

Financial Statements

Illawarra Basketball Association Limited

ABN 39 003 376 814

For the year ended 30 June 2024

Contents

3	Directors' Report
5	Auditor's Independence Declaration
6	Statement of Profit or Loss and Other Comprehensive Income
7	Statement of Financial Position
8	Statement of Changes in Equity
9	Statement of Cash Flows
10	Notes to the Financial Statements
16	Directors' Declaration
17	Auditor's Report
20	Auditor's Disclaimer
21	Income and Expenditure Statement

Directors' Report

Illawarra Basketball Association Limited For the year ended 30 June 2024

Your Directors present their report together with the financial report of Illawarra Basketball Association Limited (the Company) for the financial year ended 30 June 2024.

Directors

The names of the Directors in office throughout the year and at the date of this report are:

Director	Position	Service	Meetings Attended
Andrew Thornberry	President	Appointed July 2021	9/10
Sam Ackroyd	Vice President	Appointed November 2018	9/10
Edith McDonald	Secretary	Appointed July 2021	9/10
Mark Caldwell	Treasurer	Appointed July 2021	10/10
Sandra Kolednik	Director	Appointed February 2022	8/10
Daniel Muller	Director	Appointed April 2023 Resigned October 2024	7/9
Jasmine Cario	Director	Appointed April 2023 Resigned June 2024	2/6

Principal Activities

The principal activity of the Company during the year was the operation of a basketball association. There have been no significant changes in the nature of these activities during the year.

Operating Result

The surplus for the financial year amounted to \$53,642.

Members' Limited Liability

The Company is incorporated and domiciled in Australia as a company limited by guarantee. In accordance with the Constitution of the Company, every member of the Company undertakes to contribute an amount limited to \$10.00 per member in the event of the winding up of the Company during the time that he/she is a member or within one year thereafter.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

Signed in accordance with a resolution of the Board of Directors:



Andrew Thornberry

President



Mark Caldwell

Treasurer

Dated this 16th day of December 2024



**Maher
Group**

(02) 8522 4500
info@mahergroup.com.au

Suite 6, 1 Box Road,
Caringbah NSW 2229

mahergroup.com.au

AUDITOR'S INDEPENDENCE DECLARATION

Under Section 307C of the Corporations Act 2001

To the Directors of Illawarra Basketball Association Limited

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2024 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

MAHER GROUP ASSURANCE PTY LIMITED

Trent Atlee

Director

Taren Point

Dated this 16th day of December 2024

Statement of Profit or Loss and Other Comprehensive Income

Illawarra Basketball Association Limited
For the year ended 30 June 2024

	2024	2023
Income		
Revenue	1,838,876	1,752,588
Total Income	1,838,876	1,752,588
Expenses		
Depreciation	40,487	31,177
Employee benefits expenses	450,289	412,030
Other expenses	1,294,457	1,303,843
Total Expenses	1,785,233	1,747,051
Profit (Loss) before tax	53,642	5,538
Profit (Loss) for the year	53,642	5,538
Total comprehensive income for the year	53,642	5,538

The accompanying notes form part of these financial statements.

Statement of Financial Position

Illawarra Basketball Association Limited

As at 30 June 2024

	NOTES	30 JUNE 2024	30 JUNE 2023
Assets			
Current Assets			
Cash and Cash Equivalents	3	81,878	166,642
Receivables	4	35,283	66,442
Total Current Assets		117,161	233,084
Non-Current Assets			
Property, Plant and Equipment	5	898,883	782,411
Total Non-Current Assets		898,883	782,411
Total Assets		1,016,044	1,015,495
Liabilities			
Current Liabilities			
Payables	6	49,591	91,305
Provisions	7	41,978	21,994
Deferred Income	8	23,636	55,000
Total Current Liabilities		115,206	168,299
Total Liabilities		115,206	168,299
Net Assets		900,838	847,196
Equity			
Retained Earnings	9	900,838	847,196
Total Equity		900,838	847,196

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

Illawarra Basketball Association Limited
For the year ended 30 June 2024

	2024	2023
Equity		
Opening Balance	847,196	841,658
Increases		
Profit for the Period	53,642	5,538
Total Increases	53,642	5,538
Total Equity	900,838	847,196

The accompanying notes form part of these financial statements.

