

Financial Report 2021

ROWING SOUTH AUSTRALIA INCORPORATED

FINANCIAL REPORT

For the Year Ended 30 June 2021

ROWING SOUTH AUSTRALIA INCORPORATED

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2021

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ROWING SOUTH AUSTRALIA INCORPORATED
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
Total Income	2	1,027,110	803,781
Operational Expenses		(588,065)	(355,688)
Administration		(240,019)	(292,634)
Depreciation		(84,816)	(87,196)
Total Expenses		(912,900)	(735,518)
Net Profit		114,210	68,263
Other Comprehensive Income		-	-
Total Comprehensive income for year		114,210	68,263

These statements should be read in conjunction with the accompanying notes.

ROWING SOUTH AUSTRALIA INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

	Note	2021 \$	2020 \$
CURRENT ASSETS			
Cash and cash equivalents	4	445,024	230,253
Trade and other receivables	5	107,591	105,215
Inventories	6	5,506	5,302
Financial assets	7	344,903	-
TOTAL CURRENT ASSETS		903,024	340,770
NON- CURRENT ASSETS			
Financial assets	7	-	343,471
Property, plant and equipment	8	2,292,042	2,350,158
TOTAL NON-CURRENT ASSETS		2,292,042	2,693,629
TOTAL ASSETS		3,195,066	3,034,399
CURRENT LIABILITIES			
Trade and other payables	9	71,475	36,808
Employee provisions		36,410	13,707
Contract Liabilities	10	99,920	55,453
TOTAL CURRENT LIABILITIES		207,805	105,968
NON- CURRENT LIABILITIES			
Contract Liabilities	10	47,884	103,264
TOTAL NON-CURRENT LIABILITIES		47,884	103,264
TOTAL LIABILITIES		255,689	209,232
NET ASSETS		2,939,377	2,825,167
MEMBERS EQUITY			
General Funds			
Accumulated surplus		2,375,105	2,314,642
Special Funds and Reserves	11	564,272	510,525
NET EQUITY		2,939,377	2,825,167

These statements should be read in conjunction with the accompanying notes

ROWING SOUTH AUSTRALIA INCORPORATED
STATEMENT OF CHANGES IN MEMBERS EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

	Total	Accumulated Surplus	Special Funds Kings Cup Capital	West Lakes Fund	Other Fund Masters Commission	Reserves WLAC Special Fund	General Maint Res
Balance 1.07.2019	2,756,904	2,251,657	106,875	217,251	12,757	13,364	155,000
Comprehensive Income							
Add Profit for Year	68,263	68,263	-	-	-	-	-
<u>Add/Less Transfer</u>	-	(5,278)	1,704	3,390	184	-	-
Balance 30.6.2020	<u>2,825,167</u>	<u>2,314,642</u>	<u>108,579</u>	<u>220,641</u>	<u>12,941</u>	<u>13,364</u>	<u>155,000</u>
Balance 1.07.2020	2,825,167	2,314,642	108,579	220,641	12,941	13,364	155,000
Comprehensive Income							
Add Profit for Year	114,210	114,210	-	-	-	-	-
<u>Add/Less Transfer</u>	-	(53,747)	2,770	911	66	-	50,000
Balance 30.6.2021	<u>2,939,377</u>	<u>2,375,105</u>	<u>111,349</u>	<u>221,552</u>	<u>13,007</u>	<u>13,364</u>	<u>205,000</u>

These statements should be read in conjunction with the accompanying notes.

