

**SOUTHS RUGBY UNION CLUB INCORPORATED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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**SOUTHS RUGBY UNION CLUB INCORPORATED  
STATEMENT BY MEMBERS OF THE COMMITTEE  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

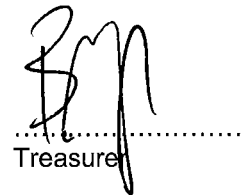
The committee members have determined that the entity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the accounts.

In the opinion of the committee this financial report:

1. Presents fairly the financial position of Souths Rugby Union Club Incorporated as at 30 September 2022 and its performance for the year ended on that date.
2. At the date of this statement there are reasonable grounds to believe that the entity 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

  
.....  
Treasurer

Dated this

13<sup>th</sup>

day of

February

2023.

**SOUTHS RUGBY UNION CLUB INCORPORATED  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	<b>2022</b>	<b>2021</b>
<b>INCOME</b>		
Beer Wine & Spirits Sales	249,886	231,440
Softdrink & Confectionary Sales	51,427	47,293
Food Sales	34,325	35,515
Merchandise Sales	37,902	38,102
Events/Functions Sales	30,371	29,326
	<hr/>	<hr/>
	403,910	381,676
 <b>Less Cost of Goods Sold</b>		
Opening Stock	28,662	30,961
Purchases - Beer Wine & Spirits	111,396	96,745
Purchases - Confectionary/drinks	27,201	26,966
Purchases - Merchandise	33,831	42,067
Purchases - Events/Functions	10,062	17,990
Direct Costs & Consumables	2,461	4,392
Direct Wages	91,098	66,157
Superannuation	7,875	4,297
Purchases - Food	27,713	21,036
Closing Stock	(42,130)	(28,662)
	<hr/>	<hr/>
	298,169	281,948
	<hr/>	<hr/>
<b>Gross Profit</b>	105,742	99,727
	<hr/>	<hr/>

**SOUTHS RUGBY UNION CLUB INCORPORATED  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

<b>INCOME</b>	<b>2022</b>	<b>2021</b>
Gross Profit	105,742	99,727
Interest Received	1,537	5,120
Sundry Income	9,334	16,079
Government Grants	25,608	20,306
Membership Subscription Fees	142,680	129,017
Sponsorships & Fundraising	139,915	171,918
	<hr/>	<hr/>
	424,816	442,167
<b>EXPENDITURE</b>		
Accounting Audit & Legal Fees	6,035	6,846
Advertising	4,406	6,818
Bank Charges	6,415	5,500
Bad Debts	5,787	-
Cleaning & Pest Control	18,547	9,654
Coaching Fees	88,124	60,400
Electricity & Gas	18,397	21,463
Fees & Licenses	9,049	4,212
General Expenses	260	405
Hospitality	1,823	3,278
Insurances - General	15,687	12,432
Interest	1,076	613
Jerseys & Uniforms	44,400	51,453
Laundry Services	7,935	2,907
Medical & Strapping Supplies	19,941	10,892
Medics & Physio Fees	33,604	30,692
Levies - ARU/QRU/BJRU	15,299	6,712
Printing Postage & Stationary	1,586	2,205
Recruitment & Retention	32,376	15,245
Repairs - Fields/grounds	20,728	24,322
Repairs - Building/fixtures	12,800	2,957
Superannuation	4,828	5,920
Telephone	1,831	903
Training & Equipment	10,933	5,711
Trophies & Presentations	24,676	21,363
Wages	50,845	61,500
Workcover	2,267	1,642
Water Charges	11,383	22,390
	<hr/>	<hr/>
	471,039	398,434
	<hr/>	<hr/>
<b>Operating Profit</b>	(46,223)	43,733
<b>Non Operating Costs</b>		
Depreciation	57,282	40,979
	<hr/>	<hr/>
	57,282	40,979
	<hr/>	<hr/>
<b>Net Profit</b>	(103,505)	2,754
	<hr/>	<hr/>

