



Croquet Victoria

Annual Financial Report 2022/2023

The Victorian Croquet Association Inc.
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VICSPORT

Patron: *The Honourable Linda Dessau AC, Governor of Victoria*

Annual Financial Report 2022/2023

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COUNCIL'S REPORT

Your Council presents its report on the operations of the Victorian Croquet Association Incorporated for the year ended 31 March 2023.

Council Members

The following persons were members of the Victorian Croquet Association Incorporated Council for the whole of the financial year, from 1 April 2022 to 31 March 2023, except where noted:

President	James Clement 1 April 2022 to 20 June 2022 Kate Patrick 20 June 2022 to 31 March 2023
Vice-President	Stephen Forster
Secretary	Sarina Cevaal-Hewitt 1 April 2022 to 20 June 2022 Ann Crow 6 July 2022 to 9 July 2022 Maurice Cevaal-Hewitt 20 July 2022 to 31 March 2023
Treasurer	Claire Keating
Committee Members	Janet Leckie-Brunton Eileen Gough 20 June 2022 to 31 March 2023 Helen Worlidge 20 June 2022 to 31 March 2023 Lyndsay Neilson 1 April 2022 to 20 June 2022 David Johnston 1 April 2022 to 20 June 2022 Lynne Roberts 1 April 2022 to 23 June 2022 Mike Cohn 1 April 2022 to 23 June 2022 Paul Coughlin 22 August 2022 to 31 March 2023
Regional Directors	Eileen Gough Marjorie Grant Jan MacDonald Terri Manwaring Ian Potter Russell Worland Sarina Cevaal-Hewitt David Hinds 1 April 2022 to 23 May 2022 Mignon Johnson 1 April 2022 to 20 June 2022 Roger Lee 1 April 2022 to 20 June 2022 Roger Bird 1 April 2022 to 20 June 2022

Fay Pearson 1 April 2022 to 20 June 2022
Lorraine Gutcher 1 April 2022 to 12 October 2022
Patrick Hartley 1 April 2022 to 28 February 2023
Kate Patrick 24 May 2022 to 26 September 2022
Bill Humphreys 9 June 2022 to 31 March 2023
Pat Smith 5 August 2022 to 31 March 2023
Robert Gooding 8 October 2022 to 31 March 2023
John Compton 27 November 2022 to 31 March 2023
Minn Stewart 27 February to 31 March 2023
Julie Beasley 27 February 2023 to 31 March 2023
Deb Newbold 28 February 2023 to 31 March 2023

Principal Activities

The association's principal activities during the year consisted of promoting, leading and organising the sport of croquet in Victoria.

Review of Operations

In the year ended 31 March 2023 the association had a comprehensive result of \$(4,276), (2022: \$277,886).

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the association during the year ended 31 March 2023.

Matters Subsequent to the End of the Financial Year

At the date of this report no matters have arisen since 31 March 2023 that have or may significantly affect the association's operations, the results of those operations or the association's state of affairs in future financial years.

Likely Developments and Expected Results of Operations

Other than noted above, the Council is not aware of any specific developments likely to have significant effect on the operations of the association or the expected results of those operations.

This report is made on behalf of the members of the Council.



Maurice Cevaal-Hewitt
Secretary
20 May 2023

STATEMENT BY MEMBERS OF THE COUNCIL

The Council have determined that the association is not a reporting entity and that this is a special purpose financial report.

In the opinion of the Council the financial report as set out on pages 5 to 12:

1. Presents a true and fair view of the financial position of the Victorian Croquet Association Inc. as at 31 March 2023 and its performance for the financial year ended on that date in accordance with the accounting policies outlined in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012.
2. At the date of this statement, there are reasonable grounds to believe that the Victorian Croquet 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 Council and is signed for and behalf by:



Treasurer

Dated this 20 May 2023



Secretary

20 May 2023

Annual statements give true and fair view of financial performance and position of incorporated association

We, Claire Keating and Maurice Cevaal-Hewitt, being members of the Committee of Management of the Victorian Croquet Association Inc., certify that:

The statements attached to this certificate give a true and fair view of the financial performance and position of the Victorian Croquet Association Inc. during and at the end of the financial year of the association ending on 31 March 2023.



Treasurer



Secretary

Schedule 1, Regulation 15, Form 1
Associations Incorporation Reform Act 2012
Sections 92(2)(b) and 100(2)(b)

Victorian Croquet Association Inc.

