

Football Federation Northern Territory Incorporated

Financial Statements

For the Year Ended 31 December 2017

Football Federation Northern Territory Incorporated

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For the Year Ended 31 December 2017

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Football Federation Northern Territory Incorporated

Directors' Report

31 December 2017

The directors submit the financial report of the Association for the financial year ended 31 December 2017.

1. General information

Directors

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

Stuart Kenny - President

Adam Findlay

Lisa Dawes

Fabio Fior

Principal activities

The principal activities of the Association during the financial year were to promote, develop and manage the sport of football in the Northern Territory.

Significant changes

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

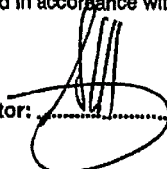
2. Operating results and review of operations for the year

Operating result

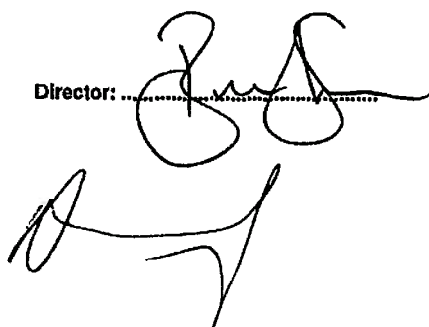
The surplus / (deficit) of the Association for the financial year amounted to \$ 352,841(2016: \$ (99,567)).

Signed in accordance with a resolution of the directors:

Director:



Director:



Dated this 5th day of March 2018.

Football Federation Northern Territory Incorporated

Statement of Profit or Loss

For the Year Ended 31 December 2017

| | 2017 | 2016 |
|----------------------------------------------------------------------|-----------------------|-----------------|
| | \$ | \$ |
| Income | | |
| Revenue from ordinary activities | <u>1,561,523</u> | 1,293,669 |
| Expenditure | | |
| Employee expenses | (615,996) | (709,995) |
| Travel and accommodation | (110,249) | (140,001) |
| Rates and utilities | (111,471) | (100,468) |
| Uniforms, balls and equipment | (25,407) | (49,638) |
| Insurance | (50,417) | (57,208) |
| Depreciation | (25,859) | (17,979) |
| Other expenses from ordinary activities | <u>(269,283)</u> | (317,947) |
| Total expenses | <u>(1,208,682)</u> | (1,393,236) |
| Surplus / (deficit) for the year | <u>352,841</u> | (99,567) |
| Retained surplus / (deficit) at the beginning of the financial year | <u>(16,172)</u> | 83,395 |
| Retained surplus / (deficit) at the end of the financial year | <u><u>336,669</u></u> | <u>(16,172)</u> |

The accompanying notes form part of these financial statements.

Football Federation Northern Territory Incorporated

Assets and liabilities statement

31 December 2017

| | Note | 2017 \$ | 2016 \$ |
|--------------------------------------|------|----------------|-----------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 4 | 82,427 | 160,225 |
| Trade and other receivables | 5 | 63,672 | 84,458 |
| Prepayments | | 3,095 | 1,445 |
| TOTAL CURRENT ASSETS | | <u>149,194</u> | <u>246,128</u> |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 6 | 376,298 | 279,260 |
| TOTAL NON-CURRENT ASSETS | | <u>376,298</u> | <u>279,260</u> |
| TOTAL ASSETS | | <u>525,492</u> | <u>525,388</u> |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 7 | 132,731 | 303,529 |
| Employee benefits | | 14,253 | 56,781 |
| Grants received in advance | 8 | - | 181,250 |
| TOTAL CURRENT LIABILITIES | | <u>146,984</u> | <u>541,560</u> |
| NON-CURRENT LIABILITIES | | | |
| Financial liabilities | | 41,839 | - |
| TOTAL NON-CURRENT LIABILITIES | | <u>41,839</u> | <u>-</u> |
| TOTAL LIABILITIES | | <u>188,823</u> | <u>541,560</u> |
| NET ASSETS | | <u>336,669</u> | <u>(16,172)</u> |
| MEMBERS' FUNDS | | | |
| Retained surplus / (deficit) | | 336,669 | (16,172) |
| TOTAL MEMBERS' FUND | | <u>336,669</u> | <u>(16,172)</u> |

The accompanying notes form part of these financial statements.

Football Federation Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2017

The financial statements cover Football Federation Northern Territory Incorporated as an individual entity. Football Federation Northern Territory Incorporated is a not-for-profit Association incorporated in the Northern Territory under the Northern Territory Associations Act 2017 ('the Act').

The functional and presentation currency of Football Federation Northern Territory Incorporated is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

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 *Presentation of Financial Statements*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) Income Tax

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

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

(c) 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 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 statement of assets and liabilities are shown inclusive of GST.

