

# **West Adelaide Footballers Club**

## **Financial Statements**

**For the Year Ended 31 October 2022**

# West Adelaide Footballers Club

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For the Year Ended 31 October 2022

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# West Adelaide Footballers Club

## Committee's Report

31 October 2022

The committee members submit the financial report of the Club for the financial year ended 31 October 2022.

### 1 General information

#### Committee members

The names of committee members throughout the year and at the date of this report are:

Murray Forbes

Mark Goddard

Derek Bonner

Martine Edwards

Tiandra Tamiaans

Alison Surjan

Bradley Abraham

Emma Grigson Greer

Troy Abbott

Chris Schmidt

Commenced 23 March 2022

Commenced 22 September 2022

Resigned 31 January 2022

Commenced 23 March 2022

#### Principal activities

The principal activities of the Club during the financial year were to provide social facilities to members of the Club.

#### Significant changes

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

#### Benefits as a result of contracts

During the financial year, there were no benefits received or entitled to be received as a result of a contract between an officer, firm or body corporate and the Club.

#### Payments and other benefits

No payments or benefits of a pecuniary value were received by any officers of the Club during the financial year.

### 2 Operating results and review of operations for the year

#### Operating result

The profit of the Club for the financial year after providing for income tax amounted to \$58,492 (2021: \$34,904).

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

President: .....

Murray Forbes

Committee member: .....

Mark Goddard

Dated 31 January 2023

## West Adelaide Footballers Club

### Statement of Profit or Loss For the Year Ended 31 October 2022

	2022	2021
	\$	\$
<b>Income</b>		
Function income	109,195	99,514
Gaming income	841,704	808,223
Bistro sales	363,298	252,291
Outside catering	177,425	190,402
Lotteries/Tab/Raffles income	39,080	40,817
Other income	22,813	30,901
Bar sales	483,112	478,774
<b>Total income</b>	<b>2,036,627</b>	<b>1,900,922</b>
<b>Beverages expenses</b>	<b>(323,979)</b>	<b>(246,628)</b>
<b>Food expenses</b>	<b>(192,779)</b>	<b>(167,113)</b>
<b>Other cost of goods sold</b>	<b>(926)</b>	<b>(50,000)</b>
<b>Gaming expenses</b>	<b>(61,132)</b>	<b>(57,284)</b>
<b>Administration expenses</b>	<b>(244,784)</b>	<b>(262,098)</b>
<b>Other expenses</b>	<b>(298,925)</b>	<b>(314,966)</b>
<b>Employee expenses</b>	<b>(855,610)</b>	<b>(767,929)</b>
<b>Total expenses</b>	<b>(1,978,135)</b>	<b>(1,866,018)</b>
<b>Profit at the end of the year</b>	<b>58,492</b>	<b>34,904</b>

The accompanying notes form part of these financial statements.

**West Adelaide Footballers Club**

**Statement of Financial Position**

**As At 31 October 2022**

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	62,293	78,430
Trade and other receivables	4	72,254	(50,968)
Inventories	5	29,994	29,562
Other assets	6	44,114	-
<b>TOTAL CURRENT ASSETS</b>		<u>208,655</u>	<u>57,024</u>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment	7	220,464	304,733
Intangible assets	8	1,050,000	525,000
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,270,464</u>	<u>829,733</u>
<b>TOTAL ASSETS</b>		<u>1,479,119</u>	<u>886,757</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	232,567	158,687
Lease liabilities		-	58,695
Employee benefits	10	8,648	14,963
<b>TOTAL CURRENT LIABILITIES</b>		<u>241,215</u>	<u>232,345</u>
<b>NET ASSETS</b>		<u>1,237,904</u>	<u>654,412</u>
<b>MEMBERS' FUNDS</b>			
Asset revaluation reserve		1,050,000	525,000
Retained profits		187,904	129,412
<b>TOTAL MEMBERS' FUNDS</b>		<u>1,237,904</u>	<u>654,412</u>

The accompanying notes form part of these financial statements.

## West Adelaide Footballers Club

### Statement of Changes in Equity

For the Year Ended 31 October 2022

2022

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 November 2021	129,412	525,000	654,412
Increase in reserves during the year	-	525,000	525,000
Loss for the year	58,492	-	58,492
Balance at 31 October 2022	<u>187,904</u>	<u>1,050,000</u>	<u>1,237,904</u>

2021

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 November 2020	94,508	341,176	435,684
Increase in reserves during the year	-	183,824	183,824
Profit for the year	34,904	-	34,904
Balance at 31 October 2021	<u>129,412</u>	<u>525,000</u>	<u>654,412</u>

The accompanying notes form part of these financial statements.