Statement of Cash Flows

Illawarra Basketball Association Limited For the year ended 30 June 2024

	2024	2023
Cash Flows		
Operating Activities		
Receipts from customers	1,838,671	1,698,028
Payments to suppliers and employees	(1,710,028)	(1,734,741)
Total Operating Activities	128,643	(36,713)
Investing Activities		
Payment for property, plant and equipment	(213,407)	-
Total Investing Activities	(213,407)	-
Net Cash Flows	(84,764)	(36,713)
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	166,642	203,355
Cash and cash equivalents at end of period	81,878	166,642
	2024	2023

Reconciliation of Cash Flows

Operating profit (loss) for the year		
Operating profit (loss) for the year	53,642	5,538
Total Operating profit (loss) for the year	53,642	5,538
Non-cash flows in operating profit (loss)		
Depreciation	40,487	31,177
Loss on sale	56,448	-
Total Non-cash flows in operating profit (loss)	96,935	31,177
Changes in assets and liabilities		
(Increase) Decrease in receivables	31,159	56,909
Increase (Decrease) in payables	(41,714)	(42,550)
Increase (Decrease) in provisions	19,985	(22,787)
Increase (Decrease) in income in advance	(31,364)	(65,000)
Total Changes in assets and liabilities	(21,934)	(73,428)
Net cash provided by operating activities	128,643	(36,713)

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

Illawarra Basketball Association Limited

For the year ended 30 June 2024

1. Statement of Significant Accounting Policies

The financial statements cover Illawarra Basketball Association Limited (the Company) as an individual entity. Illawarra Basketball Association Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The Company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information, 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.

The financial statements are presented in Australian dollars, which is the company's functional currency, and have been rounded to the nearest dollar.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held on call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Trade and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful debt has been created.

Property, Plant and Equipment

Property, plant and equipment is initially recorded at the cost of acquisition or fair value less, if applicable, any accumulated depreciation and impairment losses. Plant and equipment that has been contributed at no cost, or for nominal cost, is valued and recognised at the fair value of the asset at the date it is acquired. The plant and equipment is reviewed annually by directors to ensure that the carrying amount 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 utilisation of the assets and the subsequent disposal. The expected net cash flows have been discounted to their present values in estimating recoverable amounts.

Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at 30 June 2024. Trade payables are recognised at their transaction price. They are subject to normal credit terms and do not bear interest.

Provisions

Provision is made for the liability for employee entitlements arising from services rendered by employees to 30 June 2024. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related costs.

Revenue Recognition

Sale of goods

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

Rendering of services

Revenue from rendering of services comprises revenue from gaming facilities together with other services to members and other patrons and is recognised when the services are provided.

Membership subscriptions

Membership subscriptions paid in advance are initially recognised as a liability. Revenue is recognised on a straight line basis over the membership period, based on the membership category for which subscriptions have been received.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Sale of property, plant and equipment

The gain or loss on disposal of property, plant and equipment is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as other income or other expenses at the date control of the asset passes to the buyer.

Contract revenue

Where the entity receives sponsorships, donations or grants, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB15.

Where both these condition are satisfied the Company:

- Identifies each performance obligation relating to the grant;
- Recognises a contract liability for its obligations under the grant;
- Recognises revenue as it satisfies its performance obligations.

When the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- Recognise the asset received in accordance with the recognition requirements of other applicable accounting standards (AASB9, AASB16 and AASB138);
- Recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liabilities);
- Recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

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

Goods and Services Tax

Transactions are recognised net 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 balance sheet.

Income Tax

The Company is considered to be exempt from income tax under Section 50-45 of the Income Tax Assessment Act, being a non-profit organisation, not carried on for the purpose of profit or gain to its individual members and which was established for the encouragement of a game or sport. Accordingly, no account for income tax has been taken in these financial statements.

Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Critical Accounting Estimates and Judgements

The preparation of the financial statements requires management to make estimates and judgements 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.

The significant estimates and judgements made have been described below.

Key estimates - Estimation of useful lives of assets

The Company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly to those estimated.

Key judgments - Impairment of non-financial assets

The Company assesses impairment of non-financial assets at each reporting date by evaluating conditions specific to the Company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Key judgments - Long service leave provision

The liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at reporting date. In determining the present value of the liability, attrition rates, salary growth rates and an appropriate discount factor have been considered.

	2024	2023
2. Revenue		
Match Fees	673,396	791,438
Grant Income	230,530	164,476
Registrations / Nominations	70,429	85,450
Stadium Hire	71,165	70,390
Other Revenue	793,356	640,835
Total Revenue	1,838,876	1,752,588
	2024	2023
3. Cash and Cash Equivalents		
Bank Accounts	81,378	166,142
Cash Float	500	500
Total Cash and Cash Equivalents	81,878	166,642
	2024	2023
4. Receivables		
Current		
Trade Debtors	34,252	73,491
Provision for Doubtful Debts	(2,894)	(7,349)
Deposits Paid	300	300
Prepayments	3,625	-
Total Current	35,283	66,442
Total Receivables	35,283	66,442
	2024	2023
5. Property Plant and Equipment		
Leasehold Improvements		
Leasehold Improvements at Cost	1,311,728	1,107,132
Accumulated Amortisation of Leasehold Improvements	(538,979)	(519,932)
Total Leasehold Improvements	772,749	587,200
Plant and Equipment		
Plant and Equipment at Cost	163,773	366,748
Accumulated Depreciation of Plant and Equipment	(53,728)	(171,537)
Total Plant and Equipment	110,045	195,211
Other Fixed Assets		
Work in Progress	16,089	-
Total Other Fixed Assets	16,089	-
Total Property Plant and Equipment	898,883	782,411

Property Movement Note

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Leasehold Improvements	Plant & Equipment	Work In Progress	Total
Balance at start of period	587,200	195,211	-	782,411
Additions	197,318	-	16,089	213,407
Disposals	(11,894)	(44,554)	-	(56,448)
Transfers	26,151	(26,151)	-	-
Depreciation	(26,026)	(14,461)	-	(40,487)
Balance at end of period	772,749	110,045	16,089	898,883

2024 2023

6. Payables

Current

Trade Creditors	3,253	50,115
ATO Client Account	(2,050)	-
Bendigo Bank Debit Card	(1,235)	(4,977)
GST Payable	38,747	35,107
PAYGW Payable	5,849	8,309
Provision For FBT	1,599	(1,250)
Superannuation Payable	3,428	4,001
Total Current	49,591	91,305

Total Payables	49,591	91,305
-----------------------	---------------	---------------

2024 2023

7. Provisions

Current

Provision - Annual Leave	26,784	10,331
Provision - Long Service Leave	15,194	11,663
Total Current	41,978	21,994

Total Provisions	41,978	21,994
-------------------------	---------------	---------------

2024 2023

8. Deferred Income

Unearned Income	23,636	55,000
Total Deferred Income	23,636	55,000

	2024	2023
9. Retained Earnings		
Current Year Earnings	53,642	5,538
Retained Earnings	847,196	841,658
Total Retained Earnings	900,838	847,196

10. Contingent Liabilities

In the opinion of the Directors, the Company did not have any contingent liabilities at 30 June 2024.

11. Related Party Transactions

There were no related party transactions in the current or previous financial year.

12. Company Details

The registered office address of the Company is:

1/140 Keira Street, Wollongong, NSW, 2500

The principal place of business is:

1/140 Keira Street, Wollongong, NSW, 2500

13. Events Occurring After the Reporting Date

In the interval between the end of the financial year and the date of this report, no transactions or event of material and unusual nature has arisen to significantly affect the operation of the Company, the results of those operations, or the state of affairs of the Company in the future financial years.

