

Australian Barrel Horse Association Inc.

ABN 25 422 622 119

Financial Statements

For the Year Ended 30 June 2020

Australian Barrel Horse Association Inc.

ABN 25 422 622 119

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For the Year Ended 30 June 2020

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Australian Barrel Horse Association Inc.

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Statement of Profit or Loss For the Year Ended 30 June 2020

	2020	2019
	\$	\$
Income		
Day memberships	5,916	7,618
Donation/gift Income	-	682
Equitana entry fee	-	2,700
Equitana sponsorship	-	10,000
Equitana stabling	-	46
Event affiliations	3,978	2,989
Insurance	27,545	39,272
Interest	1,209	1,903
Late fees	45	50
Membership renewals	74,208	73,345
National finals auction	205	364
National finals classic	8,582	8,000
National finals exhibition run	3,545	3,063
National finals 4D	64,772	66,000
National finals junior	10,736	11,327
National finals maturity side	1,305	-
National finals merchandise	4,856	1,549
National finals programme booklet	1,755	500
National finals raffle	713	2,218
National finals sponsorship	7,000	6,755
National finals trade stalls	9,585	5,925
Sundry income	147	51
Total Income	226,102	244,357
Expenses		
Accounting fees	2,170	3,333
Advertising & marketing	4,258	4,934
Arena hire	21,541	18,365
Audit fees	1,000	1,550
Bank charges	1,554	1,544
Bookkeeping & secretarial expenses	17,875	19,812
Buckles	2,107	1,659
Classic incentive	1,500	-
Computer expenses	129	291
Depreciation	1,214	3,210
Doubtful debts	713	-
Equitana judges expenses	-	150
Equitana prize money	-	10,500
Equitana stabling	-	1,055
Fuel reimbursements	796	1,028
Internet expense	1,050	1,100
Insurance	38,531	32,160
Legal fees	2,600	550

The accompanying notes form part of these financial statements.

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Statement of Profit or Loss For the Year Ended 30 June 2020

	2020	2019
	\$	\$
Merchandise	8,409	-
National finals announcing	1,250	1,250
National finals auction	-	909
National finals bobcat fees	788	395
National finals buckles	5,828	5,799
National finals charity	648	812
National finals first aid	2,018	1,964
National finals judges fees	1,750	1,000
National finals prize money	82,318	81,355
National finals saddles	34,928	20,984
National finals timekeeping	3,117	2,002
National finals volunteer expenses	5,031	5,509
National finals webcast	6,000	6,000
Postage	1,344	1,600
Printing	768	637
Refunds & reimbursements	127	277
Stationery	246	323
Subscriptions	600	-
Sundry expenses	690	1,526
Telephone	1,876	1,484
Website management	2,200	5,229
Total Expenses	256,974	240,296
(Loss)/Profit for the Year	(30,872)	4,061

The accompanying notes form part of these financial statements.

Australian Barrel Horse Association Inc.

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Statement of Financial Position As At 30 June 2020

	Note	2020 \$	2019 \$
Assets			
Current assets			
Cash and cash equivalents	2	145,396	169,026
Trade and other receivables	3	267	784
Prepayments	4	20,425	28,823
Total current assets		<u>166,088</u>	<u>198,633</u>
Non-current assets			
Property, plant and equipment	5	2,283	3,498
Total non-current assets		<u>2,283</u>	<u>3,498</u>
Total assets		<u>168,371</u>	<u>202,131</u>
Liabilities			
Current liabilities			
Income in advance	6	-	2,888
Total current liabilities		<u>-</u>	<u>2,888</u>
Total liabilities		<u>-</u>	<u>2,888</u>
Net assets		<u>168,371</u>	<u>199,243</u>
Equity			
Opening balance		199,243	195,182
(Loss)/Profit for the year		<u>(30,872)</u>	<u>4,061</u>
Total equity		<u>168,371</u>	<u>199,243</u>

The accompanying notes form part of these financial statements.

Australian Barrel Horse Association Inc.

ABN 25 422 622 119

Notes to the Financial Statements For the Year Ended 30 June 2020

1 Summary of significant accounting policies

(a) Basis of preparation

The financial statements cover Australian Barrel Horse Association Inc. as an individual entity. Australian Barrel Horse Association Inc. is a not-for-profit Association incorporated in New South Wales under the Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2010 ('the Act').

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial report who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes.

(b) Income tax

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

(c) Membership renewals

Membership renewals are recognised as income in the period during which they are received.

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

(d) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Fixed assets are depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Plant and Equipment	33%

(f) Comparative figures

Comparative figures have been reclassified where the Members of the Committee believe it results in better presentation or to ensure disclosure is consistent with new accounting standards.

Australian Barrel Horse Association Inc.

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Notes to the Financial Statements For the Year Ended 30 June 2020

	2020	2019
	\$	\$
2 Cash and cash equivalents		
Cash at bank	59,601	84,439
Term deposits	85,795	84,587
	<u>145,396</u>	<u>169,026</u>
3 Trade and other receivables		
Trade receivables	4	2,527
GST receivable	263	(1,973)
ABN withholding credits	-	230
	<u>267</u>	<u>784</u>
4 Prepayments		
Insurance	19,468	15,631
National finals prizes	-	12,695
Website management	957	497
	<u>20,425</u>	<u>28,823</u>
5 Property, plant and equipment		
Plant and equipment	21,077	21,077
Less accumulated depreciation	(18,794)	(17,579)
	<u>2,283</u>	<u>3,498</u>
6 Income in advance		
National finals income	-	2,888
	<u>-</u>	<u>2,888</u>

Australian Barrel Horse Association Inc.

ABN 25 422 622 119

Statement by Members of the Committee

The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee:

1. These financial statements give a true and fair view of the financial position of Australian Barrel Horse Association Inc. as at 30 June 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Australian Barrel Horse 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 committee and is signed for and on behalf of the committee by:

President.....
Cathy Raean

Dated 31 May 2021

Australian Barrel Horse Association Inc.

Independent Audit Report to the members of Australian Barrel Horse Association Inc.

Opinion

We have audited the financial report of Australian Barrel Horse Association Inc. (the Association), which comprises the statement of financial position as at 30 June 2020 and the statement of profit or loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Statement by Members of the Committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2020 and of its financial performance and its cash flows for the year ended; and
- (ii) complying with the Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2010.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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.

Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in meeting the financial reporting requirements of the *Associations Incorporation Act (NSW) 2009* and *Associations Incorporation Regulation (NSW) 2010*, and the information requirements of the Committee. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act (NSW) 2009 and Associations Incorporation Regulation (NSW) 2010, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

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

Australian Barrel Horse Association Inc.

Independent Audit Report to the members of Australian Barrel Horse 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 the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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.
- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee.
- 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.
- 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.

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CountPro Audit Pty Ltd

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Jason D. Hargreaves
Director

20 Lydiard Street South, Ballarat
1 June 2021