**SOUTHS RUGBY UNION CLUB INCORPORATED  
BALANCE SHEET AS AT 30 SEPTEMBER 2022**

	NOTE	2022	2021
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents		298,173	362,010
Inventories		42,130	28,662
Trade and Other Receivables	4	37,204	29,484
		<hr/>	<hr/>
<b>Total Current Assets</b>		377,507	420,157
<b>NON CURRENT ASSETS</b>			
Property, Plant and Equipment	5	924,789	981,254
Investments	6	16,104	-
Trade and Other Receivables	4	1,000	1,000
		<hr/>	<hr/>
<b>Total Non Current Assets</b>		941,893	982,254
		<hr/>	<hr/>
<b>Total Assets</b>		1,319,400	1,402,411
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	7	80,309	59,815
		<hr/>	<hr/>
<b>Total Current Liabilities</b>		80,309	59,815
		<hr/>	<hr/>
<b>Total Liabilities</b>		80,309	59,815
		<hr/>	<hr/>
<b>Net Assets</b>		1,239,091	1,342,596
<b>CLUB FUNDS</b>			
Accumulated Club Funds	8	1,239,091	1,342,596
		<hr/>	<hr/>
<b>TOTAL CLUB FUNDS</b>		1,239,091	1,342,596
		<hr/>	<hr/>

# **SOUTHS RUGBY UNION CLUB INCORPORATED**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 30 SEPTEMBER 2022**

#### **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements for the association's Constitution and Associations Incorporation Act (Queensland). The committee has determined that the association is not a reporting entity.

These financial statements have been prepared on an accrual basis and is based on historical costs and do not take into account changing money values nor, except where stated, current valuation of non-current assets. Except where stated, accounting policies have been consistently applied.

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

#### **Property, Plant and Equipment**

Items are measured on the cost basis. Each class of property plant and equipment under \$1,000 is expensed.

Any carrying amount of property, plant and equipment is reviewed annually by the committee to ensure it is not in excess of the recoverable amount of these assets. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in members' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement.

#### **Depreciation**

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a diminishing value basis over the useful lives to the economic entity commencing from the time the asset is held ready for use.

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

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Plant and Equipment	15% diminishing value
Ground Equipment	10% diminishing value
Furniture & Fittings	20% diminishing value
Buildings & Leasehold Improvements	2.5% diminishing value

#### **Impairment of Assets**

At each reporting date, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement,

#### **Inventories**

Inventories are measured at the lower of cost and net realizable value. Costs are assigned on a first-in first-out basis and include direct materials only,

# **SOUTHS RUGBY UNION CLUB INCORPORATED**

## **NOTES TO FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 30 SEPTEMBER 2022**

#### **Leases**

All leases are charged as expenses in the periods in which they are incurred.

#### **Cash and Cash Equivalents**

Cash and cash equivalents includes 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. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

#### **Income Tax**

The committee has formed the opinion that association is exempt from payment of income tax under the provisions of the Income Tax Assessment Act. Consequently, tax effect accounting is not applicable and no provision has been made for income tax.

#### **Employee Benefits**

No provision is made for the entity's liability for employee benefits arising from services rendered by employees to balance date.

#### **Mortgages**

There are no mortgages, charges or securities of any description affecting any of the property of the association during the financial year.

#### **Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised when it is received. Dividend revenue is recognised when it has been received.

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

#### **Prior Year Figures**

Unless otherwise stated, the accounting policies adopted are consistent with those of the previous financial year. In respect to the year ended 30 September 2016 comparative figures, these are for illustration purposes only. They represent a consolidation of the two predecessor Junior and Senior clubs.

#### **Related parties**

##### **Interest in Contracts**

During the year Souths Rugby Union Club Incorporated appointed Lakehouse Accounting as the association's auditor.