Directors' Declaration

Illawarra Basketball Association Limited For the year ended 30 June 2024

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 15, are in accordance with the Corporations Act 2001 and:
 - a) present a true and fair view of the Company's financial position as at 30 June 2024 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
 - b) comply with the requirements of the Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001; and

2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Andrew Thornberry

President



Mark Caldwell

Treasurer

Dated: 16 December 2024

INDEPENDENT AUDITOR'S REPORT

To the members of Illawarra Basketball Association Limited

Auditor's opinion

We have audited the accompanying financial report of Illawarra Basketball Association Limited (the Company), which comprises the statement of financial position as at 30 June 2024, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for auditor's opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

We are independent of the company in accordance with the *Corporations Act 2001* and 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.

Other information

The Directors of the Company are responsible for the other information. The other information comprises the information included in the Directors' report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' responsibility for the financial report

The Directors of the Company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and Australian Accounting Standards – Simplified Disclosures and is appropriate to meet the needs of the members. The Directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Company'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 the Directors either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 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 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.

We 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 Company's internal control.

We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors.

We conclude on the appropriateness of the Directors' 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 Company'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 company to cease to continue as a going concern.

We 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 Directors 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.



MAHER GROUP ASSURANCE PTY LIMITED



Trent Atlee
Director

Taren Point

Dated this 16th day of December 2024



**Maher
Group**

(02) 8522 4500
info@mahergroup.com.au

Suite 6, 1 Box Road,
Caringbah NSW 2229

mahergroup.com.au

AUDITOR'S DISCLAIMER

For the year ended 30 June 2024

Disclaimer

The additional financial data presented on pages 21 to 22 is in accordance with the books and records of Illawarra Basketball Association Limited which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 June 2024. 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 no warranty of accuracy or reliability is given. Neither the Firm nor any member or employee of the Firm undertakes responsibility arising in any way whatsoever to any person (other than the Company) in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused.

MAHER GROUP ASSURANCE PTY LIMITED

Trent Atlee
Director

Taren Point

Dated this 16th day of December 2024

Income and Expenditure Statement

Illawarra Basketball Association Limited

For the year ended 30 June 2024

	2024	2023
Income		
Coaching / Development	323,903	217,311
Grants Received	230,530	164,476
Junior Income	491,181	590,992
Merchandise	2,037	1,833
Rep Program Income	177,423	192,839
Senior Income	252,644	285,960
Sponsorship	234,699	149,545
Stadium / Court Hire	118,601	146,039
Sundry Income	7,859	3,594
Total Income	1,838,876	1,752,588
Cost of Sales		
Development Expenses	236,675	164,228
Junior Expenses	225,536	185,316
Merchandise Costs	25,292	18,061
Rep Program Expenses	289,816	307,276
Senior Expenses	112,248	81,934
Stadium Expenses	188,789	340,573
Total Cost of Sales	1,078,356	1,097,388
Gross Surplus	760,520	655,200
Expenditure		
Advertising	755	490
Audit & Accounting Fees	7,671	5,894
Bad Debts	-	11,000
Bank Charges	175	761
Basketball Connect Fees	6,091	21,882
Consulting Fees	61,306	54,388
Depreciation	40,487	31,177
Donations & Sponsorship Exp	300	-
Doubtful Debts	2,894	2,349
Fringe Benefit Tax	7,868	5,819
Insurance	761	3,528
Interest	1,584	-
IT Support	9,403	15,707
Legal Fees	-	1,215
Licenses & Leases	294	1,505
Loss on Disposal	56,448	-
Merchant Fees	394	886
Office Equipment	1,300	11,133
Postage	178	153

Income and Expenditure Statement

	2024	2023
Printing & Stationery	2,999	3,418
Referee Program Manager	-	14,574
STA Glory League	39,174	27,777
Staff Costs	450,289	412,030
Subscriptions	6,462	7,868
Sundry Expenses	(1,477)	3,201
Telephone & Internet	1,338	1,854
Website	1,302	4,144
Workers Compensation	8,882	6,909
Total Expenditure	706,878	649,662
Net Operating Profit / (Loss)	53,642	5,538