## West Adelaide Footballers Club

### Statement of Cash Flows For the Year Ended 31 October 2022

	2022	2021
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,913,406	1,870,923
Payments to suppliers and employees	(1,866,113)	(1,735,056)
Receipts from ATO - Jobkeeper & cash flow boost	-	3,000
Interest paid	(2,177)	(3,274)
Net cash provided by/(used in) operating activities	14 <u>45,116</u>	<u>135,593</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payments for property, plant and equipment	(2,557)	(178,726)
Proceeds from property, plant and equipment	-	16,000
Net cash provided by/(used in) investing activities	<u>(2,557)</u>	<u>(162,726)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Funding to West Adelaide Football Club	-	28,927
Repayment of finance leases	(58,695)	(28,651)
Net cash provided by/(used in) financing activities	<u>(58,695)</u>	<u>276</u>
Net increase/(decrease) in cash and cash equivalents held	(16,136)	(26,857)
Cash and cash equivalents at beginning of year	<u>78,430</u>	<u>105,287</u>
Cash and cash equivalents at end of financial year	3 <u><u>62,294</u></u>	<u><u>78,430</u></u>

The accompanying notes form part of these financial statements.



## West Adelaide Footballers Club

# Notes to the Financial Statements

## For the Year Ended 31 October 2022

The financial statements cover West Adelaide Footballers Club as an individual entity. West Adelaide Footballers Club is a not-for-profit Club incorporated in South Australia under the *Associations Incorporation Act (SA) 1985* ('the Act').

The principal activities of the Club for the year ended 31 October 2022 were to provide social facilities to members of the Club.

The functional and presentation currency of West Adelaide Footballers Club is Australian dollars.

### 1 Basis of Preparation

In the opinion of the Committee of Management, the Club is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, 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* and AASB 1054 *Australian Additional Disclosures*.

### 2 Summary of Significant Accounting Policies

#### (a) Income Tax

The Club is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Club and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Revenue is recognised when the Club is entitled to it.

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

#### Sale of goods

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

#### Donations

Donations and bequests are recognised as revenue when received.

#### Interest revenue

Interest is recognised using the effective interest method.



## **Notes to the Financial Statements**

**For the Year Ended 31 October 2022**

### **2 Summary of Significant Accounting Policies**

#### **(b) Revenue and other income**

##### **Other income**

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

#### **(c) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). 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 statement of financial position are shown inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### **(d) Leases**

At inception of a contract, the Club assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Club has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Club has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

At the lease commencement, the Club recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Club believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Club's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Club's assessment of lease term.

## Notes to the Financial Statements

For the Year Ended 31 October 2022

### 2 Summary of Significant Accounting Policies

(d) **Leases**

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(e) **Borrowing costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

(f) **Cash and cash equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

(g) **Inventories**

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the weighted average costs basis and is net of any rebates and discounts received.

Net realisable value represents the estimated selling price for inventories.

(h) **Property, plant and equipment**

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

**Depreciation**

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Club, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Plant and equipment	10
Gaming machines	20

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

## **Notes to the Financial Statements**

**For the Year Ended 31 October 2022**

### **2 Summary of Significant Accounting Policies**

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

#### **(i) Intangibles**

Gaming machine licenses are carried at the board's valuation. The gaming machine licenses have an indefinite life, as they do not deteriorate, and are tested annually for impairment.

#### **(j) Impairment of assets**

At the end of each reporting period, the Club assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs of disposal and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in profit or loss.

Where it is not possible to estimate the recoverable amount of an individual asset, the Club estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### **(k) Employee benefits**

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employees who have not reached the eligible length of service have not been included in the provision.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements.

#### **(l) Adoption of new and revised accounting standards**

The Club has adopted all standards which became effective for the first time at 31 October 2022, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Club.

#### **(n) Going concern**

West Adelaide Footballers Club has a current net asset deficiency at 31 October 2022 of \$32,560 (2021: \$175,321). The Club recorded a surplus for the year ended 31 October 2022 of \$58,492 (2021: surplus of \$34,904).

The ability of the Club to continue as a going concern, including the ability to pay its debts as and when they fall due is dependent upon the continued support of its financiers, gate receipts and other sources including the South Australian National Football League distributions.



