

**CANOEING WESTERN AUSTRALIA INC**

**FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 30 JUNE 2012**


## CANOEING WESTERN AUSTRALIA INC

### STATEMENT BY BOARD OF DIRECTORS

The Board of Directors has determined that Canoeing Western Australia Inc. ("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 Directors, the financial report:

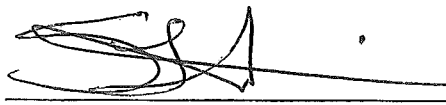
1. presents a true and fair view of the financial position of the Association as at 30 June 2012 and of its performance for the year ended on that date, and
2. at the date of this statement, there are reasonable grounds to believe that the Canoeing Western Australia Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board of Directors and is signed for and on their behalf by:



**President – Rosalie Evans**

29<sup>th</sup> day of August 2012



**Executive Officer – Sarah Aulin**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF  
CANOEING WESTERN AUSTRALIA INC.**

**Scope**

I have audited the special purpose financial statements of Canoeing Western Australia Inc. ("the Association") for the year ended 30 June 2012. The financial statements comprise the balance sheet at 30 June 2012, the income statement at that date, summary of significant accounting policies and other explanatory notes.

**Board of Directors' Responsibility for the Financial Report**

The Board of Directors of the Association is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards. The responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making estimates that are reasonable in the circumstances.

**Auditor's Responsibility**

My responsibility is to express an opinion to the Members of the Association on the financial statements based on my audit. My audit has been conducted 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 statements are 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 judgement of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

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

**Independence**

In conducting my audit, I followed applicable independence requirements of Australian professional ethical pronouncements.

**Qualification**

The Association receives some of its income in the form of cash. It is not practical for the Association to establish accounting control over these sources of income prior to receiving the income. As a result, it is not possible for our audit examination to include procedures to extend beyond the amounts recorded in the accounting records of the Association.

**Qualified Audit Opinion**

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be required had the limitation on my audit procedures referred to in the qualification paragraph not existed, the financial statements present fairly in all material respects the financial position of the Association as at 30 June 2012 and of its performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the *Associations Incorporation Act 1987 (WA)*.

  
**John Michael O'Brien**  
**Registered Company Auditor**  
**Optima Financial Group Pty Ltd**

Dated at Perth this 31st day of August 2012.



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scheme approved  
under Professional  
Standards Legislation

CANOEING WESTERN AUSTRALIA INC

BALANCE SHEET AS AT 30 JUNE 2012

	Note	2012 \$	2011 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash	2	166,081	183,427
Trade debtors		26,585	36,730
Sundry debtors and prepayments		3,007	3,838
Total Current Assets		<u>195,673</u>	<u>223,995</u>
<b>Non-Current Assets</b>			
Fixed assets	1,3	17,848	28,049
Total Non-Current Assets		<u>17,848</u>	<u>28,049</u>
<b>Total Assets</b>		<u>213,521</u>	<u>252,044</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Creditors and accruals		17,011	29,002
Future commitments	6	7,185	7,185
Future commitments - disciplines	6	41,223	23,581
Provision for Whitewater Park Project	7	-	31,527
Grant monies carried forward		3,649	32,272
Australian Tax Office - BAS liability	4	12,829	13,270
Provision for annual leave	5	4,265	2,990
<b>Total Current Liabilities</b>		<u>86,162</u>	<u>139,827</u>
<b>Total Liabilities</b>		<u>86,162</u>	<u>139,827</u>
<b>NET ASSETS</b>		<u>127,359</u>	<u>112,217</u>
<b>Accumulated funds</b>			
Balance at beginning of the year		112,217	125,157
Surplus/(deficit) for the year		15,142	(12,940)
Balance at end of the year		<u>127,359</u>	<u>112,217</u>

The accompanying notes form part of these accounts.

## CANOEING WESTERN AUSTRALIA INC

## INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
<b>Income</b>		
<b>Funding</b>		
Department of Sport and Recreation Grant	90,000	60,000
White Water Park Grant	2,698	77,434
Other grants	83,198	68,517
<b>Total Funding</b>	<b>175,896</b>	<b>205,951</b>
<b>General Income</b>	<b>59,441</b>	<b>70,056</b>
<b>Disciplines</b>	<b>67,334</b>	<b>54,165</b>
<b>Operation Income</b>		
- Paddle Academy	106,584	81,475
- Events	37,795	29,435
- Skills awards	8,718	9,751
<b>Total Operation Income</b>	<b>153,097</b>	<b>120,661</b>
<b>Total Income</b>	<b>455,768</b>	<b>450,833</b>
<b>Expenditure</b>		
<b>Administration Expenses</b>		
Audit fees	5,000	3,735
Administration overheads	3,053	-
Advertising	4,892	1,050
Bad debts	114	-
Bank charges and fees	1,113	1,113
Bookkeeping charges	4,758	2,505
Depreciation	4,830	5,677
Electricity	1,033	789
Legal fees	1,174	-
Meeting expenses	2,117	1,599
Printing, postage and stationery	5,189	3,099
Rent	4,781	4,570
Telephone, internet and computer costs	7,332	6,992
Insurance	7,988	5,827
Memberships/affiliation fees	22,907	21,509
Equipment under \$500	1,153	-
Sundry	1,397	145
<b>Total Administration Expenses</b>	<b>78,831</b>	<b>58,610</b>
<b>Employment Expenses</b>		
Wages	142,850	109,429
Leave accrual	1,275	(2,857)
Superannuation	13,748	11,055
Travel expenses	5,283	4,300
Staff and board training	2,375	290
Other expenses	1,293	501
<b>Total Employment Expenses</b>	<b>166,824</b>	<b>122,718</b>

The accompanying notes form part of these accounts.