Statement of Financial Position As at 31 March 2023

	Note	2022	2023
Assets			
Current Assets			
<i>Cash Accounts</i>			
Bendigo		\$118,957	\$114,608
Bendigo - Grants Account		\$58,433	\$30,679
Petty Cash Float		\$132	\$1,032
Total Cash Accounts		\$177,522	\$146,319
Accounts Receivable	3	\$11,223	\$13,280
Total Current Assets		\$188,745	\$159,599
Non Current Assets			
<i>Available for sale assets</i>			
JBWere - Investment A/C	4	\$4,686,551	\$4,750,411
<i>Land and Buildings</i>			
Cairnlea - Land/Building	5	\$3,982,904	\$3,921,177
<i>Plant & Equipment</i>			
Plant and Equipment	6	\$26,056	\$23,486
Total non Current Assets		\$8,695,511	\$8,695,074
Total Assets		\$8,884,256	\$8,854,673
Liabilities			
Current Liabilities			
Accounts Payable	7	\$9,845	\$9,082
GST Collected		\$2,658	\$7,207
GST Paid		(\$4,646)	(\$5,985)
<i>Total Tax Payable</i>		(\$1,988)	\$1,222
Grants Received in Advance	8	\$58,433	\$30,679
Total Liabilities		\$66,290	\$40,983
Net Assets		\$8,817,966	\$8,813,690
Equity			
General Reserve		\$7,703,572	\$7,703,572
Asset Revaluation Reserve	9	\$1,116,705	\$973,695
Retained Earnings (Accumulated Losses)		(\$131,644)	(\$44,134)
Current Earnings		\$86,960	\$138,523
Special Funds	10	\$42,373	\$42,034
Total Equity		\$8,817,966	\$8,813,690

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached audit report.

Victorian Croquet Association Inc.

Statement of Profit or Loss and Other Comprehensive Income For the year ended 31 March 2023

	Note	2022	2023
INCOME			
<i>Investment Income</i>			
Dividends		\$70,024	\$83,480
Interest JBWere		\$11,136	\$24,818
Trust Income		\$89,917	\$88,092
Foreign Income		\$2,953	\$3,512
<i>Total Investment Income</i>		<i>\$174,030</i>	<i>\$199,902</i>
VCA Affiliation Fees		\$112,220	\$99,766
ACA Affiliation fees and Insurance		\$95,637	\$102,521
Merchandise		\$4,150	\$4,431
Tournaments		\$7,450	\$12,668
Other Operating Income		\$1,004	\$2,347
Catering and Bar sales		\$1,261	\$10,155
Premises/Courts/Hire		\$14,088	\$51,822
Donations		\$1,104	\$2,145
Grant Income	11	\$68,664	\$39,754
Total Operating Income		\$479,608	\$525,511
Less: EXPENSES			
ACA Affiliation fees and Insurance		\$98,101	\$102,544
Administration costs		\$14,254	\$13,419
JBWere Management Fees		\$30,666	\$30,347
Committees		\$3,237	\$9,034
Council and COM Travel costs		\$930	\$975
Grant expenses		\$62,732	\$39,754
Under 21s scholarship		\$432	\$2,057
Tournaments		\$3,955	\$8,972
Merchandise		\$3,553	\$1,228
VCC Building costs		\$65,684	\$53,830
VCC Building depreciation		\$82,750	\$83,577
Plant and Equipment Depreciation		\$6,392	\$5,265
Catering and Bar costs		\$315	\$5,679
VCC Court costs		\$13,311	\$20,752
State Team costs		\$6,336	\$9,555
Total Operating Expenses		\$392,648	\$386,988
Operating Result		\$86,960	\$138,523
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Unrealised Fair value gains/(losses)		\$68,151	(\$142,068)
Realised Fair value gains/(losses)		\$122,775	(\$731)
Total comprehensive result		\$277,886	(\$4,276)

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached audit report.

Victorian Croquet Association Inc.

Statement of Cash Flows For the year ended 31 March 2023

	Note	2022	2023
Cash Flow from Operating Activities			
Cash receipts from members and customers		\$253,915	\$281,653
Cash receipts from grants and donations		\$86,189	\$14,145
Cash paid to suppliers		(\$304,270)	(\$262,456)
Net Cash Flow from Operating Activities	12	\$35,833	\$33,342
Cash Flow from Investing Activities			
Contribution to JBWere		\$0	(\$40,000)
Net Cash Flow from Investing Activities		\$0	(\$40,000)
Cash flow from Financing Activities			
Payments from Bequest - Late Jean A Rentoul		(\$530)	\$0
Purchase of fixed assets		\$0	(\$24,545)
Net cash flow from financing activities		(\$530)	(\$24,545)
Net Increase (decrease) for the period		\$35,303	(\$31,203)
Cash at the beginning of the period		\$142,219	\$177,522
Cash at the end of the period		\$177,522	\$146,319

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached audit report.