## West Adelaide Footballers Club

### Notes to the Financial Statements

For the Year Ended 31 October 2022

#### 3 Cash and Cash Equivalents

	2022	2021
	\$	\$
Cash at bank and in hand	106,837	110,948
Bank overdraft	(44,544)	(32,518)
	<u>62,293</u>	<u>78,430</u>

#### Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:

Cash and cash equivalents	62,293	78,430
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#### 4 Trade and Other Receivables

##### CURRENT

Trade receivables	32,191	19,966
Loan - West Adelaide Football Club	40,063	(70,934)
<b>Total current trade and other receivables</b>	<u>72,254</u>	<u>(50,968)</u>

#### 5 Inventories

##### CURRENT

At cost:

Inventory - liquor	22,736	23,579
Inventory - food	7,258	5,983
<b>Total inventory</b>	<u>29,994</u>	<u>29,562</u>

#### 6 Other Assets

##### CURRENT

Prepayments	26,725	-
Clearing account	17,389	-
	<u>44,114</u>	<u>-</u>

## West Adelaide Footballers Club

### Notes to the Financial Statements For the Year Ended 31 October 2022

#### 7 Property, plant and equipment

	2022	2021
	\$	\$
Plant and equipment		
At cost	266,835	329,383
Accumulated depreciation	(196,754)	(242,617)
Total plant and equipment	<u>70,081</u>	<u>86,766</u>
Gaming machines		
At cost	619,175	619,175
Accumulated depreciation	(468,792)	(401,208)
Total Gaming machines	<u>150,383</u>	<u>217,967</u>
<b>Total property, plant and equipment</b>	<u><b>220,464</b></u>	<u><b>304,733</b></u>

#### 8 Intangible Assets

Total Intangible assets	<u>1,050,000</u>	<u>525,000</u>
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The club is licensed to operate 35 gaming machines. In the 2022 gaming machine license trading round, the vendor price of a gaming machine licence was \$30,000. This would give the 35 licenses held a value of \$1,050,000.

#### 9 Trade and Other Payables

##### CURRENT

Trade payables	64,627	50,849
Tax payables	105,177	68,798
Other payables	62,763	39,040
<b>Total payables</b>	<u><b>232,567</b></u>	<u><b>158,687</b></u>

#### 10 Employee Benefits

Annual leave	8,648	14,963
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#### 11 Reserves

##### Asset revaluation reserve

The revaluation reserve records the movement in the fair value of Gaming Machine Entitlements.

#### 12 Auditors' Remuneration

Remuneration of the auditor Bentleys SA Audit Partnership, for:  
- auditing the financial statements

7,500	7,100
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## West Adelaide Footballers Club

### Notes to the Financial Statements

For the Year Ended 31 October 2022

#### 13 Contingencies

In the opinion of the Committee of Management, the Club did not have any contingencies at 31 October 2022 (31 October 2021:None).

#### 14 Cash Flow Information

##### (a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2022	2021
	\$	\$
Profit for the year	58,492	34,904
Non-cash flows in profit:		
- depreciation	86,827	82,504
- disposal of property, plant and equipment	-	(16,000)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(123,222)	4,805
- (increase)/decrease in other assets	(44,114)	-
- (increase)/decrease in inventories	(434)	(2,475)
- increase/(decrease) in trade and other payables	73,879	22,833
- increase/(decrease) in provisions	(6,312)	9,023
Cashflows from operations	<u>45,116</u>	<u>135,594</u>

#### 15 Events after the end of the Reporting Period

The financial report was authorised for issue on 31 January 2023 by the Committee of Management.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Club, the results of those operations or the state of affairs of the Club in future financial years.

#### 16 Statutory Information

The registered office and principal place of business of the Club is:

West Adelaide Footballers Club  
57 Milner Road  
Richmond SA 5033

**West Adelaide Footballers Club**

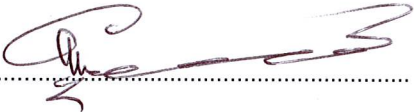
**Statement by Members of the Committee**

The committee has determined that the Club is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 2 to 12:

1. Presents fairly the results of the operations of West Adelaide Footballers Club as at 31 October 2022 and the state of its affairs for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that West Adelaide Footballers Club 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:

President ..... 

Treasurer ..... 

Dated 31 JANUARY 2023



**Bentleys SA Audit Partnership**

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## **Independent Audit Report to the members of West Adelaide Footballers Club Inc**

### **Opinion**

We have audited the accompanying financial report, being a special purpose financial report, of West Adelaide Footballers Club Inc, which comprises the statement of financial position as at 31 October 2022, 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, including a summary of significant accounting policies and the statement by the members of the board.

In our opinion, the financial report gives a true and fair view of the financial position of West Adelaide Footballers Club Inc as of 31 October 2022, and of its financial performance and its cash flows for the year then ended in accordance with accounting policies described in Note 1 to the financial statements and the *Associations Incorporation Act (SA) 1985*.

### **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 entity 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 for distribution to members for the purpose of fulfilling the Board's financial reporting obligations under the *Associations Incorporation Act (SA) 1985*. 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 Management and Those Charged with Governance for the Financial Report**

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Incorporation Act (SA) 1985*, and for such internal control as the Board and management 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, management is responsible for assessing the entity'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 management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

#### **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.

#### **BENTLEYS SA AUDIT PARTNERSHIP**



**DAVID FRANCIS**  
PARTNER

Dated at Adelaide this 31<sup>st</sup> day of January 2023.