

WAKEHURST SOCCER CLUB INC.

ABN: 27 434 049 165



Annual Financial Report For The Year Ended
30 September 2007

WAKEHURST SOCCER CLUB INCORPORATED

30 September 2007

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TREASURER'S REPORT

For the year ended 30 September 2007, the Wakehurst Soccer Club recorded an operating profit of \$831 compared to an operating profit of \$37,120 in the prior year. The decrease in operating profit is as a result of the following movements:

	\$
Operating profit for the year end 30 September 2006	37,120
Net player subscriptions decreased slightly, mainly due to changes in the distribution of players among age groups;	-1,727
Increased profits achieved at Hews Parade canteen mainly from increased trading activity due to the summer soccer competition at the beginning of the year;	934
Decreased profits achieved at Lionel Watts mainly due to the wash out of a number of Premier League home games and holding tiger news pickup on Friday nights at Hews	-912
Decreased sponsorship revenue due largely to the committee position of sponsorship manager being vacant throughout the season;	-2,936
Decreased profits from the sale of team photos;	-1,500
Decreased profits from social functions and fund raising efforts;	-5,476
Decreased profits achieved from football fanatics holiday coaching camps;	-5,530
Decreased profits through not running a summer soccer competition;	-9,110
Increased profitability from gear sales;	4,068
Increased MWFA registration fees expense due to increases in registration fees;	-15,624
Increased costs of awards and trophies;	-4,350
Increased printing costs due to an increase in the amount of printed material distributed this year;	-2,588
Decrease in the expenses for shirts and balls this year due to the amount of stock held over from last year;	6,670
Increased in the level of sundry revenue received due mainly to the club winning prize money in some tournaments throughout the year;	1,017
Decreased Premier League, AL1 and LA1 expenses due to a number of home weekends being rained out and by sourcing gear provided to the squads more economically;	1,343
Decrease in committee expenses for the year;	2,884
Decrease in building expenses incurred at Lionel Watts and Hews Parade;	2,049
Decrease in ground marking, ground maintenance and ground hire expenses;	2,267
Increase in the provision for Bad Debts;	-7,444
Incidental movements in other costs including advertising costs, bank fees, photocopying, postage, repairs, telephone expenses and website costs.	-324
Operating profit for the year end 30 September 2007	831

The operating result achieved in 2007 was quite positive, despite generating substantially less income than last year. The fact that we have still been able to generate a profit under difficult conditions is very pleasing and a credit to all those who were involved with the club this year. There were a number of initiatives we were able to continue this year although, unfortunately, there were some we were unable to continue with as well.

This year we conducted holiday coaching camps in both school holidays during the season which, whilst not as popular as last year, still managed to generate over \$5,000 for the club and help to increase the skills of our players. Unfortunately, we were unable to run a summer soccer competition this year due to lack of support, however, hopefully this is a program we can recommence at some time in the future.

To continue to aid the development of our players we also provided all players with a free soccer ball at the beginning of the season to enable them to both practice at home as well as ensuring all players had access to a ball at team training sessions.

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
TREASURER'S REPORT (cont'd)

Due to the size of the club there are a number of areas that may require some spending next year to continue to provide benefits to members and help keep the club in a good position for the future. It may be appropriate to commit financial resources into the following areas:

Hews Parade Building Maintenance. The building at Hews Parade is currently in need of some repairs and maintenance to ensure that equipment stored there is retained in a safe and secure manner. This will also help us to provide appropriate amenities for twilight soccer , sub-junior games, and summer soccer;

Administrative Support. The continued growth of the club is placing significant pressures on committee members. It may be appropriate to obtain some paid administrative assistance or look at an incentive scheme to attract players/parents to serve on the committee;

Coaching Initiatives. Given the level of surplus funds, it may be appropriate to increase spending on coaching programs and initiatives to aid in player skill development. This will help the club to become stronger and more competitive over the coming years;

Ground Maintenance. Given the fact that our grounds are heavily used throughout the year and given the current financial constraints of Warringah Council, it may be necessary to spend money on improving our playing fields;

Playing lights at Ararat Reserve. At present the club is looking at the possibility of having lights installed at Ararat reserve. This would increase the training fields available for use and it could also help facilitate the playing of night games there in the future. If this initiative goes ahead the cost to the club will be minimised due to external funding grants.

Whilst the results for the year are positive, compared to last year's results as well as compared to some other clubs in the Association, there are a number of areas which could be improved upon. There is definitely a need for members of the club to take a much greater involvement in our fundraising activities, whether that is from providing the club sponsorship, selling or buying more raffle tickets, attendance at events such as bingo and trivia nights, helping out in the canteens, or simply supporting the club through canteen and merchandise purchases.

