

NORTHERN SUBURBS TENNIS ASSOCIATION INC**Detailed Profit and Loss Statement****For the year ended 31 December 2020**

	2020	2019
	\$	\$
Income		
Court Rental	194,060	236,587
Competition Entry Fees & Subscriptions	101,641	98,230
Capex Contribution Wheatligh St	6,000	
Junior Activities	37,803	58,756
Interest received	1,688	3,919
State Government Infrastructure Grant	11,000	741
State Government Covid Grant	13,000	
ATO Cashflow boost	20,000	
ATO Jobkeeper	19,500	
Total income	<u>404,692</u>	<u>398,234</u>
Expenses		
Accountancy & Consulting	2,650	6,025
Advertising and promotion	2,197	3,415
Balls	949	3,635
Bank Fees And Charges	641	774
Cleaning/rubbish removal		368
Computer/Wed Expenses	1,501	2,699
Comp Expenses	70,534	97,021
Depreciation - plant	13,791	12,296
General expenses	2,588	1,580
Honorarium	1,000	
Insurance	7,114	7,048
Junior Activities	29,240	42,538
Light & power	19,941	23,245
Printing & stationery	677	4,166
Rates & land taxes	56,743	57,405
Rent on land & buildings	29,306	38,401
Repairs & maintenance	37,589	24,298
Salaries - ordinary	68,657	51,385
Subscriptions	877	3,286

The accompanying notes form part of these financial statements.

NORTHERN SUBURBS TENNIS ASSOCIATION INC

Detailed Profit and Loss Statement

For the year ended 31 December 2020

	2020	2019
	\$	\$
Registration & Affiliation Fees	2,606	
Superannuation	6,439	4,848
Telephone	723	2,035
Trophies	191	357
Total expenses	<u>355,953</u>	<u>386,825</u>
Profit from Ordinary Activities before income tax	<u><u>48,738</u></u>	<u><u>11,408</u></u>

The accompanying notes form part of these financial statements.

NORTHERN SUBURBS TENNIS ASSOCIATION INC**Detailed Balance Sheet as at 31 December 2020**

	Note	2020 \$	2019 \$
Current Assets			
Cash Assets			
Cash at Bank		153,334	99,565
Business Cash Reserve Westpac		2,570	2,570
Westpac Term Deposit		190,000	220,000
		<u>345,905</u>	<u>322,136</u>
Receivables			
Trade debtors		6,955	18,240
Accrued Interest			509
		<u>6,955</u>	<u>18,750</u>
Other			
Prepayments/Income in Advance		(11,430)	(28,095)
		<u>(11,430)</u>	<u>(28,095)</u>
Total Current Assets		<u>341,429</u>	<u>312,790</u>
Non-Current Assets			
Inventories			
Stock - at cost		1,477	4,028
		<u>1,477</u>	<u>4,028</u>
Property, Plant and Equipment			
Wheatleigh St Property		8,800,000	9,330,000
Wheatleigh St Court Surface		170,753	137,304
Less Accumulated Depreciation		(72,197)	(58,406)
		<u>8,898,556</u>	<u>9,408,899</u>
Total Non-Current Assets		<u>8,900,034</u>	<u>9,412,927</u>

The accompanying notes form part of these financial statements.

NORTHERN SUBURBS TENNIS ASSOCIATION INC**Detailed Balance Sheet as at 31 December 2020**

	Note	2020 \$	2019 \$
Total Assets		9,241,463	9,725,717
Current Liabilities			
Payables			
Unsecured:			
Trade creditors			5,095
			<u>5,095</u>
Current Tax Liabilities			
Input tax credit control account		385	387
ATO clearing		10,018	7,834
Amounts withheld from salary and wages			
		<u>10,404</u>	<u>8,222</u>
Provisions			
Employee entitlements		1,662	1,742
Sundry provisions - Rounding			
		<u>1,663</u>	<u>1,742</u>
Total Current Liabilities		12,067	15,059
Total Liabilities		12,067	15,059
Net Assets		9,229,396	9,710,658
Equity			
Reserves			
Assets revaluation reserve		8,728,548	9,258,548
Retained profits / (accumulated losses)		500,848	452,110
Total Equity		9,229,396	9,710,658

The accompanying notes form part of these financial statements.

NORTHERN SUBURBS TENNIS ASSOCIATION INC
Notes to the Financial Statements
For the year ended 31 December 2020

Note 1: Summary of Significant Accounting Policies

The Committee has prepared the financial statements on the basis that the Association is a non-reporting entity because there are no users dependant on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the needs of the members.

