

Australian Croquet Association

ABN: 90 330 745 920

Financial Statements

For the Year Ended 31 December 2020

Australian Croquet Association

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Australian Croquet Association

Board Report

31 December 2020

The Board submits the financial report of the Association for the financial year ended 31 December 2020.

Board Members

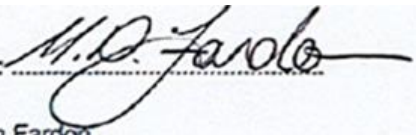
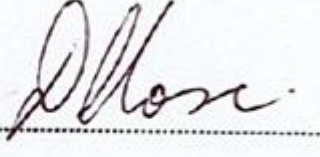
During this financial year, the Board of Directors were:

Megan Fardon (Chair)	1 st January to 31 st December 2020
Jim Nicholls (Deputy Chair)	1 st January to 31 st December 2020
Don Close (Treasurer)	1 st January to 31 st December 2020
Jacky McDonald	1 st January to 31 st December 2020
Mary Marsland	1 st January to 31 st December 2020
Mike Cohn	1 st January to 23 rd March 2020
Geoff Crook	23 rd March to 31 st December 2020
Max Kewish	23 rd March to 31 st December 2020

All of the above, with the exception of Mike Cohn and Geoff Crook, remain Directors until the conclusion of the 2021 Annual General Meeting.

The deficit of the Association for the financial year amounted to \$(11,736) [2019: surplus \$98,295].

Signed in accordance with a resolution of the Board:

Chair: 	Treasurer: 
Megan Fardon	Don Close

22 March 2021

Australian Croquet Association

Statement of Profit or Loss

For the Year Ended 31 December 2020

	Note	2020 \$	2019 \$
Income			
Revenue from operations	2	155,248	309,010
Non-monetary resources received	2	6,000	5,797
Other revenue	2	84,841	42,744
	2	<u>246,089</u>	<u>357,551</u>
Expenditure			
Executive Officer and Finance Officer wages		97,522	57,666
Affiliation fees - WCF & WGU		2,142	2,174
Audit fee		1,440	1,440
Bank fee & charges		120	170
Board / governance		-	4,750
Depreciation	10	1,396	1,865
Non-monetary resources expenditure		6,000	5,797
Honorariums		5,186	8,064
Corporate publicity and marketing		10,041	-
Insurance		977	-
International events		12,427	21,468
National events		58,647	72,992
New club grants		4,500	1,500
Sundry & office		31,402	30,696
Travel and accommodation - domestic		26,025	50,674
		<u>257,825</u>	<u>259,256</u>
Income tax expense		-	-
Surplus / (Deficit) for the year		<u>(11,736)</u>	<u>98,295</u>
Retained surplus at the beginning of the financial year		<u>613,277</u>	<u>514,982</u>
Retained surplus at the end of the financial year		<u><u>601,541</u></u>	<u><u>613,277</u></u>

Australian Croquet Association

Statement of Assets and Liabilities

As At 31 December 2020

	2020	2019
Note	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	5 335,593	329,993
Trade and other receivables	8 303	24
Inventories	9 1,303	1,647
Financial Investments	7 276,948	270,809
Prepayments	6 -	14,119
TOTAL CURRENT ASSETS	614,147	616,592
NON-CURRENT ASSETS		
Plant and equipment	10 8,157	9,553
TOTAL NON-CURRENT ASSETS	8,157	9,553
TOTAL ASSETS	622,304	626,145
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	11 18,992	9,494
Employee benefits	13 1,771	-
Income received in advance	12 -	3,374
TOTAL CURRENT LIABILITIES	20,763	12,868
TOTAL LIABILITIES	20,763	12,868
NET ASSETS	601,541	613,277
	2020	2019
	\$	\$
MEMBERS' FUNDS		
Retained surplus	489,230	509,568
International Event Fund	112,311	103,709
TOTAL MEMBERS' FUNDS	601,541	613,277

Australian Croquet Association

Statement of Changes in Equity

For the Year Ended 31 December 2020

2020

	International Events Fund	Retained Surplus	Total
Note	\$	\$	\$
Balance at 1 January 2020	103,709	509,568	613,277
Allocation to International Event Fund	3 8,602	(8,602)	-
Deficit for the year	-	(11,736)	(11,736)
Balance at 31 December 2020	112,311	489,230	601,541

2019

	International Events Fund	Retained Surplus	Total
Note	\$	\$	\$
Balance at 1 January 2019	87,955	427,027	514,982
Allocation to International Event Fund	3 15,754	(15,754)	-
Surplus for the year	-	98,295	98,295
Balance at 31 December 2019	103,709	509,568	613,277

Australian Croquet Association

Statement of Cash Flows

For the Year Ended 31 December 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
4		
Affiliation and event fees	110,304	230,048
Other revenue	131,759	123,371
Interest received	4,026	4,132
Payments to suppliers and employees	(240,489)	(281,389)
	<hr/>	<hr/>
5	5,600	76,162
	<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments for plant and equipment	-	(8,799)
	<hr/>	<hr/>
Net cash (used in) investing activities	-	(8,799)
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase in cash and cash equivalents held	5,600	67,363
Cash and cash equivalents at beginning of year	329,993	262,630
	<hr/>	<hr/>
4	335,593	329,993
	<hr/> <hr/>	<hr/> <hr/>

Australian Croquet Association

Notes to the Financial Statements

For the Year Ended 31 December 2020

The financial statements cover the Australian Croquet Association as an individual entity. The Australian Croquet Association is a not-for-profit Association incorporated in the Australian Capital Territory under the *Associations Incorporation Act (ACT) 1991* ('the Act').