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
INCOME STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2007

	Note	2007	2006
		\$	\$
INCOME			
Players Subscriptions		230,097	231,824
Advertising and Sponsorship		3,409	6,345
Interest Received		7,315	7,559
Clothing Sales		4,669	6,035
Canteen Sales			
- Hews Parade		18,376	21,591
- Lionel Watts		14,124	19,598
- Lionel Watts Bar		3,548	10,280
Profit from the sale of Photographs		2,650	4,150
Profit on Social Functions			
- Senior Presentation Night		(1,959)	(386)
- Wakehurst Raffle		2,809	5,903
- Trivia Night		-	809
Holiday Training Camps		5,343	10,873
Summer Soccer		-	29,364
Sundry Income		4,869	3,852
		<u>295,250</u>	<u>357,797</u>
EXPENDITURE			
MWFA Registration Fees			
- Registration Fees		32,876	28,235
- Cromer Park Levy		15,080	14,940
- MWSA Administration Officer		47,982	40,745
- Referees Fees		16,003	12,647
- Funding of Representative Teams		15,080	14,940
- Sporting Union Levy		4,524	4,482
- Soccer Australia Levy		10,641	10,567
- Player Insurance		28,609	28,615
Total MWFA Registration Fees		<u>170,795</u>	<u>155,171</u>
Other Registration Expenses		44	769
Trophies and Medallions		17,975	13,625
Printing Costs		6,680	4,092
Players Equipment			
- Club Gear		8,823	16,109
- Balls		11,971	11,355
Ground Maintenance		945	1,590
Ground Marking		3,855	4,342
Ground Hire		375	1,510
Premier League, AL1 & LA1 Expenses		5,334	5,193
Premier League Game Day Food		1,067	2,551
Champion of Champion/State Cup Expenses		54	544
Gala Days		895	792
Hews Parade Building Expenses		100	2,114
Lionel Watts Building Expenses		1,055	1,090
Insurance		611	-
Interest		747	-
Grading Day Expenses		102	154
Advertising		4,459	4,558
Merchant Card Expenses		1,862	1,634
Bank Charges and Government Duties		970	872
Postage Costs		1,462	759
Under 6 Additional Presentation Day		-	600

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
INCOME STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2007 (cont'd)

	Note	2007 \$	2006 \$
Coaching Expenses			
- Team Coaches		8,570	6,000
- Coach the Coaches		5,000	5,000
- Coaches/Managers Expenses		198	745
- Training Aids		1,364	3,039
Committee Expenses		572	3,456
Canteen Expenses			
- Hews Parade		10,968	15,117
- Lionel Watts		9,497	13,605
- Lionel Watts Bar		1,027	8,213
Purchases of Gear and Clothing		2,087	7,521
Photocopy Expenses		-	-
Provision for Bad Debt		7,444	-
Telephone Expenses		434	1,100
Website Costs		-	600
Fines Paid to MWSA		714	200
Donations & Tributes		500	100
Depreciation – Fixed Assets		4,264	3,834
Summer Soccer Expenses		-	20,254
Sundry Expenses		1,599	2,469
		294,418	320,677
Profit before income tax		831	37,120
Income tax expense		-	-
Profits after income tax		831	37,120
RETAINED PROFITS AT THE BEGINNING OF THE FINANCIAL YEAR		141,896	104,776
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR		142,727	141,896

The accompanying notes form part of this financial report.

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
BALANCE SHEET AS AT 30 SEPTEMBER 2007

	Note	2007 \$	2006 \$
CURRENT ASSETS			
Cash and cash equivalents		136,724	162,210
Trade and other receivables	2	15,909	7,520
Prepayments		-	909
Stock on Hand		23,755	6,883
TOTAL CURRENT ASSETS		<u>176,388</u>	<u>177,522</u>
NON CURRENT ASSETS			
Property, plant and equipment	3	<u>15,885</u>	<u>16,334</u>
TOTAL NON-CURRENT ASSETS		<u>15,885</u>	<u>16,334</u>
TOTAL ASSETS		<u>192,273</u>	<u>193,856</u>
CURRENT LIABILITIES			
Trade and other payables		4,501	12,534
Accruals		11,857	11,926
Other provisions	4	<u>33,188</u>	<u>27,500</u>
TOTAL CURRENT LIABILITIES		<u>49,546</u>	<u>51,960</u>
NON CURRENT LIABILITIES			
		<u>-</u>	<u>-</u>
TOTAL NON CURRENT LIABILITIES		<u>-</u>	<u>-</u>
TOTAL LIABILITIES		<u>49,546</u>	<u>51,960</u>
NET ASSETS		<u>142,727</u>	<u>141,896</u>
MEMBERS' FUNDS			
Retained profits		<u>142,727</u>	<u>141,896</u>
TOTAL MEMBERS' FUNDS		<u>142,727</u>	<u>141,896</u>

The accompanying notes form part of this financial report.

