

**NORTHERN TERRITORY GYMNASTIC
ASSOCIATION INC
SPECIAL PURPOSE FINANCIAL REPORT
for the period ended 30th June 2006**

NORTHERN TERRITORY GYMNASTIC ASSOCIATION INC
SPECIAL PURPOSE FINANCIAL REPORT
YEAR ENDED 30 June 2006

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NORTHERN TERRITORY GYMNASTIC ASSOCIATION INC

STATEMENT BY THE PRESIDENT

In my opinion, the accompanying accounts are drawn up so as to give a true and fair view of the results of the Association for the year ended 30th June 2006, and the financial state of affairs of the Association as at that date.

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PRESIDENT

DATED:

INDEPENDENT AUDIT REPORT**TO THE MEMBERS OF NORTHERN TERRITORY GYMNASTIC ASSOCIATION INC****Scope**

I have audited the attached special purpose financial report of the Northern Territory Gymnastic Association for the year ended 30th June 2006. The Association's Board of Management is responsible for the preparation and presentation of the financial report, and the information contained therein, and has determined that the accounting policies used are consistent with the financial reporting requirements of the entity's constitution and are appropriate to meet the needs of the members. I have conducted an independent audit of the financial report in order to express an opinion to the members of the Northern Territory Gymnastic Association on its preparation and presentation. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for distribution to the members for the purpose of fulfilling the Board of Management's financial reporting requirements under the Association's constitution and the *Associations Act*. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates, to any person other than the members, or for any purpose other than that for which it was prepared.

My audit has been conducted in accordance with Australian Auditing Standards. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the basis of accounting described in Note 1 to the financial report and the requirements of the *Associations Act*. These do not require the application of all Accounting Standards.

The audit opinion expressed in this report has been formed on the above basis.

Qualification

The Association only records amounts received for fundraising, donations and function receipts when these amounts are banked, as it is not practical to establish control over such income prior to its initial entry. My audit relating to such income was therefore limited to ensuring that the amounts banked are properly recorded in the accounts.

Qualified Audit Opinion

In my opinion, subject to the matters referred to in the above qualification paragraph, the financial report presents fairly in accordance with the accounting policies described in Note 1 to the Financial report and the *Associations Act*, the financial position of the Northern Territory Gymnastic Association Inc. at 30th June 2006 and the results of its operations for the year then ended.

**SUSANNE LEE, CPA****DATED: 15th July 2006**

SUE LEE & ASSOCIATES IS A CPA PRACTICE

**Northern Territory Gymnastics Association Inc.**

Balance Sheet

June 2006

	This Year	Last Year
Assets		
Cash on Hand		
Cheque Account	\$22,960.92	\$29,342.23
Petty Cash	\$100.00	\$100.00
Trade Debtors	\$15,383.66	\$1,997.43
Total Assets	\$38,444.58	\$31,439.66
Liabilities		
Trade Creditors	\$4,084.05	\$1,641.00
GST Liability		
GST Collected	\$1,367.12	\$168.76
GST Paid	-\$100.46	\$0.00
Total GST Liability	\$1,266.66	\$168.76
Total Liabilities	\$5,350.71	\$1,809.76
Net Assets	\$33,093.87	\$29,629.90
Equity		
Retained Earnings	\$29,629.90	\$7,079.49
Current Year Earnings	\$3,463.97	-\$79,039.15
Historical Balancing	\$0.00	\$101,589.56
Total Equity	\$33,093.87	\$29,629.90

The accompanying notes form part of these financial statements

July 2005 through June 2006

	This Year	Last Year
Income		
Championships	\$12,261.68	\$11,525.27
Cleaning	\$1,601.46	\$1,597.65
Club Affiliation	\$18,965.78	\$0.00
Club Public Liability Ins.	\$5,154.52	\$5,068.16
Contribution		
Courses	\$4,183.85	\$0.00
Judges Updates	\$116.00	\$255.27
Gymnastics Aust	\$20,799.20	\$34,262.31
Grants	\$3,902.00	\$7,000.00
S & R Grant	\$58,344.00	\$57,615.99
Gymnastics	\$22,293.44	\$28,719.30
Hall Hire	\$23,915.08	\$20,581.53
Miscellaneous Income	\$2,110.08	\$4,589.80
ACR Nationals	\$11,059.75	\$5,428.28
Over payment - Deis	\$7.99	\$0.00
Total Income	\$184,714.83	\$176,643.56
Expenses		
Administration	\$0.00	\$828.50
Audit Fees	\$763.64	\$613.64
Insurance	\$4,390.52	\$3,020.64
Insurance GA	\$7,554.56	\$9,174.80
Bookkeeping Fees	\$0.00	\$10,768.95
Advertising	\$0.00	\$216.96
Air Fares	\$6,626.20	\$0.00
Bank Charges	\$373.19	\$777.05
Board Meetings	\$2,138.33	\$6,925.88
Cleaning	\$8,849.20	\$7,555.92
Championships	\$16,489.36	\$4,188.44
Club Public Liability	\$4,772.72	\$5,018.18
Development Officer	\$3,934.53	\$5,931.13
Miscellaneous	\$12,849.77	\$7,510.13
Accommodation	\$145.45	\$0.00
Grants	\$1,621.64	\$3,501.64
S & R Grant	\$0.00	\$975.87
Nhulunbuy Grant	\$0.00	\$2,723.59
Gymnastics Aust	\$7,519.94	\$13,169.30
ACR Nationals	\$16,033.07	\$6,632.30
Nationals 2005	\$0.00	\$6,662.09
Championships	\$7,729.92	\$7,701.88
Bank Charges	\$0.00	(\$0.05)
R & M	\$13,630.40	\$5,116.05
Postage	\$403.44	\$523.08
Electricity/Sewerage	\$5,868.51	\$5,163.50
Stationery/Office Supplies	\$790.87	\$1,385.71
Office Equipment	\$1,967.27	\$90.91
Telephone	\$3,425.30	\$2,560.12
Employment Expenses		
Superannuation	\$4,380.57	\$3,060.55
Wages & Salaries	\$48,992.46	\$35,816.20
Workshops	\$0.00	\$2,859.76
Gym Area	\$0.00	\$1,267.77
Total Employment Expenses	\$53,373.03	\$43,004.28
Total Expenses	\$181,250.86	\$161,740.49
Operating Profit	\$3,463.97	\$14,903.07
Other Expenses		
Prior Years adjustments	\$0.00	\$93,942.22
Net Profit / (Loss)	\$3,463.97	(\$79,039.15)

**NORTHERN TERRITORY GYMNASTIC ASSOCIATION INC
NOTES TO, AND FORMING PART OF, THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th June 2006**

NOTE 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These special purpose financial statements have been prepared for distribution to the members. The accounting policies used in the preparation of the statements are described below:

- (a) The accounts have been prepared on an accrual basis.
- (b) The requirements of Australian Accounting Standards promulgated by the accounting profession do not have mandatory applicability to the Northern Territory Gymnastic Association in relation to the year ended 30th June 2000 because the entity is not a “reporting entity” as defined therein.

Income Tax

The Association believes that it is exempt from paying income tax under Section 23(g)(iii) of the *Income Tax Assessment Act*. Section 23(g)(iii) exempts “a society, association or club established for the encouragement or promotion of a game or sport” from paying income tax.