

**BRISBANE METROPOLITAN TOUCH
ASSOCIATION INC.
ABN 39 414 343 528**

AUDITED FINANCIAL REPORT

**FOR THE YEAR ENDED
31 DECEMBER 2012**

**BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
BOARD OF MANAGEMENT REPORT**

Your board of management members submit the financial report of Brisbane Metropolitan Touch Association Inc. for the financial year ended 31 December 2012.

Board of Management

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

Sean Slinger	Chairman
Nicole Barker	
Peter Jeavons	
Peter Ridgewell	
Vince Morrison	

Principal Activities

The principal activity of the association during the financial year was to organise Touch Football competitions for its members. This involved providing venues, facilities and an operational structure to carry out the competitions.

The association is affiliated with Touch Football Australia.

Significant Changes

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

Operating Result

The profit for the year was \$89,372.49

Signed in accordance with a resolution of the members of the board of management:

Chairman

Director.....

Dated this..... day of 2013

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC

ABN 39 414 343 528

INCOME AND EXPENDITURE STATEMENT

FOR YEAR ENDED 31 DECEMBER 2012

	Note	2012 \$	2011 \$
Canteen Trading			
Sales & commissions		216,395.54	168,596.61
		<u>216,395.54</u>	<u>168,596.61</u>
Cost of Sales			
Purchases & freight		93,602.19	82,152.54
		<u>93,602.19</u>	<u>82,152.54</u>
Gross Profit		122,793.35	86,444.07
Canteen Expenses			
Direct expenses		13,556.94	10,160.03
Staff wages		25,609.79	23,563.17
		<u>39,166.73</u>	<u>33,723.20</u>
Net Profit Canteen		<u>83,626.62</u>	<u>52,720.87</u>
Income			
Canteen Trading		83,626.62	52,720.87
Administration support - BCTA		75,200.60	117,409.60
Competition fees		793,146.01	753,786.02
Grants		12,665.00	2,727.27
Interest		6,398.78	3,367.44
Merchandising		6,603.31	9,944.94
Other		95,517.21	105,787.60
Representative competitions & special events		135,320.78	150,485.17
TOTAL INCOME		<u>1,208,478.31</u>	<u>1,196,228.91</u>

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC

ABN 39 414 343 528

INCOME AND EXPENDITURE STATEMENT

FOR YEAR ENDED 31 DECEMBER 2012

	Note	2012 \$	2011 \$
EXPENDITURE			
Administration			
Advertising		8,068.24	15,281.05
Audit, accounting fees & professional fees		10,429.50	19,090.05
Clubhouse		11,405.42	38,501.31
Depreciation		45,770.45	49,270.26
Employee superannuation		29,411.04	28,838.17
Employee wages & salaries		270,225.72	241,753.63
Employment costs		6,696.38	3,242.39
Operations support BCTA		8,653.97	115,676.17
Other		31,895.05	49,219.73
Services & utilities		35,261.35	49,505.69
Total Administration Expenses		457,817.12	610,378.45
Competitions			
Referees		187,238.82	153,046.63
Affiliation (BCTA, QTA, TFA)		202,005.54	182,634.10
Other		64,281.11	62,718.21
Special events		24,783.35	106,856.02
Total Competitions Expenses		478,308.82	505,254.96
Fields			
Ground staff wages		69,709.09	56,095.60
Preparation & maintenance		113,270.79	140,416.71
Total Fields Expenses		182,979.88	196,512.31
TOTAL EXPENDITURE		1,119,105.82	1,312,145.72
Profit/(Loss)		89,372.49	(115,916.81)

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC

ABN 39 414 343 528

ASSETS AND LIABILITIES STATEMENT

AS AT 31 DECEMBER 2012

	Note	2012 \$	2011 \$
CURRENT ASSETS			
Cash	4	76,706.88	36,939.04
Receivables & prepayments	5	100,427.60	185,659.77
Stock on hand		14,238.61	15,950.03
TOTAL CURRENT ASSETS		<u>191,373.09</u>	<u>238,548.84</u>
NON-CURRENT ASSETS			
Leasehold building & improvements	1b,6	133,099.66	151,688.66
Plant & Equipment	1b,6	101,176.72	123,471.81
TOTAL NON-CURRENT ASSETS		<u>234,276.38</u>	<u>275,160.47</u>
TOTAL ASSETS		<u>425,649.47</u>	<u>513,709.31</u>
CURRENT LIABILITIES			
Payables & accruals	7	95,656.76	277,943.16
Income in Advance		3,712.50	-
Provsion for annual leave	1d	16,253.39	15,917.28
TOTAL CURRENT LIABILITIES		<u>115,622.65</u>	<u>293,860.44</u>
NON-CURRENT LIABILITIES			
Provision for long service leave	1d	7,579.29	6,773.83
TOTAL NON-CURRENT LIABILITIES		<u>7,579.29</u>	<u>6,773.83</u>
TOTAL LIABILITIES		<u>123,201.94</u>	<u>300,634.27</u>
NET ASSETS		<u>302,447.53</u>	<u>213,075.04</u>
MEMBERS' FUNDS			
Retained profits	8	302,447.53	213,075.04
TOTAL MEMBERS' FUNDS		<u>302,447.53</u>	<u>213,075.04</u>

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

Note 1: Summary of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1981 of Queensland. The board of management has determined that the association is not a reporting entity.