ROWING SOUTH AUSTRALIA INCORPORATED
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
CASHFLOWS FROM OPERATING ACTIVITIES			
Cash receipts from users and organisations		992,216	755,692
Less: Cash paid to suppliers and employees		(864,788)	(729,565)
		127,428	26,127
Receipts from Grants		113,858	94,426
Interest Received		185	372
Net Cash Flow provided by Operating Activities	18	<u>241,471</u>	<u>120,925</u>
CASHFLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(26,700)	(34,700)
Net Cash utilised in Investing Activities		<u>(26,700)</u>	<u>(34,700)</u>
CASHFLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		-	-
Net Cash utilised in Financing Activities		<u>-</u>	<u>-</u>
Net Increase in Cash Equivalents		214,771	86,225
Cash and Cash Equivalents at beginning of year		<u>230,253</u>	<u>144,028</u>
Cash and Cash Equivalents at end of year	19	<u>445,024</u>	<u>230,253</u>

These statements should be read in conjunction with the accompanying notes

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021.

Rowing South Australia Inc is an association incorporated under the Associations Incorporation Act (South Australia) and operates in accordance with its Constitution and Regulations.

The nature of operations and principal activity of the association is the administration of the sport of rowing in South Australia.

Note 1 – Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB). The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB had concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

In preparing the financial report, the association has taken the exemptions available to non-profit entities.

The financial statements, except for cash flow information have been prepared on an accrual basis and are based on historical cost, modified where applicable for selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

New or amended Accounting Standards and Interpretations adopted

The Association applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2020. The Association has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

- Amendments to AASB 3: Definition of a Business
- Amendments to AASB 7, AASB 9 and AASB 39 Interest Rate Benchmark Reform
- Amendments to AASB 1 and AASB 8 Definition of Material
- Amendments to AASB 16 COVID-19 Related Rent Concessions

These amendments had no impact on the consolidated financial statements of, nor is there expected to be any future impact to the Association.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (continued)

Accounting Policies

(a) Revenue

Revenue is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Membership Fees

Membership fees relate to fees charged to individuals for access to the facilities. These are recognised over time. Membership fees paid in advance are initially recorded as a contract liability and recognised as revenue in the period they relate to.

Rental Income

Rental income relates to a charge for the use of space at Association's facilities in West Lakes, these fees are recognised over time in accordance with the relevant rental agreement. If this rental fee is paid in advance this is recognised as a contract liability and revenue from is recognised on a straight line basis, which is consistent with rights of the customer.

Rowing Activities

Revenue from rowing activities e.g. rowing regattas etc is recognised when the Association satisfies the relevant performance obligation. This at the point in time when the service is provided.

Government Grants

Government grants (both state and federal) are received in relation to the further development of Rowing in South Australia. These government grants contain sufficiently specific performance obligations and accordingly are recognised in the year that these relate to. Where there are conditions attached to grant revenue relating to the use of those grants for a specific purpose, these grants will be deferred in the statement of financial position as a liability until such conditions are met.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(a) Revenue (Cont)

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Association has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Association transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Association performs under the contract.

(b) Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at bank together with short-term deposits with original maturity of three months or less that are readily convertible to known cash amounts subject to insignificant risk of change in value.

(d) Property, Plant and Equipment

Property, Plant and Equipment is carried at cost less, where applicable, any accumulated depreciation and any impairment losses. Depreciation is calculated on a straight-line basis over the estimated useful life of the asset. The expected useful lives are as follows:

- Buildings and structural improvements – 100 years
- Building non-structural improvements – 10 years
- Office & Computer Equipment – 4 to 5 years
- Umpiring and Course Equipment – 10 years
- Rowing Boats and Equipment – 10 years
- Café and Clubroom Equipment – 5 years

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(d) Property, Plant and Equipment (Cont)

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount. Impairment losses are recognised in the statement of profit or loss and other comprehensive income.

Sale of Non-Current Assets

The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal and is included as revenue at the date control of the asset passes to the buyer, usually when an unconditional contract of sale is signed.

(e) Employee Benefits

Short-term employee benefits

Provision is made for the associations' obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled. Sick leave is expensed as incurred.

