

**GOSFORD DISTRICT TENNIS
ASSOCIATION INCORPORATED**

SPECIAL PURPOSE FINANCIAL REPORT

**FOR THE FINANCIAL PERIOD ENDED
30 JUNE 2006**

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF GOSFORD DISTRICT TENNIS ASSOCIATION INC.

Scope

We have audited the attached special purpose financial report of Gosford District Tennis Association Inc. for the period ended 30 June 2006 as set out on pages 1 - 6. Gosford District Tennis Association Inc. Committee of Management is responsible for the preparation and presentation of the financial report and the information contained therein, and have determined that the accounting policies used are consistent with the financial reporting requirements of the Association's constitution and are appropriate to meet the needs of the members. We have conducted an independent audit of the financial report in order to express an opinion to the members of Gosford District Tennis Association Inc. 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 members and for the purpose of fulfilling the Committee of Management's financial reporting requirements under the Association's constitution. 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 for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report. 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 accounting policies adopted by the Association.


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

Qualifications

As is common for organisations of this type, it is not practicable for Gosford District Tennis Association Inc. to maintain an effective system of internal control over team registration, membership and other revenue raising activities until their initial entry in the accounting records. Accordingly, our audit of team registration, membership and other revenue raising activities was limited to amounts recorded. Similarly, it is not possible to maintain an effective system of internal control over all payments made until their initial entry in the accounting records. Accordingly, our audit in relation to payments was limited to amounts recorded.

Qualified Audit Opinion

In our opinion, subject to the effects of such adjustments, if any, as might have been determined to be necessary had the limitation discussed in the qualification paragraph not existed, the financial report presents fairly in accordance with the cash basis of accounting the expenditure and income of Gosford District Tennis Association Inc. for the period ended 30 June 2006.

Fortunity Assurance 

FORTUNITY ASSURANCE
Erina Business Park
PO Box 3622
ERINA NSW 2250

T R DAVIDSON
Partner

DATED: *7 November, 2006.*

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
SPECIAL PURPOSE FINANCIAL REPORT
PROFIT AND LOSS ACCOUNT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
Operating Surplus (Deficit)	68,771	(2,136)
Accumulated Surplus at the beginning of the financial period	424,564	426,700
ACCUMULATED SURPLUS AT THE END OF THE FINANCIAL PERIOD	<u>493,335</u>	<u>424,564</u>

Notes to and forming part of the accounts are included on page 3.

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
SPECIAL PURPOSE FINANCIAL REPORT
BALANCE SHEET AS AT 30 JUNE 2006**

	NOTE	2006 \$	2005 \$
CURRENT ASSETS			
Cash	2	139,575	77,972
Inventory	3	153	153
TOTAL CURRENT ASSETS		<u>139,728</u>	<u>78,125</u>
NON-CURRENT ASSETS			
Property, Plant & Equipment	4	358,057	358,057
TOTAL ASSETS		<u>497,785</u>	<u>436,182</u>
CURRENT LIABILITIES			
Accounts payable	5	4,450	11,618
TOTAL CURRENT LIABILITIES		<u>4,450</u>	<u>11,618</u>
TOTAL LIABILITIES		<u>4,450</u>	<u>11,618</u>
NET ASSETS		<u>493,335</u>	<u>424,564</u>
MEMBERS' FUNDS			
Accumulated Surplus		<u>493,335</u>	<u>424,564</u>

Notes to and forming part of the accounts are included on page 3.

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
 NOTES TO AND FORMING PART OF THE ACCOUNTS
 FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2006**

1. SUMMARY OF ACCOUNTING POLICIES

These financial statements are a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act (NSW). The committee has determined that the association is not a reporting entity as defined in Statement of Accounting Concepts 1 "Definition of the Reporting Entity" and therefore, as there is no requirement to apply accounting concepts or standards in the preparation and presentation of these statements, none have been adopted intentionally.

These statements have been prepared in accordance with the requirements of the Associations Incorporations Act (NSW). These accounts have been prepared on a cash basis from the records of the entity. They are based on historical costs and do not take into account changing money values.

	2006	2005
	\$	\$
2. CASH		
Cash on Hand	20	20
Cash at Bank	139,555	77,952
	139,575	77,972
 3. Inventory		
Accounts receivable	153	153
	153	153

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
4. PROPERTY, PLANT & EQUIPMENT		
Plant & Equipment	161,108	161,108
Leasehold Improvements		
- Courts 10 & 11	84,548	84,548
- Pathways	18,283	18,283
- Pergola	3,523	3,523
- Courts 5,6,7,12	51,000	51,000
- Tennis Courts - electrical	10,575	10,575
- Courts 1 – 4	12,800	12,800
- Court 13	16,220	16,220
	358,057	358,057
	358,057	358,057
5. ACCOUNTS PAYABLE		
Accounts payable	4,450	11,618
	4,450	11,618
	4,450	11,618

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
SPECIAL PURPOSE FINANCIAL REPORT
INCOME AND EXPENDITURE STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
INCOME		
Grants and Contribution	-	5,686
GST Adjustment	9,917	-
Junior Tournament	1,731	1,288
Lease	62,390	49,321
Memberships	26,998	29,248
Miscellaneous	1,612	8,403
Player Levy	2,437	2,434
Senior Tournament	17,285	19,109
Squads	792	2,486
Team Registration	9,092	6,879
	<u>132,254</u>	<u>124,854</u>
EXPENSES		
Accounting	-	291
Advertising	-	642
Bank Costs	117	496
Championships	340	329
Complex Upgrade	-	33,499
Computer Upgrade	8,648	-
Council Costs	5,550	14,617
Event cost	232	6,986
GST adjustment	-	542
GTA/GTC	4,041	5,179
Honourarium	5,091	1,455
Insurance	3,490	3,902
Interdistrict Competition	-	2,315
Junior Tournament	7,462	13,181
Maintenance	12,416	11,655
Miscellaneous	1,523	973
Promotions	3,664	3,000
Security	242	238
Senior Tournament	-	15,971
Slazenger Balls	1,612	4,048
Squads	1,898	3,375
Stationery	613	1,608

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
SPECIAL PURPOSE FINANCIAL REPORT
INCOME AND EXPENDITURE STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
EXPENSES (Continued)		
Telephone	3,178	2,688
Trophies	3,366	-
	63,483	126,990
OPERATING (DEFICIT)/SURPLUS	68,771	(2,136)

**GOSFORD DISTRICT TENNIS ASSOCIATION INCORPORATED
STATEMENT BY MEMBERS OF THE COMMITTEE**

The committee have determined that the association is not a reporting entity.

The committee have determined 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 the financial statements as set out in pages 1 to 6:

1. present fairly the financial position of Gosford District Tennis Association Incorporated as at 30 June 2006 and the results of the association for the period ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Gosford District Tennis Association Incorporated 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 14th day of December 2006