

# CIRCULAR



PERTH FOOTBALL  
L E A G U E

**Subject:** CLUB PRESIDENT'S MEETING, AGM, FINANCIAL REPORT

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**Audience:** Club Committees, WAAFL Board Members

<b>Summary:</b> <ul style="list-style-type: none"><li>• Club President's Meeting</li><li>• AGM update</li><li>• Audited Financial Report</li></ul>	<b>Action:</b> Information only.
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**AGM; 6.30pm, Monday 18<sup>th</sup> February 2019, East Perth Football Club Social Rooms, Vincent Street, Leederville.**

## **CLUB PRESIDENT'S MEETING**

The Club President's Meeting will be conducted after the AGM (~7pm). Topics for presentation and discussion

- Governance review
- Working with Children Policy change
- Xero – Club financials
- F-Grade
- Player points implementation
- Competition integrity
- Operational matters

## **AGM UPDATE**

### **Board nominations**

Following the AGM Agenda being distributed 21<sup>st</sup> January 2019, Sam Birmingham has withdrawn his nomination for one of two vacant Board positions. (AGM Agenda Item 4.3). His nomination for President has not been withdrawn.

### **Item 4.3 Nominees for two Board positions shall read:**

Rob Steel (Incumbent)  
James Matkovich

In accordance with the WAAFL Constitution (cl.10.5), as the number of persons nominated does not exceed the vacancy to be filled, the candidate at the annual general meeting shall provide a resume of themselves and their appointment must be approved by at least 50% of the members present and eligible to vote.

## Audited 2017/18 Financial Report

The 2017/18 audited Financial Report shows a surplus of \$88,747 (2017: \$88,591, 2016: 70,377).

Major variances to the 2016/17 Financial Report were:-

- Increased income gained from affiliation fees with additional womens teams.
- Increased sales from club playing jumper/shorts and footballs saw net profit increase by 23% to \$103,754 from the 2017 season.
- Grant income from the WAFC was less by \$28k as umpiring was transferred back to the WAFC for the 2018 season. This is also reflected in less expenditure in umpiring.
- Bad debts (\$9k) were incurred relating to the Kelmscott SFC who resigned as a Member Club in March 2018. The debts related to playing shorts, fines incurred and the last instalment of affiliation fees from 2017.
- Club development expenditure increased with playing jumpers provided for new womens teams.
- Less Fees and Charges (\$23k) were expended in 2018 as legal fees were not incurred as the Kelmscott Senior Football Club matter in the State Administrative Tribunal concluded. A portion of the League's legal fees were recovered through insurance.

### Affiliation fees (Cost to Play)

Affiliation fees per team increased by 0.3% from last season.

Year	Cost to Play Per Team	Affiliation Fees	Annual % change
2010	\$3,722	\$792,798	-
2011	\$3,566	\$834,329	-4.4%
2012	\$3,198	\$751,587	-11.5%
2013	\$3,273	\$792,140	2.3%
2014	\$3,111	\$730,989	-5.2%
2015	\$3,021	\$733,993	-3.0%
2016	\$3,012	\$728,936	-0.3%
2017	\$3,110	\$740,132	3.1%
2018	\$3,120	\$773,871	0.3%

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

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**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Note	2018 \$	2017 \$
Revenue	2	1,763,957	1,678,583
Employee benefits expense		(480,982)	(436,513)
Administration expense		(9,340)	(14,851)
Motor vehicle expense		(12,175)	(16,037)
Players insurance		(195,655)	(183,768)
Club functions and events		(118,588)	(114,076)
Ground hire		(228,045)	(221,778)
Operational expenses		(354,322)	(286,409)
Depreciation		(19,443)	(16,192)
Other expenses		(256,660)	(300,369)
<b>Current year surplus/(deficit)</b>		<b>88,747</b>	<b>88,591</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>88,747</b>	<b>88,591</b>
<b>Total comprehensive income attributable to members of the entity</b>		<b>88,747</b>	<b>88,591</b>

