

New South Wales Baseball Inc.
ABN 56 568 633 609

Financial Report

for the Period ended 30 June 2016

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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 2016

Committee Members

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

Anthony Brasher	appointed 9 August 2012	Chairman
Ray Vercoe	re-appointed 26 November 2013	
Roger Powell	re-appointed 9 July 2012	
Peter Worboys	re-appointed 26 November 2013	
Therese Philibossian	re-appointed 9 July 2012	
Karl Hardman	appointed 31 May 2016	
Warren Smith	resigned 29 March 2016	
Peter Shmigel	resigned 29 March 2016	
Anatole Zurrer	resigned 17 November 2015	

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 \$11,498 (Income Tax Expense \$nil) for the year ended 30 June 2016.

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, BA, ABL, Finance
Ray Vercoe	B. Marketing	HP, Women's League
Roger Powell	FAICD, FAIM	Commercial, Legal, Governance
Peter Worboys	B. Education, ASM	Winter League, State League, Minor League
Therese Philibossian	B Soc Sc, M Ed	Junior League, Special Projects, Events
Karl Hardman	ABA	Finance
Warren Smith	Sports Commentator	Resigned
Peter Shmigel	MA Soc.Studies, BA PO	Resigned
Anatole Zurrer	BSc (Hon), Grad Dip Ed	Resigned

Meeting of Management Committee

Current

Anthony Brasher	9/9
Ray Vercoe	9/9
Roger Powell	8/9
Peter Worboys	8/9
Therese Philibossian	7/9
Karl Hardman	2/2
Warren Smith	3/5
Peter Shmigel	2/5
Anatole Zurrer	1/4

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 30th day of September 2016

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

Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of New South Wales Baseball Inc. (**The Association**), which comprises the committee's report, the assets and liabilities statement as at 30 June 2016, the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, 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.

Committee's Responsibility for the Financial Report

The committee of The Association., is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the New South Wales Associations Incorporation Act 2009 and is appropriate to meet the needs of the members. The committee's responsibility also includes 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.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on our audit. I have conducted the audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report, 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.



pddadvisorygroup

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

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of The Association, as at 30 June 2016 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.

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

Dated this.....*30th*.....day of.....*September*.....2016

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 2016 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.....^{30th} day of.....^{September}.....2016

New South Wales Baseball Inc.
Statement of Comprehensive Income
For the Year ended 30 June 2016

	2016	2015
	\$	\$
Revenue		
Operating Activity Income	1,930,257	1,736,349
Grants Received	126,000	130,000
Interest Income	1,449	2,740
Total Revenue	<u>2,057,706</u>	<u>1,869,089</u>
Expenses		
Operating and Administration	419,541	380,259
BA Capitation	427,807	415,311
Tours	535,102	502,682
Employment Related Costs	535,140	412,834
B.I.S.P. Maintenance & Running Costs	114,929	105,449
Depreciation & Amortisation	7,030	5,352
Audit Fees	5,000	5,000
Bad & Doubtful Debt Expense	1,726	17,025
Total Expenses	<u>2,046,207</u>	<u>1,843,912</u>
Current Period Surplus/(deficiency) Before Income Tax	11,498	25,177
Income Tax Expense	-	-
Net Current Period Surplus	<u>11,498</u>	<u>25,177</u>
Net Current Period Surplus Attributable to Members of the Entity	<u>11,498</u>	<u>25,177</u>

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

New South Wales Baseball Inc.
Balance Sheet
As at 30 June 2016

	2016	2015
	\$	\$
MEMBERS FUNDS		
Opening Surplus	261,629	238,257
Current Year Surplus	11,498	25,177
Prior Period Adjustment	-	(1,805)
TOTAL MEMBERS FUNDS	<u>273,127</u>	<u>261,629</u>
Represented By:		
CURRENT ASSETS		
Cash at Bank & On Hand	300,702	278,451
Trade Debtors Less Doubtful Debts	121,785	123,866
Other Debtors	-	8,813
Prepayments	-	21,631
	<u>422,487</u>	<u>432,761</u>
NON CURRENT ASSETS		
Leasehold Improvements	7,631	7,631
Less Accumulated Depreciation & Impairment	(2,362)	(1,575)
	<u>5,269</u>	<u>6,056</u>
Furniture & Equipment	52,812	42,241
Less Accumulated Depreciation & Impairment	(37,478)	(31,236)
	<u>15,333</u>	<u>11,005</u>
	<u>20,602</u>	<u>17,061</u>
TOTAL ASSETS	<u>433,088</u>	<u>449,822</u>
CURRENT LIABILITIES		
Trade Creditors	79,971	96,268
Other Creditors	23,809	32,803
Provision for Employee Entitlements	30,965	27,329
ATO Liabilities	25,324	25,137
Accrued Charges & Bonds Held	9,892	5,000
	<u>169,961</u>	<u>186,537</u>
NON-CURRENT LIABILITIES		
Provision for Employee Entitlements	-	1,656
	<u>-</u>	<u>1,656</u>
TOTAL LIABILITIES	<u>169,961</u>	<u>188,193</u>
NET ASSETS	<u>273,127</u>	<u>261,629</u>

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 2016

	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from registrations and affiliations	1,042,748	1,014,899
Operating grants received	126,000	130,000
Coaching clinics and accreditation	134,418	87,447
Other operating revenue	938,218	845,814
Interest received	1,449	2,740
Payments to suppliers and employees	(2,210,011)	(2,103,101)
Net cash used in operating activities	<u>32,822</u>	<u>(22,201)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	(10,571)	-
Net cash used in investing activities	<u>(10,571)</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH HELD	22,251	(22,199)
Cash at Beginning of Period	278,451	300,650
Cash at End of Period	<u>300,702</u>	<u>278,451</u>

*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 2016

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 2016

(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 2016**

**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

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 \$35,342 during the current financial year for the delivery of the following roles and services;

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

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.