Basis of Preparation

In the opinion of the Board, 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 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 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements, except the cash flow information, have been prepared on an accruals basis. All amounts are presented in Australian dollars and prepared under the historical cost convention. Comparatives are consistent with the prior year.

1 Summary of Significant Accounting Policies

(a) Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the Association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Non-monetary resources received

Parbery Consulting provides a rent free permanent workspace for Association. This includes access to amenities (internet, office supplies, office amenities and printing facilities). The arrangement is for a period of three years from 6 September 2018. In return, the Association provides \$1000 per year sponsorship in prize money towards a national event. This rent free arrangement is valued at the rate paid by the Association for the comparable office space and amenities rented at its former premises.

(b) Income Tax

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

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Notes to the Financial Statements

For the Year Ended 31 December 2020

(d) Inventories

Inventories are measured at the lower of basis and is net of any rebates cost and net realisable value. Cost of inventory is determined using the first-in-first-out and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) Property, plant and equipment

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

(f) Depreciation

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

(g) COVID-19 impact

COVID-19 impacted operations through travel restrictions causing the cancellation of events. An assessment of operational requirements and budget forecasts for the next 12 months has been undertaken and there are no going concern issues for the Association.

2 Revenue from Operations

	2020	2019
	\$	\$
<i>Revenue from operating activities</i>		
- Affiliation fees	87,591	171,660
- International Levy	44,945	78,962
- National Events	22,712	58,388
	<u>155,248</u>	<u>309,010</u>
<i>Other revenue</i>		
- Interest revenue	4,026	4,133
- Trading (loss) / surplus	3,490	(10,124)
- Increase in value of investment	6,140	47,207
- Miscellaneous revenue	4,385	1,528
- Job keeper subsidy	46,800	-
- Cash flow boost	20,000	-
	<u>84,841</u>	<u>42,744</u>
<i>- Non-monetary resources received</i>		
- Rent free office space	6,000	5,797
	<u>246,089</u>	<u>357,551</u>

Australian Croquet Association

Notes to the Financial Statements

For the Year Ended 31 December 2020

3 International Events Fund surplus

The surplus of the International Events Fund is recorded and held separately from the main operations.

	2020	2019
	\$	\$
Income		
International Levy	44,945	78,962
WCF AC WC 2020 entry fees and other income	11,736	-
Total income	<u>56,681</u>	<u>78,962</u>
Expenses		
GC Training for 2020	-	10,354
WCF GC Women's WC 2019	-	1,226
WCF GC WC 2019	-	2,041
WCF U21 GC WC 2019	-	664
GC Trans Tasman 2019	-	36,065
Gateball World Championships 2019	-	48
GC World Championships Tier 1	14,783	12,810
MacRob Shield Squad 2020	1,418	-
WCF AC WC 2020	31,878	-
Total expenses	<u>48,079</u>	<u>63,208</u>
Surplus in International Events Fund	<u><u>8,602</u></u>	<u><u>15,754</u></u>

4 Cash and Cash Equivalents

	2020	2019
	\$	\$
Term deposits	270,000	280,000
Bank balances	65,593	49,993
	<u><u>335,593</u></u>	<u><u>329,993</u></u>

Notes to the Financial Statements

For the Year Ended 31 December 2020

5 Cash Flow Information

(a) Reconciliation of cash

		2020	2019
		\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is as follows:			
Cash and cash equivalents	4	335,593	329,993

(b) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

		2020	2019
		\$	\$
Surplus / (Deficit) for the year		(11,736)	98,295
Non-cash flows in surplus:			
- depreciation		(15,123)	594
Changes in assets and liabilities:			
- (increase) / decrease in trade and other receivables		(279)	21,077
- (increase) in financial assets		(6,140)	(47,207)
- (increase) / decrease in prepayments		14,119	(14,119)
- decrease in inventories		344	5,802
- decrease in plant and equipment		16,519	-
- increase / (decrease) in income in advance		(3,374)	3,374
- increase in trade and other payables		9,499	8,346
- increase in employee benefits		1,771	-
Cashflows from operations		<u>5,600</u>	<u>76,162</u>

6 Prepayments

	2020	2019
	\$	\$
Accommodation for events	-	7,233
World championship dinner deposit	-	5,909
Equipment insurance	-	977
	<u>-</u>	<u>14,119</u>

Australian Croquet Association

Notes to the Financial Statements

For the Year Ended 31 December 2020

7 Financial Investments

The value of the following investments of \$276,648 includes an increase in market value of \$6,139

	2020	2019
	\$	\$
CURRENT		
BT Investment	138,348	142,089
MLC Investment	138,600	128,720
	<u>276,948</u>	<u>270,809</u>

8 Trade and other receivables

	2020	2019
	\$	\$
CURRENT		
Trade receivables	303	24
Total current trade and other receivables	<u>303</u>	<u>24</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short term nature of the balances. GST receivable forms part of GST net payable within Note 11.

