

AUSTRALIAN CAMPDRAFT ASSOCIATION INC

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

ABN: 33 767 694 241

**AUSTRALIAN CAMPDRAFT ASSOCIATION INC
STATEMENT BY THE COMMITTEE
FOR THE YEAR ENDED 31 DECEMBER 2023**

In the opinion of the members of the Committee:

- a) the accompanying Statement of Profit or Loss is drawn up so as to give a true and fair view of the financial performance of the Association for the year ended 31 December 2023;
- b) the accompanying Statement of Financial Position is drawn up so as to give a true and fair view of the financial position of the Association as at 31 December 2023;
- c) at the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due; and,
- d) there are no mortgages, charges or securities of any description held over any of the property of the Association as at 31 December 2023.

Signed at Dalby this 22 day of April 2024.



.....
President



.....
Treasurer

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2023

INCOME	NOTE	2023 \$	2022 \$
Advertising		33,681.64	63,873.53
Affiliation Fees		252,000.00	245,915.88
Horse Income		46,859.45	43,942.38
Interest		8,759.90	2,464.65
Membership Fees		1,347,369.90	1,340,619.53
Other Income		1,196.77	-
Profit on Sale of Assets		-	175.00
Rental Income		2,100.00	7,800.00
Sponsorships		106,189.66	103,860.09
TOTAL INCOME		1,798,157.32	1,808,651.06
EXPENDITURE			
Advertising		130,009.41	115,128.64
Allowances		38,517.57	-
Audit Fees		7,587.27	4,000.00
Award Expenses		124,032.34	95,824.77
Bank Charges		35,929.69	28,640.26
Bookkeeping Charges		-	3,083.04
Campdraft One and Computer Maintenance and Support	1(e)(iv)	423,467.01	212,891.76
Contract Work		-	49,355.64
Contributions		9,739.00	-
Depreciation		114,115.50	64,613.01
Electricity		3,686.94	5,392.77
Event Expenses		31,085.96	40,665.73
Freight and Cartage		8,273.49	52,504.03
General Expenses		91.05	443.32
Insurance		155,023.13	102,858.93
Interest Paid		132.79	4,438.46
Legal		-	1,311.00
Loss on disposal of fixed assets	1(e)(iii)	279,217.72	-
Meetings and Seminars		30,465.94	15,513.87
Member Expenses		10,851.24	-
Other Employee Expenses		70,532.41	17,678.86
Permits, Licences and Fees		-	6,697.27
Printing and Stationery		12,910.91	13,023.80
Professional Fees		19,699.00	-
Rates and Taxes		3,654.97	4,907.04
Repairs and Maintenance		18,880.05	47,242.41
Security Costs		978.20	720.00

**AUSTRALIAN CAMPDRAFT ASSOCIATION INC
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2023**

EXPENDITURE (CONTINUED)	2023	2022
	\$	\$
Staff Travel Expense	55,740.96	26,507.92
Subscriptions	65,546.84	46,671.33
Superannuation Contributions	67,631.76	39,136.96
Telephone	12,003.75	15,166.95
Uniforms	3,460.23	4,322.69
Wages and Employee Entitlements	<u>759,036.34</u>	<u>558,876.39</u>
TOTAL EXPENDITURE	<u>2,492,301.47</u>	<u>1,577,616.85</u>
SURPLUS/(DEFICIT) FOR THE YEAR	<u>(694,144.15)</u>	<u>231,034.21</u>