CANOEING WESTERN AUSTRALIA INC

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2012 (continued)

	2012	2011
	\$	\$
Expenditure (continued)	245,655	181,328
Operating Expenses		
Paddle Academy		
Wages and on-costs	50,470	55,272
Other costs	18,289	19,897
<b>Total Paddle Academy</b>	<b>68,759</b>	<b>75,169</b>
Event Expenses	25,680	29,867
Skills Award Expenses	3,050	8,838
TID Expenses	3,433	14,240
White Water Park	923	78,804
Other Operating Expenses	6,057	30,091
<b>Total Operating Expenses</b>	<b>107,902</b>	<b>237,009</b>
Disciplines	54,995	21,855
Other Expenses		
Allocation to disciplines	32,074	23,581
<b>Total Expenditure</b>	<b>440,626</b>	<b>463,773</b>
<b>Surplus/(Deficit) for the year</b>	<b>15,142</b>	<b>(12,940)</b>

The accompanying notes form part of these accounts.

# CANOEING WESTERN AUSTRALIA INC

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

### 1. Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared for use by the Board of Directors, who has determined that the Association is not a reporting entity. No Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been used in the preparation of this financial report.

The financial report is prepared on the accruals basis and is based on historical costs and does not take into account changing money values. The following material accounting policies, which are consistent with the previous period, unless otherwise stated, have been adopted in the preparation of this report:

- a) Depreciation - Fixed assets are depreciated on a straight line basis to write off the cost of each item of plant and equipment over its expected useful life. Estimates of remaining useful lives are made on a regular basis for all assets.
- b) Revenue - Revenue from the rendering of a service is recognised upon delivery of the service.
- c) Goods and Services Tax (GST) - The Association is registered for GST. Revenues, expenses and assets are recognised net of the amount of GST.

### 2. Cash

	2012	2011
	\$	\$
Cash at bank	165,765	183,384
Cash on hand	316	43
	<u>166,081</u>	<u>183,427</u>

Of the cash balances of \$166,081, monies amounting to \$41,223 (2011 - \$23,581) are restricted to the sole use of the various disciplines of the Association – see Note 6.

### 3. Fixed Assets

	2012	2011
	\$	\$
Plant and Equipment		
At cost	32,286	37,939
Less: Accumulated depreciation	(21,044)	(17,387)
	<u>11,242</u>	<u>20,552</u>
Motor Vehicle		
At cost	8,909	8,909
Less: Accumulated depreciation	(2,303)	(1,412)
	<u>6,606</u>	<u>7,497</u>
<b>Net book value at 30 June 2012</b>	<u><u>17,848</u></u>	<u><u>28,049</u></u>

CANOEING WESTERN AUSTRALIA INC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012  
(continued)

4. **GST Liabilities**

GST is reported quarterly on the cash basis of accounting.

5. **Provision for Annual Leave**

Annual leave liabilities for employees are recognized and are measured as the amount unpaid at the reporting date at current pay rates in respect of employees' service up to that date.

6. **Future Commitments**

These are funds raised by the various disciplines over a number of years and which were previously absorbed into the accumulated funds of the Association. They are now allocated to the various disciplines for their own future use:

	<b>2012</b>	<b>2011</b>
	<b>\$</b>	<b>\$</b>
Purchase of a timing machine	7,185	7,185
Various Association disciplines:		
- Marathon	16,254	8,799
- Wildwater	4,036	4,252
- Sprint	8,771	193
- TID Slalom Grant	3,502	3,502
- Slalom	8,660	6,835
	<u>41,223</u>	<u>23,581</u>

7. **Provision for Whitewater Park Project**

The Association had received a grant of \$150,000 to be used by 2011/12 for the planning and development of an artificial whitewater park in the Perth Metropolitan area. By 30 June 2012, all the funds were utilized for that purpose (unused funds carried forward at 30 June 2011 amounted to \$31,527).

8. **Equipment Loan**

Equipment has been provided on loan to the Association by Mainpeak and Finn Kayaks for an indefinite period - this includes, from Mainpeak, 12 Corsica craft, 12 kayak paddles, 20 personal floatation devices and 12 spray decks; and from Finn Kayaks, 25 Finnatics, 25 Finn paddles, 8 Spray decks and 25 Finn life jackets.





