

# Not-For-Profit - Association Report

Litchfield Rugby League Club Inc.

ABN 36 082 849 535

For the year ended 31 October 2020

Prepared by Praescius Tax & Accounting Pty Ltd

# Contents

3	Committee's Report
5	Auditor's Report
7	Income and Expenditure Statement
9	Assets and Liabilities Statement
10	Notes to the Financial Statements
12	Depreciation Schedule
14	Compilation Report

# Committee's Report

## Litchfield Rugby League Club Inc. For the year ended 31 October 2020

### Committee's Report

Your committee members submit the financial report of Litchfield Rugby League Club Inc. for the financial year ended 31 October 2020.

### Committee Members

The names of committee members throughout the year and at the date of this report are:

Committee Member	Position
Peter Power	President
Paul Jenson	Vice President
Shannon Morgan	Secretary
Kaylene Mason	Treasurer
Jeff (Grumpy)Williams	Member
Kirsty Hamper	Member
Matthew Willes	Member
Tony Luchetti	Member
Sheree Mitchell	Member
Kim Power	Member
Lucy Hauff	Registrar
Amy Simpson	Sponsorship/Merchandise Manager

### Meetings of the Committee

The meeting held by the Association throughout the reporting year are as follows:

Date	Meeting type
17/11/2019	Annual general Meeting
28/11/2019	Committee Meeting
07/01/2020	Committee Meeting
04/02/2020	Committee Meeting
26/02/2020	Committee Meeting
18/03/2020	Committee Meeting
14/05/2020	Committee Meeting
21/06/2020	Special General Meeting

20/07/2020	Committee Meeting
03/08/2020	Committee Meeting
31/08/2020	Committee Meeting
21/09/2020	Committee Meeting
13/10/2020	Committee Meeting

### Principal Activities

The principal activities of the Association during the financial year were:

- a) The promotion of all sports and in particular the sport of Rugby League.
- b) The pursuit of all lawful means for the furtherance of the Association and the sport of Rugby League.

### Significant Changes

No significant change in the nature of these activities occurred during the year.

### Operating Result

The surplus from ordinary activities amounted to \$78,215 (2019 surplus of \$10,150).

### Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cash flows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:

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Peter Power (President)

Date        /        /

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Kaylene Mason (Treasurer)

Date        /        /

## **Independent Auditors Report**

To the members of Litchfield Rugby League Club Inc.,

### **Report on the Audit of the Financial Report**

#### **Opinion**

We have audited the special purpose financial report of the Litchfield Rugby League Club Inc., (the Association), which comprises the statement of financial position as at 31 October 2020, income and expenditure statement, notes to the financial statements, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the Association.

In our opinion, the accompanying special purpose financial report of Litchfield Rugby League Club Inc. has been prepared in accordance with the *Associations Incorporation Act 2003 NT*, including:

- (a) Giving a true and fair view of Litchfield Rugby League Club Inc. financial position as at 31 October 2020 and of its performance for the year then ended; and
- (b) Complying with Australian Accounting Standards.

#### **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 Litchfield Rugby League Club Inc. 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 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.

#### **Responsibilities of the Committee for the Financial Report**

The committee members of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the accounting policies used and described in Note 1 to the financial statements are consistent with the financial reporting requirements of the *Associations Incorporation Act 2003 NT*, and are appropriate to meet the needs of the members. The committee members' responsibilities also include such internal control as the committee determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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## **Independent Auditors Report (continued)**

In preparing the financial report, the committee members are 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 the committee members either intend to liquidate the Association or to cease operations, or have 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 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 the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf)

This description forms part of our auditor's report.

### **Emphasis on Matter**

Without modifying our opinion, we draw attention to the following matters:

#### **Inherent Uncertainty**

As is common for organisations of this type it is not practicable to establish an effective system of internal control over all income prior to its initial entry in the accounting record. Accordingly our audit in relation to income was limited to amounts recorded.