(d) 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.

Football Federation Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2017

2 Summary of Significant Accounting Policies

(d) Property, Plant and Equipment

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Depreciation

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

(e) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

3 Critical Accounting Estimates and Judgments

Those charged with governance make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

Repayment Plan for the Department of Tourism and Culture

During the year, the Department of Tourism and Culture both forgave a portion of debt that had been classified as a current liability and established an agreed repayment plan for the unspent grant funds relating to a Facility and Capital Equipment Grant (4417) to the total of \$41,839.00

4 Cash and cash equivalents

| | 2017 | 2016 |
|---------------------------------|---------------|----------------|
| | \$ | \$ |
| Cash at bank | 74,868 | 156,622 |
| Other cash and cash equivalents | 7,559 | 3,603 |
| | <u>82,427</u> | <u>160,225</u> |

5 Trade and other receivables

| | 2017 | 2016 |
|--------------------------------------------------|---------------|---------------|
| | \$ | \$ |
| CURRENT | | |
| Trade receivables | 69,672 | 89,078 |
| Provision for impairment | (6,000) | (4,620) |
| Total current trade and other receivables | <u>63,672</u> | <u>84,458</u> |

Football Federation Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2017

6 Property, plant and equipment

| | 2017 | 2016 |
|--------------------------------------------|-----------------------|-----------------------|
| | \$ | \$ |
| Buildings | | |
| At cost | 101,300 | - |
| Accumulated depreciation | (6,753) | - |
| Total buildings | <u>94,547</u> | - |
| Total land and buildings | <u>94,547</u> | - |
| PLANT AND EQUIPMENT | | |
| Motor vehicles | | |
| At cost | 33,218 | 12,760 |
| Accumulated depreciation | (12,916) | (9,190) |
| Total motor vehicles | <u>20,302</u> | 3,570 |
| Office equipment | | |
| At cost | 6,176 | 5,039 |
| Accumulated depreciation | (5,102) | (5,039) |
| Total office equipment | <u>1,074</u> | - |
| Lighting | | |
| At cost | 306,323 | 306,323 |
| Accumulated depreciation | (45,948) | (30,632) |
| Total lighting | <u>260,375</u> | 275,691 |
| Total property, plant and equipment | <u><u>376,298</u></u> | <u><u>279,261</u></u> |

7 Trade and other payables

| | 2017 | 2016 |
|----------------------------------------------|----------------|----------------|
| | \$ | \$ |
| CURRENT | | |
| Trade payables | 64,181 | 57,323 |
| GST payable | 28,752 | 26,781 |
| Sundry payables and accrued expenses | 17,566 | 21,613 |
| Department of Tourism and Culture Repayments | - | 164,098 |
| Other payables | 22,232 | 33,714 |
| | <u>132,731</u> | <u>303,529</u> |

Football Federation Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2017

8 Other Financial Liabilities

| | 2017 | 2016 |
|-------------------|-------------|----------------|
| | \$ | \$ |
| CURRENT | | |
| Government grants | <u>-</u> | <u>181,250</u> |

9 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.

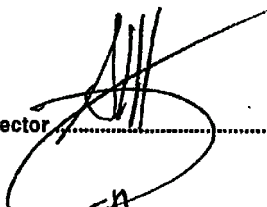
Football Federation Northern Territory Incorporated


Statement by Directors

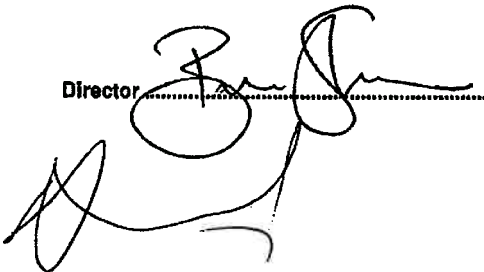
In our opinion:

1. the accompanying financial report as set out on pages 2-7, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 31 December 2017 and the results of the Association for the year ended on that date;
2. the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.
3. there are reasonable grounds to believe that the 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 directors and is signed for and on behalf of the directors by:

Director 

Dated this  day of March 2018

Director 

Football Federation Northern Territory Incorporated

Independent Audit Report to the members of Football Federation Northern Territory Incorporated

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the accompanying financial report, being a special purpose financial report of Football Federation Northern Territory Incorporated (the Association), which comprises the statement of assets and liabilities as at 31 December 2017, the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and statement by directors.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report of the Association for the year ended 31 December 2017 is prepared, in all material respects, in accordance with Northern Territory Associations Act 2017.

