

Hawks Sporting Club Inc.

47 452 343 947

Financial Statements

For the Year Ended 30 June 2022

Hawks Sporting Club Inc.

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For the Year Ended 30 June 2022

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Hawks Sporting Club Inc.

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Committee's Report 30 June 2022

The committee members submit the financial report of the Association for the financial year ended 30 June 2022.

1. General information

Committee members

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

President	Chad Polinski
Vice president	Des Warnock
Secretary	Michelle Willoughby
Treasurer	Mark McGauley - Resigned July 2022
Treasurer	Rebecca Fuller - Appointed July 2022

Principal activities

The principal activity of the Association during the financial year was the operation and management of grassroots AFL in the junior, youth, womens and mens space.

Significant changes

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

2. Operating results and review of operations for the year

Operating result

The surplus of the Association for the financial year amounted to \$ (1,005)(2021: \$ 44,767).

3. Other items

Events after the reporting date

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

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Hawks Sporting Club Inc..

Hawks Sporting Club Inc.

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Committee's Report
30 June 2022

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

Committee member:

Committee member:

Dated this day of 2022

Hawks Sporting Club Inc.

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Statement of Profit or Loss For the Year Ended 30 June 2022

		2021 (9 months)
	2022	2021
	\$	\$
Revenue		
Sale of goods and services	4 178,817	190,161
Finance income	1	7
Net gains on sale of assets	(3,052)	-
Other income	4 298,786	196,375
Total revenue	474,552	386,543
Expenditure		
Depreciation	75,157	54,148
Employee benefits expense	-	1,094
Finance expenses	8,728	4,906
Other operating expenses	5 315,404	207,253
Cost of goods sold	76,268	74,375
Total expenditure	475,557	341,776
Surplus/(deficit) for the year	(1,005)	44,767

The accompanying notes form part of these financial statements.

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Statement of Assets and Liabilities

As At 30 June 2022

		2021 (9 months)
	2022	2021
Note	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	6 182,304	127,888
Trade and other receivables	7 7,710	3,000
TOTAL CURRENT ASSETS	190,014	130,888
NON-CURRENT ASSETS		
Property, plant and equipment	8 1,563,375	1,638,990
TOTAL NON-CURRENT ASSETS	1,563,375	1,638,990
TOTAL ASSETS	1,753,389	1,769,878
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	9 103,299	59,506
Financial liabilities	10 6,445	35,450
Loans from members	24,850	24,850
TOTAL CURRENT LIABILITIES	134,594	119,806
NON-CURRENT LIABILITIES		
Financial liabilities	10 -	5,908
Loans from members	55,249	79,613
TOTAL NON-CURRENT LIABILITIES	55,249	85,521
TOTAL LIABILITIES	189,843	205,327
NET ASSETS	1,563,546	1,564,551
MEMBERS' FUNDS		
Accumulated surplus	1,563,546	1,564,551
TOTAL MEMBERS' FUNDS	1,563,546	1,564,551

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity For the Year Ended 30 June 2022

2022

	Accumulated Surplus \$	Total \$
Balance at 1 July 2021	1,564,551	1,564,551
Net result attributable to members	(1,005)	(1,005)
Balance at 30 June 2022	1,563,546	1,563,546

2021

	Accumulated Surplus \$	Total \$
Balance at 1 July 2020	1,519,784	1,519,784
Net result attributable to members	44,767	44,767
Balance at 30 June 2021	1,564,551	1,564,551

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021 (9 months)
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	469,842	395,085
Payments to suppliers and employees	(350,106)	(315,241)
Interest received	1	7
Interest paid	(6,502)	(2,801)
Net cash provided by/(used in) operating activities	12 <u>113,235</u>	<u>77,050</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Movement in property, plant and equipment	<u>458</u>	(60,142)
Net cash provided by/(used in) investing activities	<u>458</u>	(60,142)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Borrowings from External Parties	(34,913)	(21,584)
Borrowings from Related Parties	(24,364)	(32,787)
Net cash provided by/(used in) financing activities	<u>(59,277)</u>	(54,371)
Net increase/(decrease) in cash and cash equivalents held	54,416	(37,463)
Cash and cash equivalents at beginning of year	<u>127,888</u>	165,351
Cash and cash equivalents at end of financial year	6 <u><u>182,304</u></u>	<u><u>127,888</u></u>

The accompanying notes form part of these financial statements.

Hawks Sporting Club Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2022

The financial statements cover Hawks Sporting Club Inc. as an individual entity. Hawks Sporting Club Inc. is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007)* ('the Act').

The functional and presentation currency of Hawks Sporting Club Inc. is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association 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 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

2 Summary of Significant Accounting Policies

(a) 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 Association 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.

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.

Grant revenue

Grant revenue is recognised in the statement of profit or loss as revenue when received.

Hawks Sporting Club Inc. receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of assets and liabilities, with a corresponding amount of income recognised in the statement of profit or loss.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Donations

Donations and bequests are recognised as revenue when received.

Interest revenue

Interest is recognised using the effective interest method.

Other revenue

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

(b) Income Tax

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

(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).

Receivables and payable are stated 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) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

(e) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of purchased inventory are determined after deducting any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(f) 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 significantly less than fair value have been recorded at the acquisition date fair value.

Notes to the Financial Statements

For the Year Ended 30 June 2022

2 Summary of Significant Accounting Policies

(f) Property, plant and equipment

Depreciation

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

(g) 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.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements 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 - impairment of property, plant and equipment

The Association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

Key estimates - Useful lives of depreciable assets

Management reviews the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets to the association. Actual results, however, may vary due to technical obsolescence.

