

NSW Junior Rugby Union Inc

ABN 70 589 742 332

Annual Report - 31 October 2019

**NSW Junior Rugby Union Inc
Officers' report
31 October 2019**

The officers present their report, together with the financial statements, on the incorporated association for the year ended 31 October 2019.

Officers

The following persons were officers of the incorporated association during the whole of the financial year and up to the date of this report, unless otherwise stated:

Ben Gregory President
Tony Cooper Vice-President (SJRU) (appointed 24 November 2018)
Mick Melino Vice-President (CJRU) (appointed 24 November 2018)
Gary Paton Representative Manager (appointed 24 November 2018)
Tony Fisher Commercial Manager
Katrina Okenham Vice President (resigned 24 November 2018)
Robert Martin Representative Manager (resigned 24 November 2018)

Principal activities

During the financial year the principal continuing activities of the incorporated association consisted of:

- to foster, promote, organise, conduct, manage and control junior rugby union and its associated activities for junior players throughout New South Wales.

Significant changes

No significant change in the nature of these activities occurred during the financial year.

Operating Result

The net surplus after providing for income tax for the year ended 31 October 2019 amounted to \$20,313 (2018: deficit of \$5,537).

Events after the reporting period

No matter or circumstance has arisen since 31 October 2019 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations or the incorporated association's state of affairs in future financial years.

On behalf of the officers

Ben Gregory

Ben Gregory
President

SIGN HERE

Tony Fisher

Tony Fisher
Commercial Manager

SIGN HERE

23 November 2019

NSW Junior Rugby Union Inc
Contents
31 October 2019

Statement of profit or loss and other comprehensive income	3
Statement of financial position	4
Notes to the financial statements	5
Officers' declaration	9
Independent auditor's report to the members of NSW Junior Rugby Union Inc	10

General information

The financial statements cover NSW Junior Rugby Union Inc as an individual entity. The financial statements are presented in Australian dollars, which is NSW Junior Rugby Union Inc's functional and presentation currency.

NSW Junior Rugby Union Inc is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business is:

David Phillips Field Daceyville NSW

A description of the nature of the incorporated association's operations and its principal activities are included in the officers' report, which is not part of the financial statements.

The financial statements were authorised for issue on 23 November 2019.

NSW Junior Rugby Union Inc
Statement of profit or loss and other comprehensive income
For the year ended 31 October 2019

	Note	2019 \$	2018 \$
Revenue			
State & Regional Championships		16,550	22,450
Representative Team Levies		7,200	29,300
Sponsorship		25,900	11,070
Interest Received		178	260
Merchandise		24,646	-
Reimbursement from NSW Rugby		11,219	-
Expenses			
Audit & Accounting		(1,360)	(2,655)
Administration Expenses		(5,200)	(2,269)
Bad Debts Written Off		(800)	(1,100)
Donations		(3,700)	(990)
State & Regional Championships		(26,240)	(26,622)
Representative Team Expenses		(10,040)	(34,981)
Cost of sales		(18,040)	-
Surplus/(deficit) before income tax expense		20,313	(5,537)
Income tax expense		-	-
Surplus/(deficit) after income tax expense for the year	7	20,313	(5,537)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		<u>20,313</u>	<u>(5,537)</u>

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

NSW Junior Rugby Union Inc
Statement of financial position
As at 31 October 2019

	Note	2019 \$	2018 \$
Assets			
Current assets			
Cash and cash equivalents	3	74,174	55,112
Trade and other receivables	4	4,151	4,400
Total current assets		<u>78,325</u>	<u>59,512</u>
Total assets		<u>78,325</u>	<u>59,512</u>
Liabilities			
Current liabilities			
Trade and other payables	6	-	1,500
Total current liabilities		<u>-</u>	<u>1,500</u>
Total liabilities		<u>-</u>	<u>1,500</u>
Net assets		<u>78,325</u>	<u>58,012</u>
Equity			
Retained surpluses	7	<u>78,325</u>	<u>58,012</u>
Total equity		<u>78,325</u>	<u>58,012</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

In the officers' opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations. The officers have determined that the accounting policies adopted are appropriate to meet the needs of the members of NSW Junior Rugby Union Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for profit oriented entities.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the incorporated association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Revenue recognition

The incorporated association recognises revenue as follows:

Sale of goods

Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery.