#### **Basis of Accounting and Restriction on Distribution**

The Note 1 to the financial statements describes the basis of accounting. The financial report has been prepared to assist the Litchfield Rugby League Club Inc. to meet the reporting requirements of *Associations Incorporation Act 2003 NT*. As a result, the special purpose financial report may not be suitable for another purpose.

Signed on: 2nd December 2020



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Amanda Taylor, RTA, MIPA  
Praescius Tax & Accounting Pty Ltd  
PO Box 102, Parap, NT 0804

# Income and Expenditure Statement

## Litchfield Rugby League Club Inc. For the year ended 31 October 2020

	2020	2019
<b>Trading Income</b>		
Bar Sales	55,100	47,492
Canteen Sales	31,738	27,405
Merchandise Income	40,097	4,030
<b>Total Trading Income</b>	<b>126,934</b>	<b>78,927</b>
<b>Cost of Sales</b>		
Opening Stock	19,920	18,678
Bar Purchases	29,996	23,441
Canteen Purchases	24,826	18,118
Merchandise Purchases	84	239
Closing Stock	(11,490)	(19,920)
<b>Total Cost of Sales</b>	<b>63,335</b>	<b>40,556</b>
<b>Gross Surplus from Trading</b>	<b>63,599</b>	<b>38,370</b>
<b>Income</b>		
Donations Received	1,364	-
Fundraising	5,856	8,785
Gate Takings	8,185	5,499
Grants	1,591	-
Hire Income	-	2,203
Membership Fees	114,038	81,609
Presentation Tickets	9,987	-
Sponsorship	69,573	27,182
Interest Income	434	1
Other Revenue	1,618	7,717
Recoupement	10,655	-
<b>Total Income</b>	<b>223,299</b>	<b>132,996</b>
<b>Expenditure</b>		
Depreciation	8,475	9,229
Accounting and Audit Fees	2,200	2,611
Advertising & Marketing	8,155	2,220
Bank Fees	67	120
Bank Merchant Fees	1,391	1,470
Cleaning	547	308
Coaching Remuneration	16,500	7,000
Coaching Supplies	18	181
Computer Expenses	123	-
Donations Paid	-	400
DRL/NTRL/DJRL Fees	29,355	42,386
Equipment Purchases <\$1000.00	1,731	946

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2020	2019
Events	1,102	1,329
Events - Food & Drinks	12,873	2,739
Fees & Permits	4,596	-
Fundraising Expenses	1,062	1,943
Hire of Plant & Equipment	-	986
Insurance	6,068	3,577
Interest Paid	-	128
Medical	2,742	9,384
Postage, Freight & Courier	174	-
Printing & Stationery	-	294
Repairs and Maintenance	2,833	274
Season Passes & Gate Fees	131	-
Security	1,555	666
Sports Equipment / First Aid	1,407	1,210
Subscriptions	-	764
Sundry expenses	1,131	1,515
Training/Courses	218	509
Trophies and Prizes	6,669	6,386
Uniform Expenses	89,215	53,445
Utilities	7,781	9,096
Volunteer Costs	564	100
<b>Total Expenditure</b>	<b>208,683</b>	<b>161,217</b>
<b>Current Year Surplus/ (Deficit)</b>	<b>78,215</b>	<b>10,150</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.



