

Football Federation Northern Territory Incorporated

Financial Statements

For the Year Ended 31 December 2016

Football Federation Northern Territory Incorporated

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For the Year Ended 31 December 2016

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Football Federation Northern Territory Incorporated

Committee's Report

31 December 2016

The committee members submit the financial report of the Association for the financial year ended 31 December 2016.

1. General information

Committee members

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

Stuart Kenny

Lisa Dawes

Adam Findlay

George Kamatsis – resigned November 2016

Andrew Cripps – resigned November 2016

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 after providing for income tax amounted to \$ (99,567)

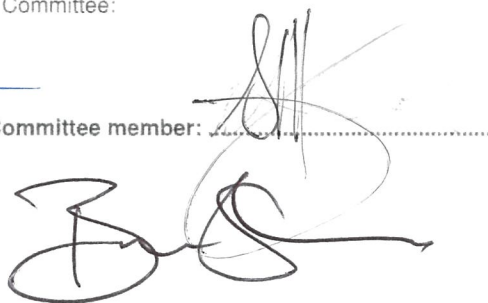
(2015: \$ 297,395).

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

Committee member:



Committee member:



Dated this 22 day of June 2017

Football Federation Northern Territory Incorporated

Statement of Profit or Loss

For the Year Ended 31 December 2016

	2016 \$	2015 \$
Income		
Revenue from ordinary activities	1,293,669	1,476,022
Lighting grant brought forward	-	306,323
Total income	<u>1,293,669</u>	<u>1,782,345</u>
Expenditure		
Employee expenses	(709,995)	(750,255)
Travel and accommodation	(140,001)	(159,144)
Rates and utilities	(100,468)	(137,162)
Uniforms, balls and equipment	(49,638)	(64,478)
Insurance	(57,208)	(47,683)
Depreciation	(17,979)	(17,750)
Other expenses from ordinary activities	(317,947)	(308,478)
Total expenses	<u>(1,393,236)</u>	<u>(1,484,950)</u>
Surplus / (deficit)	<u>(99,567)</u>	<u>297,395</u>
Retained surplus / (deficit) at the beginning of the financial year	<u>83,395</u>	<u>(214,000)</u>
Retained surplus / (deficit) at the end of the financial year	<u>(16,172)</u>	<u>83,395</u>

The accompanying notes form part of these financial statements.

Football Federation Northern Territory Incorporated

Assets and liabilities statement

31 December 2016

	Note	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	156,722	141,808
Trade and other receivables	5	84,458	96,165
Prepayments		1,445	3,445
TOTAL CURRENT ASSETS		242,625	241,418
NON-CURRENT ASSETS			
Plant and equipment	6	279,260	297,240
TOTAL NON-CURRENT ASSETS		279,260	297,240
TOTAL ASSETS		521,885	538,658
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	300,026	301,282
Employee benefits		56,781	56,481
Grants received in advance	8	181,250	97,500
TOTAL CURRENT LIABILITIES		538,057	455,263
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		538,057	455,263
NET ASSETS		(16,172)	83,395
MEMBERS' FUNDS			
Retained surplus / (deficit)		(16,172)	83,395
TOTAL MEMBERS' FUND		(16,172)	83,395

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 2016

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 2015 ('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.

Notes to the Financial Statements

For the Year Ended 31 December 2016

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.

Loans from Department of Sport and Recreation

Loans from the Department of Sport and Recreation are currently being negotiated and the terms of these may change in the future. Notwithstanding, they are treated as current liabilities at 31 December 2016.

4 Cash and cash equivalents

	2016	2015
	\$	\$
Cash on hand	100	-
Cash at bank	156,622	141,808
Cash at bank in hand	156,722	141,808
	<u>156,722</u>	<u>141,808</u>

5 Trade and other receivables

	2016	2015
	\$	\$
CURRENT		
Trade receivables	89,078	126,165
Provision for impairment	(4,620)	(30,000)
Total current trade and other receivables	<u>84,458</u>	<u>96,165</u>

Notes to the Financial Statements

For the Year Ended 31 December 2016

6 Property, plant and equipment

	2016 \$	2015 \$
PLANT AND EQUIPMENT		
Motor vehicles		
At cost	12,760	12,760
Accumulated depreciation	(9,190)	(7,595)
Total motor vehicles	3,570	5,165
Office equipment		
At cost	5,039	5,039
Accumulated depreciation	(5,039)	(3,971)
Total office equipment	-	1,068
Lighting		
At cost	306,323	306,323
Accumulated depreciation	(30,632)	(15,316)
Total lighting	275,691	291,007
Total property, plant and equipment	279,261	297,240