9 Inventories

	2020	2019
	\$	\$
Stock on hand at cost		
Inventories (cost)	1,303	1,647
	<u>1,303</u>	<u>1,647</u>

Australian Croquet Association

Notes to the Financial Statements

For the Year Ended 31 December 2020

10 Plant and equipment

	2020	2019
	\$	\$
<i>Croquet Equipment</i>		
At cost	20,357	27,833
Accumulated depreciation	(12,300)	(18,769)
Total Croquet Equipment	<u>8,057</u>	<u>9,064</u>
<i>Office Equipment</i>		
At cost	135	8,735
Accumulated depreciation	(135)	(8,735)
Total Office Equipment	<u>-</u>	<u>-</u>
<i>Gateball Equipment</i>		
At cost	3,842	4,285
Accumulated depreciation	(3,742)	(3,796)
Total Gateball Equipment	<u>100</u>	<u>489</u>
Total plant and equipment	<u><u>8,157</u></u>	<u><u>9,553</u></u>

Movements in carrying amounts of plant and equipment

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year:

	Croquet Equipment	Office Equipment	Gateball Equipment	Total
	\$	\$	\$	\$
Year ended 31 December 2020				
Balance at the beginning of year	9,064	-	489	9,553
Disposals (all write offs)	(7,476)	(8,600)	(443)	(16,519)
Depreciation expense	6,469	8,600	54	15,123
Balance at the end of the year	<u><u>8,057</u></u>	<u><u>-</u></u>	<u><u>100</u></u>	<u><u>8,157</u></u>
Year ended 31 December 2019				
Balance at the beginning of year	-	470	878	1,348
Additions				
Additions	10,071	-	-	10,071
Depreciation expense	10,071	-	-	10,071
Depreciation expense	(1,007)	(470)	(389)	(1,866)
Balance at the end of the year	<u><u>9,064</u></u>	<u><u>-</u></u>	<u><u>489</u></u>	<u><u>9,553</u></u>

Notes to the Financial Statements

For the Year Ended 31 December 2020

11 Trade and Other Payables

	2020	2019
	\$	\$
CURRENT		
Trade payables and accruals	16,277	10,129
PAYG and superannuation payable	6,244	2,426
GST net payable	(3,529)	(3,061)
	<u>18,992</u>	<u>9,494</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances. GST net payable includes GST receivable.

12 Income received in advance

	2020	2019
	\$	\$
CURRENT		
Competition entry fees received in advance	-	3,374
	<u>-</u>	<u>3,374</u>

13 Employee Benefits

	2020	2019
	\$	\$
CURRENT		
Provision for Annual Leave	1,771	-
	<u>1,771</u>	<u>-</u>

14 Contingencies

In the opinion of the Board, the Association did not have any contingencies at 31 December 2020 (31 December 2019: None).

15 Events after the end of 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.

Australian Croquet Association

Notes to the Financial Statements

For the Year Ended 31 December 2020

16 Statutory Information

Principal place of business of the Association is:

Unit 2/65 Tennant St
FYSHWICK ACT 2609

Australian Croquet Association

Statement by the Board

The Board 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 1 to the financial statements.

In the opinion of the Board the financial report as set out on pages 2 to 14:

1. Presents fairly the financial position of Australian Croquet Association as at 31 December 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Australian Croquet 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 and is signed for and on behalf of the committee by:

Chair:

Megan Fardon

Treasurer:

Don Close

22 March 2021

Independent Audit Report to the members of Australian Croquet Association

SCOPE OF AUDIT

We have audited the attached special purpose financial report of Australian Croquet Association for the year ended 31 December 2020 as set out on pages 2 to 14.

The Board is responsible for the preparation and presentation of the financial report and the information it contains and has determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the requirements of the *Associations Act* and are appropriate to meet the needs of the members.

We have also conducted an independent audit of the financial report in order to express an opinion to the members of the Association on their preparation and presentation. No opinion is expressed as to whether the accounting policies used, and described in Note 1, is appropriate to the needs of the members.

The financial report has been prepared for distribution to members and to satisfy the reporting requirements of the *Associations Act*. We disclaim any assumption of responsibility for reliance on this audit report or the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

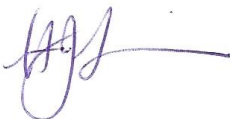
The audit opinion expressed in this report has been formed on the above basis.

AUDIT OPINION

In our opinion the financial report presents fairly the financial position of the Australian Croquet Association and the results of its operations at 31 December 2020 in accordance with Australian Accounting Standards.

Assurance Matters

Heather Stewart CA
Principal



Canberra, Australian Capital Territory

Dated: 23 March 2021