

New South Wales Baseball Inc.
ABN 56 568 633 609

Financial Report

for the Period ended 30 June 2017

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New South Wales Baseball Inc. Committee's Report

Your committee members submit the financial report of the New South Wales Baseball Inc. for the financial period 30 June 2017.

Committee Members

The names of Committee of Management members throughout the period and at the date of this report are:

Anthony Brasher	re-elected	18 October 2016	Chairman
Ray Vercoe	re-elected	20 October 2015	
Therese Philibossian	re-elected	18 October 2016	
Ross Morrison	elected	20 September 2016	
Peter Worboys	re-elected	20 October 2015	
Karl Hardman	appointed	31 May 2016	
Roger Powell	re-appointed	17 November 2015	
Bob Turner	resigned	18 April 2017	

Principal Activities

The principal activities of the league during the financial period were to conduct, encourage, promote, advance and administer the sport of baseball for its members.

Significant Changes

No significant changes in the nature of these activity occurred during the financial period.

Operating Result

The surplus for the year amounted to \$144,190 (Income Tax Expense \$nil) for the year ended 30 June 2017.

After Balance Date Events

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the league, the results of those operations, or the state of affairs of the league in the future financial years other than the uncertainty of the financial effects on the league resulting from the current global economic recession and its effect on current and future membership capitation fee income, which cannot be reliably determined at the date of preparation of this report.

Future Developments

The league expects to maintain the present status and level of operations and hence there are no likely developments in the league responsibilities and operations.

New South Wales Baseball Inc. Committee's Report

Information on Management Committee Members

Name	Qualifications	Responsibility
Anthony Brasher	B Comm, MBA, CA	Chairman, Baseball Australia, ABL
Ray Vercoe	B. Marketing	High Performance, Women's League, Technical Committee
Therese Philibossian	RN, RM, B Soc Sc, Grad Dip Bus Stud, M Ed (Adult Ed), Cert IV (Workplace Training & Assessing), Cert IV (Frontline Managers), JP	Country League, Junior League, Special Projects, Events
Ross Morrison		Participation
Peter Worboys		State League, Minor League, Winter League
Karl Hardman	ABA	Finance
Roger Powell	FAICD, FAIM	Commercial, Legal, Asset Management, Governance

Meeting of Management Committee

Anthony Brasher	11/12
Ray Vercoe	10/12
Roger Powell	5/12
Peter Worboys	9/12
Therese Philibossian	8/12
Karl Hardman	10/12
Bob Turner	6/11
Ross Morrison	9/12

Indemnifying Officers or Auditors

The Australian Baseball Federation provides officers professional indemnity insurance cover as part of their formalised capitation fee and insurance programs with the league. No indemnities have been given or insurances paid during or since the end of the financial period, for the auditor of the league.

Proceedings on Behalf of the League

No person has applied for leave of court to bring proceedings on behalf of the league or intervene in any proceedings to which the league is a party for the purpose of taking responsibility on behalf of the league for all or any part of proceedings.

The league was not part to any such proceedings during the period.

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



.....
Anthony Brasher



.....
Karl Hardman

Dated this...10th...day of...October.....2017



pddadvisorygroup

chartered accountants & business advisors

**Independent Auditor's Report
To the Members of
New South Wales Baseball Inc.**

Report on the Financial Report

Opinion

We have audited the financial report of New South Wales Baseball Inc. (**The Association**), which comprises the balance sheet as at 30 June 2017, the income and expenditure statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, 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 financial report gives a true and fair view of the financial position of the association as at 30 June 2017 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the New South Wales Associations Incorporation Act 2009.

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 the association 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 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 opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the New South Wales Associations Incorporation Act 2009. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the New South Wales Associations Incorporation Act 2009 and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

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

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**Independent Auditor's Report
To the Members of
New South Wales Baseball Inc.**

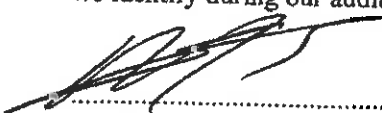
Auditor's Responsibilities for the Audit of the Financial Report

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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


.....
Matthew Edwards CPA
Registered Company Auditor (461719)
Pdd Advisory Group
75 Bold Street, Laurieton NSW 2443

Dated this 3rd day of October 2017

**New South Wales Baseball Inc.
Statement by Members of the Committee**

The Committee has determined that the league 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 committee the financial report as set out on pages 6 to 11:

1. Presents a true and fair view of the financial position of The Association as at 30 June 2017 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 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 Committee and is signed for and on behalf of the Committee by:-



.....
Anthony Brasher



.....
Karl Hardman

Dated this..... 3rd..... day of..... October..... 2017

New South Wales Baseball Inc.
Statement of Comprehensive Income
For the Year ended 30 June 2017

	2017	2016
	\$	\$
Revenue		
Operating Activity Income	2,842,549	1,930,257
Grants Received	129,200	126,000
Interest Income	4,710	1,449
Total Revenue	2,976,460	2,057,706
Expenses		
Operating and Administration	493,505	419,474
BA Capitation	558,256	427,807
Tours	1,036,931	535,102
Employment Related Costs	587,880	535,140
B.I.S.P. Maintenance & Running Costs	131,941	114,929
Depreciation & Amortisation	10,392	7,030
Audit Fees	5,150	5,000
Bad & Doubtful Debt Expense	8,215	1,726
Total Expenses	2,832,270	2,046,207
Current Period Surplus/(deficiency) Before Income Tax	144,190	11,498
Income Tax Expense	-	-
Net Current Period Surplus	144,190	11,498
Net Current Period Surplus Attributable to Members of the Entity	144,190	11,498

These financial statements should be read in conjunction with the attached Audit Report.