The accompanying notes form part of these financial statements

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 OCTOBER 2018**

	Note	2018 \$	2017 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	2,106,217	1,940,887
Accounts receivable and other debtors	4	17,221	93,204
Inventories on hand	5	17,103	9,904
Financial assets	7	138,789	136,273
<b>TOTAL CURRENT ASSETS</b>		<b>2,279,330</b>	<b>2,180,268</b>
<b>NON-CURRENT ASSETS</b>			
Plant & Equipment		61,581	81,024
<b>TOTAL NON-CURRENT ASSETS</b>		<b>61,581</b>	<b>81,024</b>
<b>TOTAL ASSETS</b>		<b>2,340,911</b>	<b>2,261,292</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and other payables	6	93,794	102,921
<b>TOTAL CURRENT LIABILITIES</b>		<b>93,794</b>	<b>102,921</b>
<b>TOTAL LIABILITIES</b>		<b>93,794</b>	<b>102,921</b>
<b>NET ASSETS</b>		<b>2,247,117</b>	<b>2,158,370</b>
<b>EQUITY</b>			
Retained surplus		2,247,117	2,158,370
<b>TOTAL EQUITY</b>		<b>2,247,117</b>	<b>2,158,370</b>

The accompanying notes form part of these financial statements

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Note	Wafa Reserve \$	Retained Surplus \$	Total \$
<b>Balance at 1 November 2016</b>		60,000	2,009,779	2,069,779
<b>Comprehensive income</b>				
Net surplus for the year		-	88,591	88,591
<b>Total comprehensive income attributable to members of the entity for the year</b>			88,591	88,591
<b>Balance at 31 October 2017</b>		60,000	2,098,370	2,158,370
<b>Balance at 1 November 2017</b>		60,000	2,098,370	2,158,370
<b>Comprehensive income</b>				
Net surplus/(deficit) for the year		-	88,747	88,747
<b>Total comprehensive income attributable to members of the entity for the year</b>			88,747	88,747
<b>Balance at 31 October 2018</b>		60,000	2,187,117	2,247,117

The accompanying notes form part of these financial statements

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	.Note	2018 \$	2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Grants received		284,213	325,902
Sponsorships received		138,804	142,773
Receipts from sale of goods		1,362,816	1,155,780
Interest received		49,000	41,624
Payments to suppliers and employees		<u>(1,669,503)</u>	<u>(1,698,084)</u>
Net cash generated from operating activities		<u>165,330</u>	<u>(32,005)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net market movement in investment		-	-
Purchase of property, plant and equipment		<u>-</u>	<u>(97,216)</u>
Net cash used in investing activities		<u>-</u>	<u>(97,216)</u>
Net increase in cash held		165,330	(129,221)
Cash and cash equivalents at beginning of financial year		<u>1,940,887</u>	<u>2,070,108</u>
Cash and cash equivalents at end of financial year	€	<u><u>2,106,217</u></u>	<u><u>1,940,887</u></u>

The accompanying notes form part of these financial statements



**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements were authorised for issue on 16 January 2019 by the Committee.

**Basis Of Preparation**

The Western Australian Amateur Football League Inc applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Associations Incorporation Act 2015 (WA). The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

**Accounting Policies**

**(a) Fair Value Assets and Liabilities**

The Association measures some of its assets at fair value on a recurring basis.

Fair value is the price the Association would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at reporting date (i.e. the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use, or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of such financial instrument, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they occur. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained surplus

**(b) Property, Plant and Equipment**

**Plant and equipment**

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(e) for details of impairment)

The cost of fixed assets constructed within the Association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Motor Vehicles	20%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they occur. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained surplus.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(c) Financial Instruments**

**Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Association commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair plus transaction costs, except where the instrument is classified "at fair value through profit or loss" in which case transaction costs are recognised immediately as expenses in profit or loss.

**Classification and subsequent measurement**

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

*(i) Financial assets at fair value through profit or loss*

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

*(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

*(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Association's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

*(iv) Available-for-sale investments*

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

**(v) Financial liabilities**

Non-derivative financial liabilities are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

**Impairment**

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial assets.

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified into profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the Association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

**Derecognition**

Financial assets are derecognised when the contractual right to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged or cancelled, or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**(d) Impairment of Assets**

At the end of each reporting period, the Association assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

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

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(e) Cash and Cash Equivalents**

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

**(f) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for services provided in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(d) for further discussion on the determination of impairment losses.

**(g) Revenue and Other Income**

Non-reciprocal grant revenue is recognised in profit or loss when the Association obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the Association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the Association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.