The financial statements have been prepared in accordance with the significant accounting policies disclosed below, which the Committee has determined are appropriate to meet the needs of the members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

(a) Property, Plant and Equipment (PPE)

Property, plant and equipment are carried at cost, independent of Committee's valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the Association. Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in Association's retained earnings. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the assets charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

The carrying amount of plant and equipment is reviewed annually by the Committee to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

(b) Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

(c) 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 reasonably measured.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

(d) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

(e) Revenue and Other Income

Revenue is measured at the 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.

NORTHERN SUBURBS TENNIS ASSOCIATION INC
Notes to the Financial Statements
For the year ended 31 December 2020

Interest revenue is recognised using the effective interest rate 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.

Revenue recognised related to the provision of services is determined with reference to the stage of completion of the transaction at the reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

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

(f) 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 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 balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

(g) Trade and Other Payables

Trade 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, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(h) Contingent Liabilities

There is a disputed claim by Willoughby Council in regard to rental reductions granted to the Association for the Talus Street property. The initial lease was granted in 1978 and an option for a further 20 years was granted in 1998. A clause in the lease granted a rental reduction of \$6,000 per annum on the basis that the Humpty Dumpty Foundation would receive rent free office space on those premises. At some stage the Humpty Dumpty foundation required additional office space and was charged a rental fee by a third party who was occupying the premises. Willoughby Council has formed the view that the rental discount specified in the lease was no longer applicable. The contingent liability amounts to \$129,161.

(i) Contingent Asset

There is a request pending to Willoughby Council for a two and a half month rental reduction in accordance with Council's decision in March 2020 to grant rental reductions to sporting organisations (Covid reduction). The amount of the claim is \$8,194.

NORTHERN SUBURBS TENNIS ASSOCIATION INC
Independent Auditor's Report

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of the Association, which comprises the Balance Sheet as at 31 December 2020, Statement of Profit or Loss, notes to the financial statements, including a summary of significant accounting policies, and the Committee's Declaration.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Committee as at 31 December 2020 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

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 Committee 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 satisfy the requirements of the Committee's constitution and meet the needs of member. 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 of the financial report that gives a true and fair view and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Committee's constitution and are 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 of a financial report that gives a true and fair view and 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.

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 the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

NORTHERN SUBURBS TENNIS ASSOCIATION INC
Independent Auditor's Report

- 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 Committee's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the director.
- 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.

Signed on : 25th January 2021



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Tony Canavan BA MTIA MIPA, Principal

A J Canavan

470 Pacific Highway Wyoming NSW

NORTHERN SUBURBS TENNIS ASSOCIATION INC
Compilation Report

We have compiled the accompanying special purpose financial statements of , which comprise the balance sheet as at 31 December 2020, the profit and loss statement for the year then ended, 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 to the financial statements.

The Responsibility of the Committee

The Committee has the 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 significant accounting policies used are appropriate to meet their needs and for the purpose that the financial statements were prepared.

Our Responsibility

On the basis of information provided by the Committee, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies 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 significant accounting policies 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. Accordingly, these special purpose financial statements may not be suitable for other purposes. We do not accept responsibility for the contents of the special purpose financial statements.



A J CANAVAN - WYOMING ITP

470 Pacific Highway

Wyoming NSW

19 January 2021

NORTHERN SUBURBS TENNIS ASSOCIATION INC.

STATEMENT BY COMMITTEE

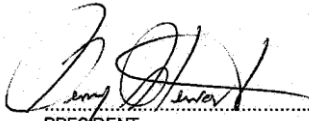
FOR THE YEAR ENDED 31ST DECEMBER, 2020

The Committee members have determined that the Association is not a reporting entity and therefore there is no requirement to apply accounting standards and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views) in the preparation of these financial statements. The Committee members have determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the accounts.

In the opinion of the Committee of the Association:

1. a) The accompanying Income and Expenditure Statement is drawn up so as to give a true and fair view of the result of the Association for the financial year ended 31st December, 2020
 - b) The accompanying Balance Sheet as at 31st December 2020 is drawn up so as to give a true and fair view of the state of affairs of the Association as at the end of the financial year.
 - c) 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.
2. In respect of the year ended 31st December 2020, the Association has:
 - a) kept such accounting records as correctly record and explain the transactions and financial position of the Association.
 - b) kept its accounting records in such a manner as would enable true and fair accounts of the Association to be prepared from time to time.

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


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PRESIDENT
Terry Stewart


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TREASURER
Rick Anderson