New South Wales Baseball Inc.
Balance Sheet
As at 30 June 2017

	2017	2016
	\$	\$
MEMBERS FUNDS		
Opening Surplus	273,127	261,629
Current Year Surplus	144,190	11,498
TOTAL MEMBERS FUNDS	417,317	273,127
 Represented By:		
CURRENT ASSETS		
Cash at Bank & On Hand	216,078	300,702
Investments & Term Deposits	300,000	-
Trade Debtors Less Doubtful Debts	127,077	121,785
Prepayments	16,086	-
	659,241	422,487
NON CURRENT ASSETS		
Leasehold Improvements	19,945	7,631
Less Accumulated Depreciation & Impairment	(4,071)	(2,362)
	15,874	5,269
 Furniture & Equipment	 57,312	 52,812
Less Accumulated Depreciation & Impairment	(46,161)	(37,478)
	11,151	15,334
	27,024	20,603
 TOTAL ASSETS	 686,265	 433,090
CURRENT LIABILITIES		
Trade Creditors	102,782	79,971
Other Creditors	65,932	23,809
Provision for Employee Entitlements	48,307	30,965
ATO Liabilities	24,670	25,326
Accrued Charges & Bonds Held	27,257	9,892
	268,947	169,963
 TOTAL LIABILITIES	 268,947	 169,963
 NET ASSETS	 417,318	 273,127

These financial statements should be read in conjunction with the attached Audit Report.

New South Wales Baseball Inc.
Statement of Cash Flows
For the Year ended 30 June 2017

	2017	2016
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from registrations and affiliations	1,252,183	1,042,748
Operating grants received	129,200	126,000
Coaching clinics and accreditation	214,003	134,418
Other operating revenue	1,545,922	938,218
Interest received	4,710	1,449
Payments to suppliers and employees	(2,913,828)	(2,210,011)
Net cash used in operating activities	232,190	32,822
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	(16,814)	(10,571)
Net cash used in investing activities	(16,814)	(10,571)
NET INCREASE (DECREASE) IN CASH HELD	215,376	22,251
Cash at Beginning of Period	300,702	278,451
Cash at End of Period	516,078	300,702

*The accompanying notes form part of these financial statements.
These financial statements have been subject to audit and should be read in conjunction with
the attached Independent Auditor's Report.*

New South Wales Baseball Inc.
Notes to the Financial Statements
For the Year Ended 30 June 2017

1. STATEMENT 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 NSW. 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.

(a) Income Tax

The committee have self assessed the Association to be exempt from income tax due to its non-profit status and having its main purpose as being the encouragement of the sport of Baseball.

(b) Property, Plant & Equipment

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.

(c) 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 of disposal 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.

(d) Employee Provisions

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 provisions have been measured at the amounts expected to be paid when the liability is settled.

(e) Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

These notes should be read in conjunction with the attached Independent Auditor's Report.

**New South Wales Baseball Inc.
Notes to the Financial Statements
For the Year Ended 30 June 2017**

- (f) **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.
- (g) **Accounts Receivable & 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.
- (h) **Revenue**
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.
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.
- (i) **Goods and Services Tax**
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.
- (j) **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.
- (k) **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.

These notes should be read in conjunction with the attached Independent Auditor's Report.

**New South Wales Baseball Inc.
Notes to the Financial Statements
For the Year Ended 30 June 2017**

**2. CONTINGENT LIABILITIES AND
CONTINGENT ASSETS**

The Committee are not aware of any contingent liabilities or contingent assets.

3. EVENTS AFTER THE REPORTING DATE

The Committee are not aware of any events occurring after the reporting date that would materially affect the financial position of the Association.

4. RELATED PARTY TRANSACTIONS

Until 4th August 2016, the Association provided the Australian Baseball League Pty Ltd with consultancy services and the delivery of mutually beneficial roles and outcomes as they pertain to the successful delivery of the Sydney Blue Sox and the general promotion of baseball in the region.

The Association received no income while the competition was not being operated during the period July – 4th August 2016 (prior year 2015/16: \$35,342). Historically the following roles and services were provided;

- CEO of Sydney Blue Sox,
- Ticket, Sponsorship & Concession Sales
- Communication & Public Relations
- Games & Event Operation
- Accounting Support and Financial Management

Following 4th August 2016 Baseball Australia assumed 100% ownership of the League and each state was delegated responsibility for their Franchise. Each State's sporting organisation agreed to financially support its team for the continued development of Baseball in Australia.

5. ASSOCIATION DETAILS

The principal place of business and registered office of the league is;

New South Wales Baseball League Incorporated
81 Eastern Road
Rooty Hill NSW 2766

These notes should be read in conjunction with the attached Independent Auditor's Report.