$33,807	\$27,232
ATO Payable	\$25,782	\$11,671
Superannuation Payable	\$8,743	\$3,785
Employee Provisions	\$11,500	\$2,800
Other Current Liabilities	\$24,468	\$38,206
<b>Total Liabilities</b>	<b>\$104,300</b>	<b>\$83,695</b>
<b>Net Assets</b>	<b>\$678,150</b>	<b>\$345,308</b>
Accumulated Funds		
Retained Surplus/(Deficit)	\$345,308	\$297,247
Current Year Surplus/(Deficit)	\$332,842	\$48,061
<b>Total Accumulated Funds</b>	<b>\$678,150</b>	<b>\$345,308</b>

# Income and Expenditure Statement

	2020/21	2019/20
Income		
Affiliation Fees	(\$36)	\$0
Court Hire	\$51,882	\$49,181
Door Sales	\$436,724	\$166,264
Fees, Nominations, Registratio	\$594,785	\$285,037
Fundraising	\$26,478	\$19,931
Grants Received	\$5,361	\$10,990
Membership Fees	\$380	\$420
Other Income	\$60,195	\$36,459
Trading Activites	\$97,512	\$62,373
Sponsorship	\$93,206	\$33,713
<b>Total Income</b>	<b>\$1,366,485</b>	<b>\$664,368</b>
Cost Of Goods Sold		
Purchases	\$70,440	\$41,607
<b>Total Cost Of Goods Sold</b>	<b>\$70,440</b>	<b>\$41,607</b>
<b>Gross Profit</b>	<b>\$1,296,045</b>	<b>\$622,760</b>

	2020/21	2019/20
<b>Expenses</b>		
Advertising/Marketing	\$48,613	\$9,419
Assets Purchased<\$1,000	\$23,921	\$8,085
Audit Fees	\$5,000	\$4,700
Aussie Hoops Kits	\$0	\$6,475
Bad Debts	\$0	\$5,026
Bank Charges	\$3,488	\$1,885
Board/Governance Expense	\$1,050	\$0
Box Hire Expense	\$5,941	\$1,163
Catering	\$15,429	\$6,139
Cleaning/Pest Control	\$36,190	\$26,869
Computer Expenses	\$16,522	\$6,220
Court Hire Expenses	\$26,393	\$2,045
Depreciation	\$19,369	\$16,397
Equipment Hire/Lease	\$7,004	\$6,142
Fees & Permits	\$763	\$918
Fees - BWA	\$61,243	\$21,935
Fees - Third Party	\$13,335	\$5,258
Fundraising & Gaming Expense	\$6,279	\$4,380
Health & Safety	\$4,725	\$3,119
Player Expenses	\$19,365	\$12,401
Insurance	\$4,086	\$4,665
Legal Fees	\$3,500	\$0
Loss on Sale of Assets	\$681	\$679
Merchandise Used	\$15,059	\$6,734
Postage, Freight & Courier	\$502	\$293
Printing & Stationery	\$1,151	\$1,025
Rates & Taxes	\$5,494	\$6,524
Repairs & Maintenance	\$30,992	\$20,475
Salaries & Wages	\$37,733	\$25,117
S&W - Salaries & Wages	\$311,243	\$203,630
S&W - Fees Paid	\$250,278	\$116,389
Workers Comp Insurance Premium	\$2,874	\$2,782
Security Expenses	\$1,292	\$1,203
Sponsorship Expenses	\$4,756	\$4,178
Staff Amenities	\$90	\$0
Sundry Expenses	\$32,450	\$13,146
Telephone & Internet	\$3,632	\$2,395
Training & Development (Staff)	\$2,551	\$995
Travel & Accomodation	\$8,690	\$0
Uniforms	\$9,973	\$5,897
Utilities	\$27,893	\$26,332
Volunteer Costs	\$1,999	\$603
<b>Total Expenses</b>	<b>\$1,071,548</b>	<b>\$591,638</b>
<b>Operating Profit</b>	<b>\$224,496</b>	<b>\$31,123</b>
<b>Other Income</b>		
Total Other Income	\$108,346	\$16,938
<b>Net Profit/(Loss)</b>	<b>\$332,842</b>	<b>\$48,061</b>