# Assets and Liabilities Statement

## Litchfield Rugby League Club Inc.

As at 31 October 2020

	NOTES	31 OCT 2020	31 OCT 2019
<b>Assets</b>			
<b>Current Assets</b>			
Cash at Bank - CBA #7171		-	4,329
Cash Drawer		1,500	2,420
Cash and Cash Equivalents		116,541	35,258
Accounts Receivable		17,446	19,172
Finished goods - at cost		11,490	19,920
<b>Total Current Assets</b>		<b>146,977</b>	<b>81,099</b>
<b>Non-Current Assets</b>			
Plant & Equipment		156,343	154,093
Less Accumulated Depreciation on Plant & Equipment		(71,338)	(62,863)
<b>Total Non-Current Assets</b>		<b>85,005</b>	<b>91,230</b>
<b>Total Assets</b>		<b>231,981</b>	<b>172,328</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable		43,059	68,151
<b>Trade and Other Payables</b>			
Other Creditors (ATO)		-	1,339
GST		(1,811)	67
GST Accrued		(2,405)	(4,589)
<b>Total Trade and Other Payables</b>		<b>(4,216)</b>	<b>(3,183)</b>
GST prior period not lodged		-	2,546
<b>Total Current Liabilities</b>		<b>38,843</b>	<b>67,515</b>
Other Current Liabilities		-	(10,109)
<b>Total Liabilities</b>		<b>38,843</b>	<b>57,405</b>
<b>Net Assets</b>		<b>193,138</b>	<b>114,923</b>
<b>Member's Funds</b>			
<b>Capital Reserve</b>			
Current Year Earnings		78,215	10,150
Retained Earnings		114,923	104,773
<b>Total Capital Reserve</b>		<b>193,138</b>	<b>114,923</b>
<b>Total Member's Funds</b>		<b>193,138</b>	<b>114,923</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Notes to the Financial Statements

## Litchfield Rugby League Club Inc. For the year ended 31 October 2020

### 1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Northern Territory. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

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

#### Income Tax

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

#### Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is 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 amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

#### Cash on Hand

Cash on hand 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.

#### Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

#### Revenue and Other Income

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These notes should be read in conjunction with the attached compilation report.

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 method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised 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.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

All revenue is stated net of the amount of goods and services tax.

## 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 Australian Taxation Office (ATO). 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 ATO is included with other receivables or payables in the assets and liabilities statement.

## Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

## 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 recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	2020	2019
<b>2. Cash on Hand</b>		
Cash at Bank - Bendigo #9082	116,541	35,258
Cash at Bank - CBA #7171	-	4,329
Cash Drawer	1,500	2,420
<b>Total Cash on Hand</b>	<b>118,041</b>	<b>42,008</b>

## Restated accounts for 31 October 2018

Transactions had been added retrospectively, after the completion of the 2018 audit. This included \$45,296.73 increase in accounts payable, and \$6,000 increase in accounts receivables. The result to the financials were an increase in expenses of \$41,178.85, and an increase of revenue of \$5,454.55, and an adjustment to accrued GST of \$3573.35.

# Depreciation Schedule

## Litchfield Rugby League Club Inc. For the year ended 31 October 2020

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
<b>Plant &amp; Equipment</b>							
1 @ Motor Pump Set	22 Jul 2015	332	-	-	-	-	-
10 x Heavy duty kit bags	22 Mar 2016	727	405	-	-	61	345
10 x Water coolers	10 Mar 2016	809	-	-	-	-	-
12@trainer balls	20 Jun 2015	131	-	-	-	-	-
2nd Hand Fridge for Tape Storage	23 Mar 2016	400	-	-	-	-	-
2nd Hand Ice Machine	8 May 2017	800	-	-	-	-	-
3M x 6M Marquee	29 Jan 2015	1,147	530	-	-	80	451
Audio Cables	26 Jun 2007	509	86	-	-	15	71
Bain Marie Trolley	24 May 2016	650	411	-	-	51	360
Ball bags	26 Apr 2016	178	-	-	-	-	-
Bar Fridge	25 Feb 2005	1,818	168	-	-	25	142
BBQ, Spirit meas., Sanitiser, 2xcooler	5 Aug 2014	1,915	952	-	-	119	833
Bear Cave Aircon Daikin Inverter	25 Aug 2017	3,290	2,027	-	-	405	1,622
Bear Cave Improvements	9 Oct 2011	607	495	-	-	12	483
Bear Cave Improvements	16 Sep 2011	562	457	-	-	11	446
Bear Cave Improvements - Hot Water System	19 Sep 2011	455	371	-	-	9	361
Caged Ragbolt	28 Apr 2015	900	434	-	-	65	368
Cash Register	25 Aug 2007	756	104	-	-	16	88
Casio Register SE-C450 ECR #1	19 May 2016	723	414	-	-	62	352
Casio Register SE-C450 ECR #2	19 May 2016	723	414	-	-	62	352
Chest Freezer	29 Mar 2007	1,345	250	-	-	31	219
Color Bond Signage	2 May 2014	5,640	2,315	-	-	347	1,968
Cooler Drink Esky	5 Apr 2015	409	-	-	-	-	-
Coolroom Condenser	8 Feb 2017	5,295	2,895	-	-	579	2,316
Coolroom Kit	16 Nov 2007	2,583	370	-	-	55	314
Freezer	5 May 2012	590	111	-	-	22	89
Fridge	1 May 2006	436	78	-	-	9	69
Fridge	15 Mar 2008	890	107	-	-	18	89
Fryer Dean SR42G	30 Mar 2015	1,793	972	-	-	122	851
HP Notebook 15-AC674TU	12 Jul 2016	725	425	-	-	64	361
Ice Machine 405 Modular 226kg per 24hr	17 Jun 2014	3,600	1,760	-	-	220	1,540
Ice Storage Bin B55 232KG CAP	17 Jun 2014	1,439	704	-	-	88	616
Irrigation System	15 Nov 2016	15,300	13,034	-	-	765	12,269
Irrigation System	26 May 2016	50,000	41,414	-	-	2,500	38,914