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

ACCUMULATED FUNDS	NOTE	2023 \$	2022 \$
Opening Balance		1,786,344.23	1,555,310.02
Revaluation Reserve		-	246,329.82
Transfer from Revaluation Reserve on Property Disposal		246,329.82	-
Surplus/(Deficit) for the Year		<u>(694,144.15)</u>	<u>231,034.21</u>
TOTAL ACCUMULATED FUNDS		<u><u>1,338,529.90</u></u>	<u><u>2,032,674.05</u></u>
REPRESENTED BY:			
CURRENT ASSETS			
Cash and Cash Equivalents	2	434,617.06	480,463.01
GST Receivable/(Payable)		2,179.04	11,409.63
Accounts Receivable		6,416.30	7,543.11
Other Receivables and Deposits		16,206.86	72.60
Receivable for Disposal of Property	1(e)(iii)	<u>362,500.00</u>	<u>-</u>
TOTAL CURRENT ASSETS		821,919.26	499,488.35
NON-CURRENT ASSETS			
Property, Plant and Equipment	3	30,522.21	1,003,840.50
Software	4	<u>584,202.65</u>	<u>672,976.16</u>
TOTAL NON-CURRENT ASSETS		<u>614,724.86</u>	<u>1,676,816.66</u>
TOTAL ASSETS		1,436,644.12	2,176,305.01
LESS LIABILITIES			
CURRENT LIABILITIES			
Accounts Payable		-	(433.33)
PAYG Payable		9,443.00	30,644.00
FBT Payable		10,338.47	-
ATO Integrated Client Account		-	70,754.71
Provision for Employee Entitlements	5	<u>59,627.24</u>	<u>29,064.75</u>
TOTAL CURRENT LIABILITIES		79,408.71	130,030.13
NON-CURRENT LIABILITIES			
Provision for Employee Entitlements	5	<u>18,705.51</u>	<u>13,600.83</u>
TOTAL NON-CURRENT LIABILITIES		<u>18,705.51</u>	<u>13,600.83</u>
TOTAL LIABILITIES		<u>98,114.22</u>	<u>143,630.96</u>
NET ASSETS		<u><u>1,338,529.90</u></u>	<u><u>2,032,674.05</u></u>

AUSTRALIAN CAMPDRAFT ASSOCIATION INC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

Note 1: Basis of Preparation

(a) Compliance with Prescribed Requirements

In the Committee's opinion, the Association is not a reporting entity because there are no users dependent on a general purpose financial report. The financial report is therefore a special purpose financial report that has been prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (QLD) 1981.

These financial statements have been prepared in accordance with the material accounting policies as detailed below.

(b) Principal Activities

The Association is a not-for-profit entity involved in promoting the sport of campdrafting throughout Australia.

The Association does not control other entities. The financial statements include the value of all income, expenses, assets, liabilities and equity for the Association as an individual entity.

(c) Underlying Measurement Basis

The financial report has been prepared on an accruals basis and is based on historical costs unless otherwise stated.

(d) Other Presentation Matters

Currency

Amounts included in the financial statements are in Australian dollars.

Comparative Figures

Comparative information reflects the audited 2022 financial statements adjusted for the restatement disclosed at Note 1 (f).

Current / Non-Current Classification

Assets and liabilities are classified as either 'current' or 'non-current' in the Statement of Financial Position and associated notes. Assets are classified as 'current' where their carrying amount is expected to be realised within 12 months after the reporting date.

Liabilities are classified as 'current' when they are due to be settled within 12 months after the reporting date, or the Association does not have an unconditional right to defer settlement to beyond 12 months after the reporting date. All other assets and liabilities are classified as non-current.

AUSTRALIAN CAMPDRAFT ASSOCIATION INC

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

Note 1: Basis of Preparation (continued)

(e) Material Accounting Policies

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

(i) Income Tax

The Committee of Australian Campdraft Association Inc has self-assessed their income tax status and believe they are exempt from income tax under section 50 of the Income Tax Assessment Act 1997.

(ii) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term liquid investments.

(iii) Property, Plant and Equipment

Land and buildings are shown at fair value, based on periodic, at least every 5 years, valuations by independent valuers. The valuations are undertaken more frequently if there is a material change in the fair value relative to the carrying amount. Increases in the carrying amounts arising on revaluation of land are credited in other comprehensive income through to the revaluation surplus reserve in equity. Any revaluation decrements are initially taken in other comprehensive income through to the revaluation surplus reserve to the extent of any previous revaluation surplus of the same asset. Thereafter the decrements are taken to profit or loss.