##### **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.

**SOUTHS RUGBY UNION CLUB INCORPORATED  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

<b>( 4 ) Trade and Other Receivables</b>	<b>2022</b>	<b>2021</b>
<i>CURRENT</i>		
Trade Receivables	22,710	14,425
Prepaid Expenses	14,493	15,059
	<hr/>	<hr/>
	37,204	29,484
<i>NON CURRENT</i>		
Advance - Sths Rugby Foundation	1,000	1,000
	<hr/>	<hr/>
	1,000	1,000
	<hr/>	<hr/>
<b>Total Trade and Other Receivables</b>	<b>38,204</b>	<b>30,484</b>
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 <b>( 5 ) Property, Plant and Equipment</b>	 <b>2022</b>	 <b>2021</b>
Leasehold Improvements at Cost	806,260	806,260
Deduct Prov'n for Depreciation	(76,447)	(47,265)
	<hr/>	<hr/>
	729,813	758,995
Ground Facilities at Cost	304,905	304,905
Less Prov'n for Depreciation	(202,684)	(191,319)
	<hr/>	<hr/>
	102,221	113,586
Plant and Equipment at Cost	205,138	204,321
Deduct Prov'n for Depreciation	(150,632)	(141,101)
	<hr/>	<hr/>
	54,506	63,220
Furniture & Fittings at Cost	52,750	52,750
Deduct Prov'n for Depreciation	(46,598)	(45,060)
	<hr/>	<hr/>
	6,152	7,690
Rugby Equipment at Cost	118,201	118,201
Accumulated Depreciation	(86,105)	(80,439)
	<hr/>	<hr/>
	32,096	37,762
	<hr/>	<hr/>
<b>Total Property, Plant and Equipment</b>	<b>924,789</b>	<b>981,254</b>
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**SOUTHS RUGBY UNION CLUB INCORPORATED  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

<b>( 6 ) Investments</b>	<b>2022</b>	<b>2021</b>
Work in Progress - Capital Works	16,104	-
<b>Total Investments</b>	<b>16,104</b>	<b>-</b>
<b>( 7 ) Trade and Other Payables</b>	<b>2022</b>	<b>2021</b>
<i>CURRENT</i>		
Accounts Payable	48,103	33,960
GST Payable	3,736	5,639
Payable - Insurance Premium	12,780	-
Payroll Creditors	15,689	9,309
Provision - Coogee Tour	-	10,906
<b>Total Trade and Other Payables</b>	<b>80,309</b>	<b>59,815</b>
<b>( 8 ) Accumulated Club Funds</b>	<b>2022</b>	<b>2021</b>
Net Profit after income tax	(103,505)	2,754
Retained Profits at the beginning	1,342,596	1,339,842
<b>Total club Funds</b>	<b>1,239,091</b>	<b>1,342,596</b>

## AUDITORS REPORT

To the Members

### SOUTHS RUGBY UNION CLUB INCORPORATED

#### **The Special purpose financial report**

We have audited the attached special purpose financial report of Souths Rugby Union Club Incorporated for the year ended 30 September 2022, comprising of Balance Sheet, Statement of Receipts and Payments, Notes To The Financial Report, and Statement by Members of the Committee.

#### *Committee's Responsibility for the Financial Report*

The Committee is responsible for the preparation and true and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are consistent with the financial reporting requirements of the Associations Incorporations Act 1981 Queensland and are appropriate to meet the needs of the members. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

The special purpose financial report has been prepared for distribution to the members for the purpose of fulfilling the Committee's financial reporting requirements under the Associations Incorporation Act 1981 Queensland. We 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 of any purpose other than that for which it was prepared.

#### *Auditor's Responsibility*

We conducted an independent audit in order to express an opinion to the members of the Association. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the accounting policies described in Note 1, so as present a view which is consistent with our understanding of the association's financial position, and of its performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia. No opinion is expressed as to whether the accounting policies used and described in Note 1, are appropriate for the needs of the members.

We formed our audit opinion on the basis of these procedures, which included:

- Examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- Assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the committee members.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

#### *Independence*

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

## **Audit Report Qualification**

### *Basis for Qualified Opinion*

It is not practical for Souths Rugby Union Club Incorporated to maintain an effective system of internal control over donations and fundraising activities until their initial entry in the bank account.

Accordingly, my audit in relation to receipts was limited to amounts deposited into the entity's bank account.

As we did not verify any evidence of a year-end stocktake, we do not express an audit opinion upon the value of stock on hand in these financial accounts.

## **Qualified Audit Opinion**

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial report of Souths Rugby Union Club Incorporated presents fairly the assets and liabilities at 30 September 2022 and the income and expenditure of the entity for the year then ended in accordance with the basis of accounting described in Note 1 to the financial statements.



.....  
Noel Benson MIPA  
Lakehouse Accounting  
10 February 2023