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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The Association 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 financial position, with a corresponding amount of income recognised in profit or loss.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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

**(h) Income Tax**

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

**(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).

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 ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

Revenues, expenses and assets are recognised inclusive of the GST amounts.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(j) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(k) Accounts Payable and Other Payables**

Accounts payable and other payables represent the liabilities outstanding at the end of the reporting period for goods and services received by the Association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**(l) 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(m) Inventories on Hand**

Inventories held for sale are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

Inventories held for distribution are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(n) Key Estimates**

**(i) *Impairment***

The Association assesses impairment at the end of each reporting period by evaluation of conditions and events 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.

With respect to cash flow projections for plant and equipment, growth rates of 10% have been factored into valuation models for the next five years on the basis of the Committee's expectations around the continued ability to attract new members. Cash flow growth rates of 5% subsequent to this period have been used as this reflects historical population growth in the area of operation. The rates used incorporate allowance for inflation. Pre-tax discount rates of 12.5% have been used in all models.

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Note	2018	2017
		\$	\$
<b>2. REVENUE AND OTHER INCOME</b>			
Other revenue			
Fees		773,871	740,132
Finals		61,455	68,436
Fines		34,675	34,566
Football and apparel sales		392,197	314,954
Grants		293,778	321,078
Interest		49,000	41,624
Sponsorship		138,804	142,773
Sundry income		20,177	15,021
Total revenue		<u>1,763,957</u>	<u>1,678,583</u>

**3. CASH AND CASH EQUIVALENTS**

Cash at bank- ANZ		305,817	140,487
NAB Term deposit		1,800,000	1,800,000
Petty cash		400	400
		<u>2,106,217</u>	<u>1,940,887</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		2,106,217	1,940,887
Total		<u>2,106,217</u>	<u>1,940,887</u>

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Note	2018	2017
		\$	\$
<b>4. ACCOUNTS RECEIVABLE AND OTHER DEBTORS</b>			
CURRENT			
Accounts receivable		2,061	87,609
GST receivable		<u>15,160</u>	<u>5,595</u>
		<u><u>17,221</u></u>	<u><u>93,204</u></u>
<b>5. OTHER CURRENT ASSETS</b>			
Inventories		14,512	9,904
Prepayments		<u>2,591</u>	<u>-</u>
		<u><u>17,103</u></u>	<u><u>9,904</u></u>
<b>6. ACCOUNTS PAYABLE AND OTHER PAYABLES</b>			
CURRENT			
Accounts payable		93,835	78,801
Accruals		<u>(41)</u>	<u>24,120</u>
		<u><u>93,794</u></u>	<u><u>102,921</u></u>

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	Note	2018 \$	2017 \$
<b>7. FINANCIAL RISK MANAGEMENT</b>			
The Association's financial instruments consist mainly of deposits with banks, available for sale investments, accounts receivable and payable.			
The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:			
<b>Financial assets</b>			
Cash and cash equivalents	3	2,106,217	1,940,887
Accounts receivable and other debtors	4	17,221	93,204
Available-for-sale financial assets		138,789	136,273
<b>Total financial assets</b>		<u>2,262,227</u>	<u>2,170,364</u>
<b>Financial liabilities</b>			
Accounts payable and other payables	6	93,794	102,921
<b>Total financial liabilities</b>		<u>93,794</u>	<u>102,921</u>
<b>8. CASH FLOWS NOTE</b>			
Current year surplus/(deficit)		88,747	88,591
Add/(less):			
Depreciation		19,443	16,192
Unrealised gain on investments		(2,517)	(11,715)
<b>Changes in assets liabilities</b>			
Decrease(increase) in receivables		75,983	(791)
Decrease(increase) in inventories		(4,608)	849
Decrease(increase) in prepayments		(2,591)	-
Increase(decrease) in payables		(9,127)	(125,131)
<b>Cash flows from operations</b>		<u>165,330</u>	<u>(32,005)</u>

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC  
ABN: 92 908 712 104**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2018**

**9. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

In the opinion of the Members of the Committee, the Association did not have any contingencies at 30 June 2018 (30 June 2017: None).