7 Trade and other payables

	2016 \$	2015 \$
CURRENT		
Trade payables	57,323	17,134
GST payable	26,781	37,041
Sundry payables and accrued expenses	21,614	12,719
Department of Sport and Recreation Loans	164,098	164,098
Other payables	30,211	70,290
Total trade and other payables	300,027	301,282

8 Other Financial Liabilities

	2016 \$	2015 \$
CURRENT		
Government grants	181,250	97,500

9 Going concern

Notwithstanding the association's deficiency in current assets, the financial report has been prepared on the going concern basis. This basis has been adopted as the association has received a show of continuing financial support from Football Federation Australia and the Department of Sport and Recreation to allow the association to meet its current liabilities and it is the belief of the committee that such financial support will continue to be made available until such time as it is no longer needed.

Football Federation Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2016

10 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 Members of the Committee

In our opinion:

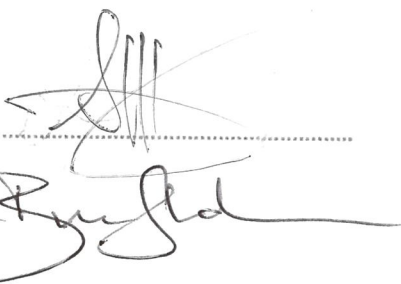
1. the accompanying financial report as set out on pages 2-7, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 31 December 2016 and the results of the Association for the year ended on that date;
2. the accounts of the Association 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 with the continuing support of creditors.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

Committee member



Committee member



Dated this 22 day of June 2017

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 2016, 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 members of the committee.

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 2016 is prepared, in all material respects, in accordance with Northern Territory Associations Act 2015.

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 Northern Territory Association Act 2015. 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.

Emphasis of Matter

We draw attention to Note 10 to the financial statements which describes the uncertainty related to the associations ability to continue to operate as a going concern. Current liabilities exceed current assets by \$295,433 (2014: \$213,845). The Association is dependent upon continued government funding and the support of its creditors to continue as a going concern. Notwithstanding the above, the going concern basis of accounts preparation is still considered appropriate; however, knowledge of this matter is required for a proper understanding of the financial statements. Our opinion is not qualified 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 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 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 26th day of June 2017

Football Federation Northern Territory Incorporated
For the Year Ended 31 December 2016

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 2016. 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 Pty Ltd
84 Smith Street
Darwin NT 0800


Peter J Hill
Director
Registered Company Auditor

Dated this 26th day of June 2017

Detailed Profit and Loss

31 December 2016

	2016	2015
	\$	\$
Income		
Fees	650,538	815,429
Grants	223,162	208,087
FFA Contributions	205,800	238,067
Gate takings	100,464	43,906
Sponsorships	81,891	25,148
Rental income	14,034	-
Fines	9,504	21,393
Recoupments	6,790	57,171
Interest	845	854
Sales	641	65,832
Donations	-	135
Lighting grant brought forward	-	306,323
Total income	1,293,669	1,782,345
Expenses		
Salary and wages	661,913	686,744
Travel and accommodation	140,001	159,144
Security	74,674	17,971
Water and sewerage	63,733	105,610
Insurance	57,208	47,683
Uniforms, balls and equipment	49,638	64,478
Superannuation	48,082	56,763
Audit and accounting fees	35,189	11,406
Electricity	34,510	29,712
Cleaning	32,536	11,125
Consultancy	28,678	7,825
Equipment hire	21,528	25,173
Telephone, fax and internet	18,198	27,174
Depreciation	17,979	17,750
Rent	13,953	11,815
Trophies and awards	13,503	7,971
CEO relocation	11,757	-
Grant funds returned	8,847	-
Motor vehicle expenses	8,718	10,331
Repairs and maintenance	8,505	27,976
Audit fees	6,500	6,500
Meeting expenses	5,440	5,500
Minor assets and equipment	5,002	-
Food, drinks and BBQ	4,515	21,619
Computer expenses	4,252	2,585
Printing and stationery	4,116	3,780
Advertising	3,778	1,073
Training and development	3,767	3,988
Sundry expenses	3,444	2,452
First aid	3,321	4,972
Development	3,180	5,080
Gas	2,225	1,840

Detailed Profit and Loss

31 December 2016

	2016	2015
	\$	\$
Legal Fees	1,525	9,773
Publications	1,318	1,729
Bank charges	1,009	1,175
Entertainment	731	2,085
Postage	294	341
Canteen expenses	138	23,498
Bookkeeping fees	-	32,413
Workers compensation	-	6,748
Board expenses	-	1,148
Doubtful debts	(10,469)	20,000
Total expenses	1,393,236	1,484,950
Total surplus / (deficit)	(99,567)	297,395