Victorian Croquet Association Inc.
Statement of Changes in Equity
For the year ended 31 March 2023

	Retained Earnings (Accumulated losses)	General Reserve	Asset Revaluation Reserve	Special Funds	Total Equity
Balance at 31 March 2021	(\$132,174)	\$7,703,572	\$928,677	\$40,005	\$8,540,080
Transfer between Operating result and special funds	\$530			(\$530)	\$0
Operating result 2022 year	\$86,960				\$86,960
Fair value gains and losses on Investments	\$190,926				\$190,926
Transfers between reserves	(\$190,926)		\$188,028	\$2,898	\$0
Balance at 31 March 2022	(\$44,684)	\$7,703,572	\$1,116,705	\$42,373	\$8,817,966
Transfer between Operating result and special funds	\$550			(\$550)	\$0
Operating result 2023 year	\$138,523				\$138,523
Fair value gains and losses on Investments	(\$142,799)				(\$142,799)
Transfers between reserves	\$142,799		(\$143,010)	\$211	\$0
Balance at 31 March 2023	\$94,389	\$7,703,572	\$973,695	\$42,034	\$8,813,690

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached audit report.

**Victorian Croquet Association Inc.
Notes to the Financial Statements
For the year ended 31 March 2023**

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of Compliance

The Council has determined that the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. The financial report is a special purpose financial report which has been prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

These financial statements have been prepared in accordance with following Australian Accounting Standards:

AASB 101	Presentation of Financial Statements
AASB 107	Statement of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031	Materiality
AASB 1048	Interpretation of Standards
AASB 1054	Australian Additional Disclosures

(b) Basis of measurement

The financial statements have been prepared on an accrual basis and are based on historical cost and do not take into account changing money values except where specifically stated.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements except where stated.

(c) Plant and Equipment

Land and Buildings are measured at cost less accumulated depreciation on buildings and less any accumulated impairment losses.

Property, plant and equipment are carried in the accounts at acquisition cost less accumulated depreciation and any accumulated impairment losses.

Fixed assets (other than leasehold improvements) are depreciated over their useful lives commencing from the time the asset is held ready for use.

Any gains or losses on disposal of plant and equipment (calculated as the difference between the net proceeds from disposal and the net book value of the item) is recognised in the profit and loss.

(d) Investments

Investments held are initially recognised at cost, including transaction costs. They are subsequently revalued to fair value.

Fair value is based on current market value such as quoted prices for equities listed on the stock exchange and current redemption prices for unlisted investment trusts.

(e) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(f) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable.

Interest revenue is recognised when received.

Investment income included in the statement of profit or loss and other comprehensive income comprises mainly dividends, trust distributions and interest.

Investments, which are marked to market at balance date, mainly comprise Australian equities, corporate debt, listed property trusts and overseas share trusts. The portfolio is classified as a non current asset as it is available-for-sale and not held for trading. The Council has no immediate plans for the sale of part or all of the portfolio.

The Association has elected to present fair value changes in its investment portfolio in other comprehensive income. For this purpose it has treated the whole portfolio as equity instruments. As some of the investments would not be classified as equity under AASB 9 this represents partial non-compliance with the standard.

Grant revenue

Grant revenue is recognised in profit or loss when the Association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

(g) 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 Australia Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

(h) Going Concern

The financial report has been prepared on a going concern basis.

(i) Income Tax

The association is a not-for-profit organisation and is exempt from income tax under section 50-45 of the Income Tax Assessment Act 1997.

(j) Reserves**Asset revaluation reserve**

The asset revaluation reserve records revaluation increments and decrements (that do not represent impairment write downs) that relate to financial assets that are classified as available-for-sale.

Special Funds - Bequest income

Revenue generated from bequests of corpus from deceased estates, are recognised in the income statement when received. Donations and bequest are first recognised as income and are recorded in equity as Special Trust Funds where the corpus is to be maintained and the income generated used for a stated purpose. If a donation where the corpus and net income generated cease to be used for their stated purpose, then these amounts are repayable and would be recognised as liabilities.

(k) Trade Creditors and Other Payables

Trade creditors and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the entity during the reporting period, which remain unpaid and accrued expenses. The balance is recognised as a current liability with the amounts normally paid within 30 days or recognition of the liability.