The land and buildings were last revalued at 31 December 2022. The property at 134 Northern Road, Roma, was sold on 29 June 2023. A contract was entered for the sale of the property at 136-138 Northern Road, Roma, on 22 December 2023, which settled in the 2024 year. The properties were sold for less than the revalued amounts. As revaluations had not been performed prior to sale, the losses on disposal are recognised directly in profit or loss. The loss on disposal of 134 Northern Road, Roma, was \$44,119.30 and the loss on disposal of 136-138 Northern Road, Roma, was \$226,063.01.

Plant and equipment and the ACA trailer are stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

The depreciable amount of property, plant and equipment is depreciated on the straight line value method over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 1: Basis of Preparation (continued)

(iv) Software

Software assets related to the developed Campdraft One Nominations Platform are carried at cost less, where applicable, any accumulated depreciation. Expenses related to the development and improvement of software are capitalised at the time the expense has been incurred.

The depreciable amount of software is depreciated on the straight line value method over the useful lives of the assets to the Association commencing from the time the asset is held ready for use. The Association has assessed the effective life of the Campdraft One Nominations Platform to be eight years.

(v) Revenue

Membership fees, affiliation fees and sponsorship income is recognised as revenue when received.

(vi) Leases

The Association leases land, buildings and associated assets for a period of 3 years. The Association expenses rental payments for leased assets at the time the expense is incurred.

(vii) Commitments

The Association has entered into a contract with NWC Holdings Pty Ltd for the development and continued maintenance of the Association's proprietary software, Campdraft One Nominations Platform. The Association has committed to pay \$1,056,000 for these services across eight years. As at 31 December 2023, the Association is committed to pay the remaining balance of \$619,000.

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 1: Basis of Preparation (continued)

(f) Restatement of Comparatives

In the current financial year an error was identified in the application of recognition and measurement criteria applied to the property, plant and equipment and software carried by the Association in previous financial years. The Committee determined to correct this error retrospectively. The adjustments performed are as follows:

- A correction to the revaluation performed at 31 December 2022 for both 134 and 136-138 Northern Road, Roma, where accumulated depreciation was not eliminated in the performance of the revaluation;
- Incorrect recognition and measurement criteria was applied to the capitalisation of the Campdraft One software with respect to a contract for future support and maintenance costs; and,
- Amounts recorded as extraordinary items in the previous financial year were derecognised.

The aggregate effect of the change in accounting policy on the financial statements for the year ended 31 December 2022 is as follows:

	Previously Stated \$	Adjustment \$	Restated \$
Statement of Profit or Loss			
Expenditure			
Campdraft One and Computer Maintenance and Support	213,481.76	(590.00)	212,891.76
Depreciation	<u>107,032.00</u>	<u>(42,418.99)</u>	<u>64,613.01</u>
Total Expenditure	<u>1,620,625.84</u>	<u>(43,008.99)</u>	<u>1,577,616.85</u>
Net Operating Profit	<u>188,025.22</u>	<u>43,008.99</u>	<u>231,034.21</u>
Extraordinary Items	<u>32,861.02</u>	<u>(32,861.02)</u>	<u>-</u>
Surplus/(Deficit) for the Year	<u><u>220,886.24</u></u>	<u><u>10,147.97</u></u>	<u><u>231,034.21</u></u>
Statement of Financial Position			
Non-Current Assets			
Property, Plant and Equipment	866,727.29	137,113.21	1,003,840.50
Software	<u>1,439,437.00</u>	<u>(766,460.84)</u>	<u>672,976.16</u>
Total Non-Current Assets	<u>2,306,164.29</u>	<u>(629,347.63)</u>	<u>1,676,816.66</u>
Non-Current Liabilities			
Accounts Payable	<u>876,000.00</u>	<u>(876,000.00)</u>	<u>-</u>
Total Non-Current Liabilities	<u>876,000.00</u>	<u>(876,000.00)</u>	<u>-</u>
Net Assets	<u><u>1,786,021.68</u></u>	<u><u>246,652.37</u></u>	<u><u>2,032,674.05</u></u>
Accumulated Funds			
Opening Balance	1,442,585.96	112,724.06	1,555,310.02
Revaluation Reserve	122,549.48	123,780.34	246,329.82
Surplus/(Deficit) for the Year	<u>220,886.24</u>	<u>10,147.97</u>	<u>231,034.21</u>
Accumulated Funds	<u><u>1,786,021.68</u></u>	<u><u>246,652.37</u></u>	<u><u>2,032,674.05</u></u>