# Cash Flow Statement

Cash Flow from Operating Activities	2020/21	2019/20
<b>Net Income</b>	<b>\$332,842</b>	<b>\$48,061</b>
Petty Cash		-\$300
Canteen Float		\$400
Door Float	\$550	-\$1,100
Camp Float	\$100	
Canteen Coin Float - SBL/WABL		
SBL/WABL Float		\$1,100
Extra Float	-\$500	\$150
Prepayments	-\$1,745	
Trade Debtors	\$23,098	\$8,636
Less Provision for Doubtful Db	-\$4,420	\$3,768
Kidsport		
Stock on Hand - Bar	-\$2,418	\$1,966
Stock on Hand - Canteen		\$2,540
Stock on Hand - Merchandise	-\$8,834	-\$2,382
Other/Sundry Income		-\$400
Less Accum Depn Equipment	-\$3,851	\$2,764
Leasehold Improvements at Cost	-\$46,143	-\$1,691
Less Accum Dpn Leasehold	\$10,892	\$8,125
Machinery	\$5,455	\$4,257
Less Accum Dpn Machinery	-\$5,455	-\$3,100
Motor Vehicles		
Less Accum Dpn MV's		
Trade Creditors	\$14,805	-\$59,753
Accrued Expenses	-\$8,230	\$11,938
GST Payable	\$25,940	-\$12,989
less GST receivable	-\$14,598	\$6,149
PAYG Withholding	\$2,769	-\$34
Superannuation Payable	\$4,958	-\$1,274
Provision for Annual Leave	\$8,700	-\$1,815
Provision for Long Service Lea		-\$1,687
Repayable Bonds		\$1,100
Grants Received in Advance		
Grants Repayable	\$14,857	-\$2,640
Unearned Revenue	-\$28,595	\$37,622
<b>Net Cash Flow from Operating Activities</b>	<b>\$ 320,175</b>	<b>\$49,410</b>
Equipment at Cost	-\$13,805	-\$19,291
<b>Net Cash Flow from Investing Activities</b>	<b>-\$13,805</b>	<b>-\$19,291</b>
Cash Flow from Financing Activities	\$0	\$0
<b>Net Cash Flow from Financing Activities</b>	<b>\$0</b>	<b>\$0</b>
<b>Net Increase/Decrease for the period</b>	<b>\$306,371</b>	<b>\$30,118</b>
Cash at the Beginning of the period	\$141,985	\$112,117
Increase/Decrease in Floats	-\$150	-\$250
Prior Year adjustment		
<b>Cash at the End of the period</b>	<b>\$448,206</b>	<b>\$141,985</b>

# Changes in Equity

	<b>Retained Earnings</b>	<b>Total</b>
<b>Opening Balance at 1 Jul 2020</b>	<b>\$345,308</b>	<b>\$345,308</b>
Accumulated Funds		
Prior Year adjustment		
Current Year Surplus/(Deficit)	\$332,842	\$332,842
<b>Balance at 30 Jun 2021</b>	<b>\$678,150</b>	<b>\$678,150</b>

	<b>Retained Earnings</b>	<b>Total</b>
<b>Opening Balance at 1 Jul 2019</b>	<b>\$297,247</b>	<b>\$297,247</b>
Accumulated Funds		
Prior Year adjustment		
Current Year Surplus/(Deficit)	\$48,061	\$48,061
<b>Balance at 30 Jun 2020</b>	<b>\$345,308</b>	<b>\$345,308</b>

# NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2021

The financial statements cover Cockburn Basketball Association Incorporated as an individual entity. Cockburn Basketball Association Incorporated is a not-for-profit association incorporated in Western Australia under the Association Incorporations Act (WA) 2015 ('The Act).

The functional and presentation currency Cockburn Basketball Association Incorporated is Australian dollars.

When required, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

## 1. Basis of Preparation

In the opinion of the committee of management, the association is not a reporting entity since there are unlikely to exist users of the financial report 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 act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of:

AASB 101 Presentations of Financial Statements

AASB 107 Cash Flow Statements

AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors

AASB 1031 Materiality

AASB 1048 Interpretation and Application of Standards

AASB 1054 Australian Additional Disclosures

## 2. Summary of Significant Accounting Policies

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of the financial report.

a) **Income Tax**

The association is exempt from income tax under division 50 of the income tax assessment act 1997.

b) **Cash and Cash Equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

c) **Accounts Payable and Other Payables**

Accounts Payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the



reporting period that remain unpaid. The balance is recognized as a current liability with the amounts normally paid within 30 days of recognition of the liability.

d) Inventories

Inventories are measured at the lower of cost and net realisable value.

e) Property, Plant and Equipment

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation. The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortized over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

f) Employee Entitlements

Provision is made for the association's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year together with entitlements arising from wages and salaries, annual leave and sick leave which will be settled after one year have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements. Contributions are made by the association to an employee superannuation fund and are charged as expenses when incurred

g) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

h) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue. Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognized when the right to receive a dividend has been established. Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt. All revenue is stated net of the amount of goods and services tax (GST).

i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

j) Trade and Other Receivable

Trade and other receivables are recognised initially at fair value, which is generally the original invoice amount, and subsequently measured at amortised cost using the

effective interest method, less an allowance for impairment. They generally have 30 to 60 day terms.