Basis for Qualified Opinion

Revenue including donations, gate takings and sales are significant sources of revenue for the association. The committee has determined it is impracticable to establish controls over these sources of revenue prior to their entry into the financial records. Accordingly, as the evidence available to us regarding these sources of revenue was limited, our audit procedures regarding these sources have been restricted to those amounts that are recorded in the financial records. We are therefore unable to express an opinion on the completeness of revenue from these sources.

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 auditor independence requirements of 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 qualified opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in meeting the reporting requirements of the Northern Territory Association Act 2017. 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

Management is responsible for the preparation and fair presentation of the financial report in accordance with Northern Territory Associations Act 2017, 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 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.



Perks Audit Pty Ltd
84 Smith Street
Darwin NT 0800



Peter J Hill
Director
Registered Company Auditor

Dated this 9th day of March 2018.

Football Federation Northern Territory Incorporated
For the Year Ended 31 December 2017

Disclaimer

The additional financial data presented on pages 12-13 is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in our statutory audit of the Association for the year ended 31 December 2017. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Football Federation Northern Territory Incorporated) in respect of such data, including any errors of omissions therein however caused.

Perks Audit

Perks Audit Pty Ltd
84 Smith Street
Darwin NT 0800

P Hill

Peter J Hill
Director
Registered Company Auditor

Dated this *9th* day of March 2018.

Football Federation Northern Territory Incorporated

Detailed Profit and Loss

31 December 2017

| | 2017 | 2016 |
|-------------------------------|------------------|------------------|
| | \$ | \$ |
| Income | | |
| Fees | 715,146 | 650,538 |
| Grants | 340,296 | 223,162 |
| FFA Contributions | 181,477 | 205,800 |
| Gate takings | 123,671 | 100,464 |
| Debt forgiveness | 122,260 | - |
| Recoupments | 27,762 | 6,790 |
| Donations | 19,787 | - |
| Sponsorships | 10,182 | 81,891 |
| Fines | 10,010 | 9,504 |
| Rental income | 8,902 | 14,034 |
| Sundry income | 1,141 | - |
| Sales | 765 | 641 |
| Interest | 125 | 845 |
| Total income | 1,561,524 | 1,293,669 |
| Expenses | | |
| Salary and wages | 572,225 | 661,913 |
| Travel and accommodation | 110,249 | 140,001 |
| Water and sewerage | 73,419 | 63,733 |
| Insurance | 50,417 | 57,208 |
| Equipment hire | 44,784 | 21,528 |
| Superannuation | 43,771 | 48,082 |
| Security | 37,787 | 74,674 |
| Cleaning | 36,930 | 32,536 |
| Electricity | 35,115 | 34,510 |
| Depreciation | 25,859 | 17,979 |
| Uniforms, balls and equipment | 25,407 | 49,638 |
| Consultancy | 15,195 | 28,678 |
| Motor vehicle expenses | 12,756 | 8,718 |
| Sundry expenses | 12,221 | 3,444 |
| Rent | 11,815 | 13,953 |
| Trophies and awards | 11,688 | 13,503 |
| Telephone, fax and internet | 11,058 | 18,198 |
| Meeting expenses | 9,464 | 5,440 |
| Match day catering | 8,432 | - |
| Administration costs | 7,874 | - |
| Accounting fees | 6,929 | 35,189 |
| Audit and accounting fees | 6,600 | 6,500 |
| Doubtful debts | 5,364 | (10,469) |
| Repairs and maintenance | 5,082 | 8,505 |
| Printing and stationery | 5,070 | 4,116 |
| Minor assets and equipment | 4,795 | 5,002 |
| Advertising | 3,925 | 3,778 |
| Computer expenses | 3,326 | 4,252 |
| Gas | 2,937 | 2,225 |

Football Federation Northern Territory Incorporated

5

Detailed Profit and Loss

31 December 2017

| | 2017 | 2016 |
|----------------------------------|------------------|------------------|
| | \$ | \$ |
| Sponsors hospitality | 2,878 | - |
| Referee costs | 2,591 | - |
| Bank charges | 890 | 1,009 |
| Entertainment | 755 | 731 |
| Postage | 472 | 294 |
| Canteen expenses | 388 | 138 |
| First aid | 214 | 3,321 |
| CEO relocation | - | 11,757 |
| Grant funds returned | - | 8,847 |
| Food, drinks and BBQ | - | 4,515 |
| Training and development | - | 3,767 |
| Development | - | 3,180 |
| Legal fees | - | 1,525 |
| Publications | - | 1,318 |
| Total expenses | 1,208,683 | 1,393,236 |
| Total surplus / (deficit) | 352,841 | (99,567) |