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 2: Cash and Cash Equivalents

	2023	2022
	\$	\$
Westpac Cash Reserve	42.23	402,546.66
Westpac Staff Liability	26,429.79	42,697.11
Westpac Working Account	8,145.04	35,219.24
Bendigo Term Deposit	400,000.00	-
	<u>434,617.06</u>	<u>480,463.01</u>

Note 3: Property, Plant and Equipment

	2023	2022
	\$	\$
134 Northern Road, Roma	-	350,000.00
Less Accumulated Depreciation	-	-
	-	350,000.00
136-138 Northern Road, Roma	-	600,000.00
Less Accumulated Depreciation	-	-
	-	600,000.00
Plant and Equipment	-	41,639.35
Less Accumulated Depreciation	-	(23,632.42)
	-	18,006.93
ACA Trailer	39,835.30	39,835.29
Less Accumulated Depreciation	(9,313.09)	(4,001.72)
	<u>30,522.21</u>	<u>35,833.57</u>
	<u>30,522.21</u>	<u>1,003,840.50</u>

Note 4: Software

	2023	2022
	\$	\$
Campdraft One	710,188.07	710,188.07
Less Accumulated Depreciation	(125,985.42)	(37,211.91)
	<u>584,202.65</u>	<u>672,976.16</u>

AUSTRALIAN CAMPDRAFT ASSOCIATION INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

Note 5: Provision for Employee Entitlements

	2023	2022
	\$	\$
CURRENT		
Annual Leave	48,561.82	24,239.74
Other Leave Entitlements	<u>11,065.42</u>	<u>4,825.01</u>
	<u><u>59,627.24</u></u>	<u><u>29,064.75</u></u>
NON-CURRENT		
Long Service Leave	<u>18,705.51</u>	<u>13,600.83</u>
	<u><u>18,705.51</u></u>	<u><u>13,600.83</u></u>

Note 6: Events after the reporting date

The Association entered into a contract of sale for the property at 136-138 Northern Road, Roma on 22 December 2023. The sale of the property was settled in February of 2024. The property is recognised as a receivable at 31 December 2023.

No other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Association's operations, the results of those operations, or the Association's state of affairs in future financial years.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF AUSTRALIAN CAMPDRAFT ASSOCIATION INC

Opinion

We have audited the financial report of Australian Campdraft Association Inc (the Association), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of material accounting policies and the statement by the Committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Association as at 31 December 2023, and its financial performance for the year then ended in accordance with the financial reporting requirements of the Associations Incorporation Act (QLD) 1981.

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 ethical requirements of the Accounting Professional & 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 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Australian Campdraft Association Inc to meet the requirements of the Associations Incorporation Act (QLD) 1981. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Emphasis of Matter – Prior year balances

The financial report for the year ended 31 December 2022 was audited by another auditor who expressed an unmodified opinion on the Independent Auditor's Review Report dated 10 May 2023. We have obtained sufficient appropriate audit evidence in relation to the balances disclosed on the statement of financial position at 31 December 2022. We do not however express an opinion on the comparative figures shown in the statement of profit or loss.

Responsibilities of the Committee for the Financial Report

The Committee is responsible for the preparation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act (QLD) 1981 and for such internal control as the Committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Committee 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.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF AUSTRALIAN CAMPDRAFT ASSOCIATION 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgment 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.
- 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.



Mr Benjamin Horner
Chartered Accountant; Registered Company Auditor
Director
McConachie Stedman Audit and Assurance Pty Ltd
160 Hume Street
Toowoomba Qld 4350

22 April 2024