(l) Volunteer services

The Association has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

2 COMPARATIVES AND RESTATEMENT OF PRIOR PERIOD

Where necessary comparative figures have been reclassified to facilitate comparison.

	2022	2023
3 Accounts receivable		
Affiliation and Insurance	\$3,383	\$4,590
Croquet Australia	\$7,720	\$8,690
Sundry	\$120	\$0
	<u>\$11,223</u>	<u>\$13,280</u>
4 JBWere - Investment A/C		
Cash	\$151,229	\$462,565
Credit	\$1,272,687	\$997,897
Australian equities	\$2,246,019	\$2,242,732
International equities	\$1,016,616	\$1,047,217
	<u>\$4,686,551</u>	<u>\$4,750,411</u>
5 Cairnlea - Land/Building		
Land and site works at cost	\$1,980,368	\$1,980,368
Building at cost	\$3,309,986	\$3,331,836
less accumulated depreciation	(\$1,307,450)	(\$1,391,027)
	<u>\$3,982,904</u>	<u>\$3,921,177</u>
6 Plant and Equipment		
Plant & Equipment at cost	\$187,276	\$189,971
Less: Accumulated Depreciation	(\$161,220)	(\$166,485)
	<u>\$26,056</u>	<u>\$23,486</u>
7 Accounts Payable		
JBWere fee	\$7,643	\$7,769
Sundry	\$2,202	\$1,313
	<u>\$9,845</u>	<u>\$9,082</u>

8 Grants Received in Advance	2022	2023
Together More Active	\$58,433	\$30,679
	<u>\$58,433</u>	<u>\$30,679</u>

9 Asset Revaluation Reserve	2022	2023
Opening	\$928,677	\$1,116,705
Revaluation of financial assets	\$190,926	(\$142,799)
Jean Rentoul earnings	(\$2,898)	(\$211)
Closing	<u>\$1,116,705</u>	<u>\$973,695</u>

10 Special Funds	2022	2023
<i>Jean Rentoul Bequest</i>		
Opening	\$40,005	\$42,373
Earnings	\$2,898	\$211
Prize money paid	(\$530)	(\$550)
Closing	<u>\$42,373</u>	<u>\$42,034</u>

11 Grant Income	2022	2023
Together More Active	\$13,736	\$39,754
Fox Sports (Kayo)	\$50,000	\$0
Sports and Recreation	\$5,455	\$0
Seniors week	\$477	\$0
	<u>\$68,664</u>	<u>\$39,754</u>

12 Reconciliation of cash flows from operating activities

	2022	2023
Operating result	\$86,960	\$138,523
Adjusted for:		
JBWere - Investment income	(\$174,030)	(\$199,902)
JBWere - Investment expenses	\$30,666	\$30,347
Asset disposal	\$564	\$0
Depreciation on plant and equipment	\$6,392	\$5,265
Building depreciation	\$82,750	\$83,577
Cash flows from operating profit/(loss) before changes in working capital	<u>\$33,302</u>	<u>\$57,810</u>
Movement in accounts receivable	\$19,109	(\$2,057)
Movement in accounts payable	(\$7,180)	\$2,133
Movement in GST collected	(\$2,952)	\$4,549
Movement in GST paid	\$2,764	(\$1,339)
Movement in grant accounts	(\$9,210)	(\$27,754)
Net cash provided by operating activities	<u>\$35,833</u>	<u>\$33,342</u>

13 Related parties

Related party transactions during the year related to reimbursements for costs incurred on behalf of the Association and playing fees paid by related parties at rates applicable to all members.

14 Significant events

No significant events have occurred since balance date that would have any material effect on the results.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE VICTORIAN CROQUET ASSOCIATION INCORPORATED

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of the Victorian Croquet Association Incorporated (the Association), which comprises of the statement of financial position as at 31 March 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the Council.

In our opinion, the accompanying financial report of the Association presents a true and fair view of the financial position of the Association as at 31 March 2023 and its financial performance for the year then ended in accordance with the accounting policies in Note 1 to the financial report and the *Associations Incorporation Reform Act 2012*.

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 ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

Emphasis of Matter – Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Council's financial reporting responsibilities under the *Associations Incorporation Reform Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Council's Responsibilities for the Financial Report

The Council of the Association is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Associations Incorporation Reform Act 2012* and is appropriate to meet the needs of the members. The Council's responsibility also includes designing, implementing and maintaining internal control to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.



In preparing the financial report, the Council 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 Council either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility 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 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 the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



Connie Howe, CA
CLG Assurance & Advisory
20 May 2023
Melbourne, Victoria