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
Kicking tee	7 Apr 2015	109	-	-	-	-	-
Laptop PGEJ3501G	7 Feb 2017	828	-	-	-	-	-
Line Marker	19 Jan 2015	1,833	845	-	-	127	718
Marquee	27 Apr 2020	2,250	-	2,250	-	144	2,106
MD101X/A Macbook Pro Model 1995165	12 Mar 2016	1,500	833	-	-	125	708
Microphone	12 Sep 2007	205	41	-	-	5	36
New Key System to Clubhouse	21 Apr 2010	1,911	1,501	-	-	38	1,464
PA System	27 May 2007	3,355	639	-	-	80	559
Post padding	22 Mar 2016	1,805	1,006	-	-	151	855
Range hood and installation	21 May 2015	2,569	1,422	-	-	178	1,244
Roband E14RD Hot Food Bar	14 Apr 2016	1,750	1,092	-	-	136	955
Samsung 50 FHD LED Television #1	7 Apr 2016	682	383	-	-	57	325
Scoreboard & Clock	5 Jan 2014	5,545	2,552	-	-	319	2,233
Sports Equipment	28 Jul 2015	9,803	4,915	-	-	737	4,178
Stainless Steel Canopy Filters and Light	2 Jun 2015	2,900	1,611	-	-	201	1,410
Supply and install fans	28 Apr 2015	2,071	998	-	-	150	848
Training Balls	31 Mar 2015	318	-	-	-	-	-
Various Canteen Equipment	1 Nov 2008	1,767	235	-	-	29	206
Various canteen utensils	14 Apr 2016	141	-	-	-	-	-
Various items: 2 x Bowls, 2 x Air Horns	27 Jun 2014	179	-	-	-	-	-
Various Plant & Equipment	1 Nov 2016	1,522	1,020	-	-	127	892
Various Sports Equipment	1 Nov 2008	5,175	433	-	-	54	379
Water cooler	29 Apr 2015	245	-	-	-	-	-
Water coolers, carriers, kick tees	19 May 2016	401	-	-	-	-	-
<b>Total Plant &amp; Equipment</b>		<b>156,343</b>	<b>91,229</b>	<b>2,250</b>	<b>-</b>	<b>8,475</b>	<b>85,004</b>
<b>Total</b>		<b>156,343</b>	<b>91,229</b>	<b>2,250</b>	<b>-</b>	<b>8,475</b>	<b>85,004</b>

# Compilation Report

## Litchfield Rugby League Club Inc. For the year ended 31 October 2020

Compilation report to Litchfield Rugby League Club Inc..

We have compiled the accompanying special purpose financial statements of Litchfield Rugby League Club Inc., which comprise the asset and liabilities statement as at 31 October 2020, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

### The Responsibility of the Committee Member's

The committee of Litchfield Rugby League Club Inc. are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

### Our Responsibility


On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

### Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.



Praescius Tax & Accounting Pty Ltd

Amanda Taylor

Dated: 02/12/2020