Rendering of services

Revenue from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or an hourly rate.

Interest

Interest revenue is recognised when it is received.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established

Income tax

The Union is exempt from Australian income tax by virtue of section 23(g) on the Income Tax Assessment Act (1936) as amended

NSW Junior Rugby Union Inc
Notes to the financial statements
31 October 2019

Note 1. Significant accounting policies (continued)

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the incorporated association's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The incorporated association has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Trade and other payables

These amounts represent liabilities for goods and services provided to the incorporated association prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

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 tax authority is included in other receivables or other payables in the statement of financial position.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

NSW Junior Rugby Union Inc
Notes to the financial statements
31 October 2019

Note 1. Significant accounting policies (continued)

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the incorporated association for the annual reporting period ended 31 October 2019. The incorporated association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. There are no critical accounting judgements, estimates and assumptions that are likely to affect the current or future financial years.

Note 3. Current assets - cash and cash equivalents

	2019 \$	2018 \$
Commonwealth Bank of Australia Cheque Account	5,844	4,076
Commonwealth Bank of Australia Online Saver	68,330	51,036
	<u>74,174</u>	<u>55,112</u>

Note 4. Current assets - trade and other receivables

	2019 \$	2018 \$
Trade receivables	<u>4,151</u>	<u>4,400</u>

Note 5. Non-current assets - receivables

	2019 \$	2018 \$
Loan Australian Junior Rugby Union	21,320	21,320
Less: Allowance for expected credit losses	(21,320)	(21,320)
	<u>-</u>	<u>-</u>

Note 6. Current liabilities - trade and other payables

	2019 \$	2018 \$
Other payables	<u>-</u>	<u>1,500</u>

NSW Junior Rugby Union Inc
Notes to the financial statements
31 October 2019

Note 7. Equity - retained surpluses

	2019	2018
	\$	\$
Retained surpluses at the beginning of the financial year	58,012	63,549
Surplus/(deficit) after income tax expense for the year	<u>20,313</u>	<u>(5,537)</u>
Retained surpluses at the end of the financial year	<u><u>78,325</u></u>	<u><u>58,012</u></u>

Note 8. Contingent liabilities

There were no contingent liabilities as at 31 October 2019 and 31 October 2018.

Note 9. Commitments

There were no commitments as at 31 October 2019 and 31 October 2018.

Note 10. Events after the reporting period

No matter or circumstance has arisen since 31 October 2019 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

NSW Junior Rugby Union Inc
Officers' declaration
31 October 2019

In the officers' opinion:

- the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations;
- the attached financial statements and notes comply with the Accounting Standards as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 31 October 2019 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable.

On behalf of the officers

Ben Gregory

Ben Gregory
President

23 November 2019

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Tony Fisher

Tony Fisher
Commercial Manager

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
NSW JUNIOR RUGBY UNION INC****Opinion**

We have audited the financial report of NSW Junior Rugby Union Inc, which comprises the statement of financial position as at 31 October 2019 and the statement of comprehensive income for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the officers' declaration.

In our opinion, the accompanying financial report of NSW Junior Rugby Union Inc is:

- a) giving a true and fair view of the Association's financial position as at 31 October 2019 and of its performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations.

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 auditor independence requirements of 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the officers of the Association, would be in the same terms if given to the officers as at the time of this auditor's report.

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 for the purpose of fulfilling the officers' financial reporting responsibilities under the Corporations Act 2001. 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 Officers for the Financial Report

The officers of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and New South Wales legislation the Associations Incorporation Act 2009, the Charitable Fundraising Act 1991 and associated regulations. and is appropriate to meet the needs of the members. The officers' responsibility also includes such internal control as the officers determine 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 officers are 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 officers either intend to liquidate the Association or to cease operations, or have 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

Omniwealth Business Partners



Duncan Barber
Director

Level 22, Australia Square
264 George Street
SYDNEY NSW 2000

Date this 23rd day of November 2019