**10. 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.

**11. ASSOCIATION DETAILS**

The registered office of the Association is:  
Gate 6 Subiaco Oval  
Subiaco Road  
Subiaco WA 6008

**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC**  
**ABN: 92 908 712 104**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2018**

	NOTE	2018	2017
		\$	\$

**12. DETAILED INCOME AND EXPENDITURE**

**REVENUE**

Fees	773,871	740,132
Finals	61,455	68,436
Fines	34,675	34,566
Football & apparel sales	392,197	314,954
Grants	293,778	321,078
Interest	49,000	41,624
Sponsorship	138,804	142,773
Sundry income	20,177	15,021
<b>Total Income</b>	<b>1,763,957</b>	<b>1,678,583</b>

**EXPENDITURE**

Administration	(9,340)	(14,851)
Advertising & media	(4,108)	(4,839)
Bad debts	(9,746)	(1,742)
Club apparel	(288,443)	(230,989)
Club development	(29,304)	(19,335)
Club functions and events	(118,588)	(114,076)
Computer and internet	(5,388)	(1,500)
Employee and board expenses	(480,982)	(452,550)
Fees & charges	(4,270)	(27,392)
Finals	(92,050)	(92,545)
Footballs	(88,872)	(82,911)
Ground hire	(228,045)	(221,778)
History	(29)	(39)
Integrated football	(27,079)	(29,746)
Players Insurance	(195,655)	(183,768)
State football	(36,800)	(39,689)
Sundry expense	(5,415)	(2,017)
Trophies	(10,261)	(10,710)
Umpiring	(17,207)	(41,433)
Depreciation	(19,443)	(16,192)
Professional development	(4,185)	(1,891)
<b>Total Expenditure</b>	<b>(1,675,210)</b>	<b>(1,589,992)</b>

Current year surplus	<b>88,747</b>	<b>88,591</b>
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**THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC  
ABN: 92 908 712 104**

**STATEMENT BY MEMBERS OF THE COMMITTEE**

In the opinion of the Committee the financial report as set out on pages 1 to 20:

1. Present fairly the financial position of The Western Australian Amateur Football League Inc as at 31 October 2018 and its performance for the period ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.

2. At the date of this statement, there are reasonable grounds to believe that The Western Australian Amateur Football League 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:



President  
Sam Birmingham

Dated this 4th day of ~~January~~ 2019  
February



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC.**

**FOR THE YEAR ENDED 31 OCTOBER 2018**

**REPORT ON THE AUDIT OF THE FINANCIAL REPORT**

***Qualified Opinion***

We have audited the financial report of The Western Australian Amateur Football League Inc. (the Association), which comprises the statement of financial position as at 31 October 2018, the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the Committee on the annual statements giving a true and fair view of the financial position and performance of the Association.

In our opinion, except for the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial report of The Western Australian Amateur Football League Inc. is in accordance with the requirements of the Associations Incorporation Act 2015 (WA), including:

- (i) giving a true and fair view of the Association's financial position as at 31 October 2018 and of its performance for the year then ended; and
- (ii) that the financial records kept by the Association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

***Basis for Qualified Opinion***

Given the nature of cash receipts, it is not possible for our examination to include audit procedures that extend beyond the amount of income recorded in the accounting records of The Western Australian Amateur Football League Inc.

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 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.





**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC.**

**FOR THE YEAR ENDED 31 OCTOBER 2018**

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Information Other than the Financial Report and Auditor's Report Thereon***

The committee of the Association is responsible for the other information. The other information comprises the information included in the Association's annual report for the year ended 31 October 2018, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Responsibilities of the Committee for the Financial Report***

The Committee of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Act 2015 (WA) and for such internal control as the committee determines is necessary to enable the preparation of the 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 Committee is responsible for assessing the ability of the Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

The committee of the Association is responsible for overseeing the Association's financial reporting process.





**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC.**

**FOR THE YEAR ENDED 31 OCTOBER 2018**

***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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- a. Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit 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.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.





**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
THE WESTERN AUSTRALIAN AMATEUR FOOTBALL LEAGUE INC.**

**FOR THE YEAR ENDED 31 OCTOBER 2018**

***Auditor's Responsibilities for the Audit of the Financial Report (continued)***

- d. Conclude on the appropriateness of the Committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Walker Wayland Audit (WA) Pty Ltd.*

**WALKER WAYLAND AUDIT (WA) PTY LTD**

A handwritten signature in black ink, appearing to read 'John Dorazio', written over a light grey background.

**John Dorazio FCA**

**Director**

Level 3, 1 Preston Street, COMO WA 6152

Dated this *9<sup>th</sup>* day of February 2019.