### 3. Cash Flow Reconciliation

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

	30-Jun-21	30-Jun-20
<b>Cash at Bank</b>		
BankWest Cheque Account	\$122,898	\$38,168
BankWest Telenet Saver	\$322,258	\$100,617
BankWest Debit Card Account	\$1,000	\$1,000
<b>Total Cash at Bank</b>	<b>\$446,156</b>	<b>\$139,785</b>
<b>Cash on Hand</b>		
Petty Cash	\$300	\$300
<b>Total Cash on Hand</b>	<b>\$300</b>	<b>\$300</b>
<b>Cash Floats</b>		
Bar Float	\$550	\$550
Door Float	\$550	\$1,100
Extra Float	\$500	\$0
Camp Float	\$0	\$100
Sausage Sizzle Float	\$150	\$150
<b>Total Cash Floats</b>	<b>\$1,750</b>	<b>\$1,900</b>
<b>Cash at the end of the period</b>	<b>\$448,206</b>	<b>\$141,985</b>



Francis A Jones

Where people count.

DIRECTORS

Michael McGrath	B Bus CPA
Mark Douglas	B Bus CPA
Matthew Moonen	B Com CPA
Ben Paganoni	B Com CPA
Daniel Papaphotts	B Com CPA
Michael Basilio	B Com CPA

INDEPENDENT AUDIT REPORT  
FOR THE YEAR ENDED JUNE 2021  
TO THE MEMBERS OF THE  
COCKBURN BASKETBALL ASSOCIATION INC.

Report on the Audit of the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Cockburn Basketball Association, which comprises the balance sheet as at 30 June 2021, the profit and loss for the year then ended, Statement of Cash Flows, notes comprising a summary of significant accounting policies, other explanatory notes and the statement by directors.

In our opinion, the accompanying financial report of the Association for the year ended 30 June 2021 is prepared, in all material respects, in accordance with Associations Incorporation Act (WA) 2015.

Qualification

It is not practical for Cockburn Basketball Association to maintain an effective system of internal control over cash sales and other fund raising activities until their initial entry in the accounting records. Accordingly our audit in relation to cash receipts and fund raising was limited to the amounts recorded.

Qualified Audit Opinion

In our opinion, except for the qualifications and emphasis of matter paragraphs above, the financial report presents fairly, in all material respects the financial report of Cockburn Basketball Association as at 30 June 2021 and of its financial performance for the year ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Associations Incorporation Act.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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Francis A Jones is a CPA practice

Liability limited by a scheme approved under Professional Standards Legislation.

## Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Cockburn Basketball Association to meet the requirements of the Associations Incorporation Act WA. As a result, the financial report may not be suitable for another purpose.

Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

## Responsibilities of Management and Those Charged with Governance

The board of the Cockburn Basketball Association is responsible for the preparation and fair presentation of the financial report in accordance with Associations Incorporation Act (WA) 2015, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

## 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.



.....  
DANIEL PAPAPHOTIS CPA  
REGISTERED COMPANY AUDITOR  
# - 410503  
FRANCIS A. JONES PTY LTD  
154 HIGH STREET  
FREMANTLE WA 6160

Date: 20<sup>th</sup> October 2021



Francis A Jones

Where people count.

Our Ref: JL/DP ACM4100

20<sup>th</sup> October 2021

The Board  
Cockburn Basketball Association  
PO Box 105  
Hamilton Hill WA 6163

DIRECTORS

Michael McGrath	B Bus CPA
Mark Douglas	B Bus CPA
Matthew Moonen	B Com CPA
Ben Paganoni	B Com CPA
Daniel Papaphotis	B Com CPA
Michael Basilio	B Com CPA

Dear Sir/Madam,

MANAGEMENT LETTER – YEAR ENDED 30 JUNE 2021

We have completed our audit of Cockburn Basketball Association for the above year.

As stated in our engagement letter, our audit is designed to form an opinion on the financial report.

During the conduct of our audit we did not note any matters that we consider worthy of the boards attention.

Because of the test nature of an audit, there is a risk that some material misstatement, fraud or irregularity may remain undiscovered. However no such matters were detected. The report is prepared under the terms of our engagement solely for the information of the committee.

I would like to take this opportunity to thank Tyrone and Michelle for their co-operation and assistance during the conduct of the audit. If you require any further information in relation to the above, please do not hesitate to contact our office.

Kind regards

Daniel Papaphotis  
REGISTERED COMPANY AUDITOR

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