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Notes to the Financial Statements For the Year Ended 30 June 2022

4 Revenue and Other Income

	2022	2021 (9 months)
	\$	\$
Sales of goods and services		
Sales - beverages	112,154	168,973
Sales - dog wash	5,293	4,078
Sales - food	61,370	17,026
Other sales	-	84
Total sales of goods and services	178,817	190,161
Other revenue		
Acquitted insurance revenue	22,436	-
Donations and fundraising	1,447	14,058
Functions and room hire	31,460	19,834
Grant income	82,229	21,752
Other income	74	38,394
Player registration income	96,358	58,792
Sponsorship income	64,782	43,545
Total other revenue	298,786	196,375

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Notes to the Financial Statements For the Year Ended 30 June 2022

5 Result for the Year

The result for the year includes the following specific expenses:

	2022	2021
	\$	(9 months) \$
Other expenses		
Accounting fees	8,506	451
AFLQ fees	44,207	17,447
Bookkeeping	1,505	1,038
Cleaning	5,110	4,119
Electricity and water	27,193	17,723
Equipment rental	8,230	3,572
Football ground maintenance	13,487	6,885
Football training and coach courses	4,739	3,223
Insurance	5,831	4,483
Medical supplies	15,839	5,688
Other operating expenses	37,499	4,325
Permits, licenses and fees	(9)	1,581
Player payments	22,900	7,350
Player registration fees	(133)	4,056
Rates and taxes	1,772	22,762
Repairs and maintenance	41,771	8,646
Signage	3,131	668
Subscriptions	291	291
Telephone and internet	1,923	3,041
Trainers and umpires	2,645	1,630
Trophies and medallions	5,862	3,637
Uniforms and merchandise	59,854	83,370
Waste disposal	3,252	1,270
Total other expenses	315,405	207,253

6 Cash and Cash Equivalents

	2022	2021
	\$	(9 months) \$
Cash at bank and in hand	182,304	127,888
Total cash and cash equivalents	182,304	127,888

Hawks Sporting Club Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2022

7 Trade and Other Receivables

	2022 \$	2021 (9 months) \$
CURRENT		
Trade receivables	7,710	3,000
Total current trade and other receivables	7,710	3,000

8 Property, plant and equipment

	2022 \$	2021 (9 months) \$
Buildings		
At cost	1,548,409	1,548,891
Accumulated depreciation	(251,094)	(212,601)
Total buildings	1,297,315	1,336,290
Total land and buildings	1,297,315	1,336,290
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	170,641	269,926
Accumulated depreciation	(134,426)	(209,349)
Total plant and equipment	36,215	60,577
Furniture, fixtures and fittings		
At cost	79,339	200,675
Accumulated depreciation	(77,249)	(200,675)
Total furniture, fixtures and fittings	2,090	-
Carpark		
At cost	130,539	133,697
Accumulated depreciation	(27,912)	(26,321)
Total carpark	102,627	107,376
Coaching box		
At cost	47,473	47,473
Accumulated depreciation	(3,875)	(2,688)
Total coaching box	43,598	44,785
Ground lighting		
At cost	149,486	149,486

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Notes to the Financial Statements For the Year Ended 30 June 2022

8 Property, plant and equipment

Accumulated depreciation	(67,956)	(60,590)
Total ground lighting	81,530	88,896
Irrigation		
At cost	160,415	174,949
Accumulated depreciation	(160,415)	(173,883)
Total irrigation	-	1,066
Total plant and equipment	266,060	302,700
Total property, plant and equipment	1,563,375	1,638,990

The club was flooded during the current financial year. The flood caused damage to the buildings held by the club causing the value to be impaired.

9 Trade and Other Payables

	2022	2021
	\$	(9 months) \$
CURRENT		
Trade payables	38,244	1,726
ATO payable	55,842	52,152
GST payable	9,065	3,149
Mastercard	147	1,183
Other payables	-	1,296
Total current trade and other payables	103,299	59,506

10 Borrowings

	2022	2021
	\$	(9 months) \$
CURRENT		
CBA loans	5,908	35,450
Unexpired Interest	537	-
Total current borrowings	6,445	35,450
NON-CURRENT		
CBA loans	-	5,908
Total non-current borrowings	-	5,908

Hawks Sporting Club Inc.

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Notes to the Financial Statements

For the Year Ended 30 June 2022

11 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2022 (30 June 2021:None).

12 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
	\$	(9 months) \$
Profit for the year	(1,005)	44,767
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	75,157	54,148
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(4,710)	8,548
- (increase)/decrease in inventories	-	6,805
- increase/(decrease) in trade and other payables	43,793	(37,218)
Cashflows from operations	<u>113,235</u>	<u>77,050</u>

13 Events after the end of the Reporting Period

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

14 Statutory Information

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

Hawks Sporting Club Inc.
120 Lemke Road
TAIGUM
Brisbane QLD 4018

Hawks Sporting Club Inc.

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Statement by Members of the Committee

The committee has determined that the Association 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 3 to 14:

- 1. Presents fairly the financial position of Hawks Sporting Club Inc. as at 30 June 2022 and its performance for the year ended on that date.
- 2. At the date of this statement, there are reasonable grounds to believe that Hawks Sporting Club Inc. 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:

Committee member Committee member

Dated

Hawks Sporting Club Inc.

Independent Audit Report to the members of Hawks Sporting Club Inc.

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Hawks Sporting Club Inc. (the Association), which comprises the statement of assets and liabilities as at 30 June 2022, the statement of profit or loss, the statement of changes in equity and the 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 members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 30 June 2022 is prepared, in all material respects, in accordance with the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007).

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 ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in [Enter Compliance Requirements]. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007), and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association'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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

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

Hawks Sporting Club Inc.

Independent Audit Report to the members of Hawks Sporting Club Inc.

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.

Location