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

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

a. Income Tax

No income tax is payable as the Association is an exempt organisation under Section 50-45 of the Income Tax Assessment Act 1997.

b. Property, Plant and Equipment (PPE)

Expenditure relating to the buildings at Whites Hill is fully written off in the year of purchase as the Association leases the property from the Brisbane City Council who, under the terms of the lease, retains ownership of all improvements to the property. In previous years substantial upgrading of facilities were performed by the lessor at an estimated cost of \$900,000. The Association has and will continue to derive significant economic benefits from these upgrades. No expense or future obligation is attached to these upgrades.

All other assets including field lighting are written off over the useful life of each asset using the straight-line method of depreciation.

c. Impairment of Assets

At the end of each reporting period, the entity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

d. Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

e. Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

Note 1: Summary of Significant Accounting Policies

f. Cash and Cash Equivalents

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

g. Revenue and Other Income

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

h. Property Lease

The property lease with the Brisbane City Council for the grounds at Whites Hill, Boundary Road, Camp Hill runs until 31 March 2016 at an annual rental of \$5,145 (inclusive of GST).

i. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of 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 are stated inclusive of the amount of GST receivable or payable.

Note 2: Accumulated Funds

In the event of the winding up of the Association, accumulated funds will not be distributed to members. The funds are to be distributed to another body incorporated with a similar constitution and objectives to the Association. Otherwise the funds are to be returned to the relevant body which originally granted the funds to the Association.

Note 3: Contingent Liability

Unquantifiable

A former employee has lodged an unfair dismissal claim against the Association. The board of management will defend this claim. Therefore, at the time of this report it is not possible to quantify the contingent liability.

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC
ABN 39 414 343 528
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

	2012	2011
	\$	\$
4. CASH		
Petty cash	300.00	-
Cash on hand	400.00	400.00
Operating account	15,882.13	34,804.04
Investment account	60,124.75	1,735.00
	76,706.88	36,939.04
5. RECEIVABLES & PREPAYMENTS		
Trade debtors	17,477.30	57,326.30
Other debtors	54,648.85	76,472.95
Prepayments	6,534.44	22,150.15
GST paid	21,767.01	29,710.37
	100,427.60	185,659.77
6. PROPERTY, PLANT & EQUIPMENT		
Buildings on Leashold Land		
Leasehold building & improvements at cost	754,121.11	754,121.11
Accumulated amortisation	(621,021.45)	(602,432.45)
	133,099.66	151,688.66
Plant & Equipment		
Kitchen equipment at cost	22,568.93	19,768.93
Office and clubhouse equipment at cost	120,785.76	119,376.67
Field maintenance equipment at cost	211,596.23	210,918.96
	354,950.92	350,064.56
Less Accumulated Depreciation	(253,774.20)	(226,592.75)
Total Plant & Equipment	101,176.72	123,471.81
Total Property, Plant & Equipment	234,276.38	275,160.47

BRISBANE METROPOLITAN TOUCH ASSOCIATION INC
ABN 39 414 343 528
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

	2012	2011
	\$	\$
7. PAYABLES & ACCRUALS		
Trade Creditors	49,832.22	190,100.81
Other Creditors	1,184.37	1,912.45
Sundry creditors	4,678.00	-
ATO liability	-	23,303.21
Accrued expenses	-	8,500.00
GST collected	27,952.40	39,809.52
PAYGW	5,182.00	6,257.00
Superannuation	6,827.77	8,060.17
	95,656.76	277,943.16
8. RETAINED PROFITS		
Opening Retained Profits	213,075.04	328,991.85
Net Profit (Loss) attributable to members	89,372.49	(115,916.81)
	302,447.53	213,075.04

**BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT**

The board of management 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 1 to the financial statements.

In the opinion of the board of management the financial report as set out on pages two to nine:

1. Presents a true and fair view of the financial position of Brisbane Metropolitan Touch Association Inc. as at 31 December 2012 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Brisbane Metropolitan Touch Association 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 board of management and is signed for and on behalf of the board of management by:

Chairman

Director.....

Dated this.....day of 2013

**BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.**

I have audited the accompanying financial report, being a special purpose financial report, of Brisbane Metropolitan Touch Association Inc. (the association), which comprises the board of management report, the assets and liabilities statement as at 31 December 2012, the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the board of management.

Board of Management's Responsibility for the Financial Report

The board of management of Brisbane Metropolitan Touch Association Inc. is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act 1981 of Queensland and needs of the members. The board of management's responsibility also includes such internal control as the board of management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, 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 association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

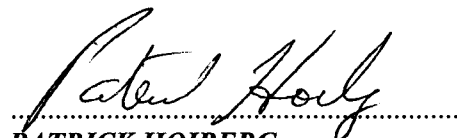
**BRISBANE METROPOLITAN TOUCH ASSOCIATION INC.
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
BRISBANE METROPOLITAN TOUCH ASSOCIATION INC**

Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of Brisbane Metropolitan Touch Association Inc. as at 31 December 2012 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporation Act 1981 of Queensland.

Basis of Accounting and Restriction on Distribution

Without further modifying my opinion, I draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Brisbane Metropolitan Touch Association Inc. to meet the requirements of the Associations Incorporation Act 1981 of Queensland. As a result, the financial report may not be suitable for another purpose.



PATRICK HOIBERG

CHARTERED ACCOUNTANT

108 Wilkie Street, YEERONGPILLY QLD 4105

Registered Company Auditor No. 6298

Dated this.....^{28th}.....day of *February*..... 2013