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
CASH FLOW STATEMENT FOR YEAR ENDED 30 SEPTEMBER 2007

	Note	2007 \$	2006 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		347,713	387,882
Operating grants receipts		2,700	-
Payments to suppliers		(379,398)	(349,767)
Interest received		7,315	7,559
Net cash provided by operating activities	5	(21,671)	45,674
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Purchase of property, plant and equipment		(3,815)	(19,268)
Net cash provided by (used in) investing activities		(3,815)	(19,268)
Net increase in cash held		(25,486)	26,406
Cash at beginning of year		162,210	135,804
Cash at end of year		136,724	162,210

The accompanying notes form part of these financial statements.

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2007

Note 1 Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared for use by the committee and members of the incorporated entity. The committee and members have determined that the incorporated entity is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

AAS 5	Materiality
AAS 8	Events Occurring After Reporting Date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report is been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

(a) Property, Plant and Equipment

Property, plant and equipment are included at cost, independent or directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the club.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

(c) Income Tax

The club is exempt from income tax as per Section 50 of the Income Tax Assessment Act 1997.

	2007 \$	2006 \$
Note 2 Trade and Other Receivables		
Trade debtors	8,688	224
GST receivable	7,221	7,296
	<u>15,909</u>	<u>7,520</u>

Note 3 Property, Plant and Equipment

Plant and Equipment	50,079	46,265
Less accumulated depreciation	(34,194)	(29,931)
	<u>15,885</u>	<u>16,334</u>

Note 4 Provisions

Provisions for Balls	5,000	5,000
Provisions for Shirts	5,000	5,000
Provisions for Ground Improvements	15,000	15,000
Provision for Coaching Expenses	-	2,500
Provision for Bad Debts	8,188	-
	<u>33,188</u>	<u>27,500</u>

Note 5 Reconciliation of Cash Flow from Operations

Profit for the year	831	37,120
Non-cash flows in profit		
Depreciation	4,264	3,834
Changes in assets and liabilities		
(Increase)/decrease in trade debtors	(8,389)	(7,360)
(Increase)/decrease in prepayments	909	(909)
(Increase)/decrease in inventories	(16,872)	1,602
Increase/(decrease) in trade payables	(8,033)	6,241
Increase/(decrease) in accruals	(69)	4,946
Increase/(decrease) in provisions	5,688	-
	<u>(21,671)</u>	<u>45,474</u>

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
STATEMENT BY MEMBERS OF THE COMMITTEE

The committee has determined that Wakehurst Soccer Club Incorporated is not a reporting entity *and* that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The members of the committee of Wakehurst Soccer Club Incorporated declare that:

1. The financial statements and notes present fairly the club's financial position as at 30 September 2007 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 satisfy the financial reporting requirements of the Associations Incorporations Act
2. In the members of the committee's opinion there are reasonable grounds to believe that Wakehurst Soccer Club Incorporated will be able to pay its debts as and when they become due and payable.

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

President

Drew Benjamin

Treasurer

Jane Jewell

Dated this

day of

2008

WAKEHURST SOCCER CLUB INCORPORATED ABN: 27 434 049 165
COMPILATION REPORT TO WAKEHURST SOCCER CLUB INCORPORATED

Scope

On the basis of the information provided by the Committee of Management of Wakehurst Soccer Club Incorporated I have compiled, in accordance with APS 9: Statement of Compilation of Financial Reports the special purpose financial report of Wakehurst Soccer Club Incorporated for the period ended 30 September 2007 comprising the attached Income Statement, Balance Sheet, Cash Flow Statement, and accompanying Notes to the Financial Statements.

The specific purpose for which the special purpose financial report has been prepared is set out in Note 1. The extent to which Accounting Standards and other mandatory professional reporting requirements have or have not been adopted in the preparation of the special purpose financial report is set out in Note 1.

The Committee of Management is solely responsible for the information contained in the special purpose financial report and has determined that the accounting policies used are consistent with the financial reporting requirements of the Associations Incorporation Act 1984 and the Association's Constitution and are appropriate to meet the needs of the Committee of Management and the members of the entity.

My procedures use accounting expertise to collect, classify and summarise the financial information which the Committee of Management provided into a financial report. Our procedures do not include verification or validation of procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, I do not accept liability for any loss or damage which any person, other than the Association, may suffer arising from any negligence on my part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the committee and members of the Association and the purpose identified above. I do not accept responsibility to any other person for the contents of the special purpose

Limitation

A substantial portion of the Association's income is derived from player subscriptions and canteen sales. As effective control over such transactions is not established until they are entered into the accounting records, the members of the committee's opinion relating to such income was therefore limited to ensuring that the amounts receipted are properly recorded in the accounts. Accordingly, no assurance is given on whether all income has been properly receipted and banked. As 2007 is my first review year, I do not express an opinion on last years comparative amounts.

A . Tsamouras

MTMA Practising Accountant

Date 25/02/2008