Other long-term employee benefits

When required, the association classifies employees' long service leave and annual leave entitlements as other long-term employee benefits when they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the associations' obligation for other long-term employee benefits which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates applicable to national government securities at reporting date, which most closely match the terms of maturity of the related liability. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit and loss as a part of employee benefits expense.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(f) 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 for payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(g) Financial instruments

Recognition, initial measurement and derecognition

Financial assets and financial liabilities are recognised when the Association becomes a party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss, which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below. Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and subsequent measurement of financial assets

Except for those trade receivables that do not contain a significant financing component and are measured at the transaction price in accordance with AASB 15, all financial assets are initially measured at fair value adjusted for transaction costs (where applicable)

For the purpose of subsequent measurement, financial assets are classified into the following categories upon initial recognition, amortised cost, fair value through profit or loss (FVPL), equity instruments at fair value through other comprehensive income (FVOCI) or debt instruments at fair value through other comprehensive income (FVOCI)

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables which is presented within other expenses.

Classifications are determined by both the entities business model for managing the financial asset and the contractual cash flow characteristics of the financial assets

All income and expenses relating to financial assets that are recognised in profit or loss are presented within finance costs, finance income or other financial items, except for impairment of trade receivables, which is presented within other expenses. The following is the most applicable to the Association.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(g) Financial instruments (Cont)

Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVPL):

- they are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Association's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments.

Impairment of Financial assets

AASB 9's impairment requirements use more forward looking information to recognize expected credit losses – the 'expected credit losses (ECL) model'. Instruments within the scope of the new requirements included loans and other debt-type financial assets measured at amortised cost and FVOCI, trade receivables, contract assets recognised and measured under AASB 15 and loan commitments and some financial guarantee contracts (for the issuer) that are not measured at fair value through profit or loss.

The Association considers a broader range of information when assessing credit risk and measuring expected credit losses, including past events, current conditions, reasonable and supportable forecasts that affect the expected collectability of the future cash flows of the instrument.

In applying this forward-looking approach, a distinction is made between:

- financial instruments that have not deteriorated significantly in credit quality since initial recognition or that have low credit risk ('Stage 1') and
- financial instruments that have deteriorated significantly in credit quality since initial recognition and whose credit risk is not low ('Stage 2').

'Stage 3' would cover financial assets that have objective evidence of impairment at the reporting date.

'12-month expected credit losses' are recognised for the first category while 'lifetime expected credit losses' are recognised for the second category.

Measurement of the expected credit losses is determined by a probability-weighted estimate of credit losses over the expected life of the financial instrument.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(g) Financial instruments (Cont)

Trade and other receivables and contract assets

The Association makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance at the amount equal to the expected lifetime credit losses. In using this practical expedient, the Association uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix.

The Association assess impairment of trade receivables on a collective basis as they possess credit risk characteristics based on the days past due.

Classification and measurement of financial liabilities

The Association's financial liabilities include trade and other payables. Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs unless the Association designated a financial liability at fair value through profit or loss.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method except for derivatives and financial liabilities designated at FVPL, which are carried subsequently at fair value with gains or losses recognised in profit or loss.

All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

(h) Impairment of Non-Financial Assets

At the end of each reporting period, the Association assessed whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the association makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount. Recoverable amount is the greater of fair value less costs of disposal and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or group of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discounted rate that reflects current market assessments of the time value of money and the risks specific to the asset.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

(i) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

(j) Critical Accounting Estimates and Judgements

The Board Members evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

(k) Economic Dependency/ Going Concern

Whilst the Association acknowledges that it receives grants and other funding from the Office of Recreation and Sport to assist in achieving its objectives it is not dependant on the ORS grants for the majority of its revenue.

The spread of COVID-19 has caused significant volatility in Australian, and international markets. There is significant uncertainty around the breadth and duration of business disruptions related to COVID-19, as well as its impact on the Australian and international economies and, as such, given the current uncertainty and continued government restrictions the Association is unable to determine if it will have a material impact on future operations.

(l) Consolidation of Results

The financial statements include transactions related to the following:

Special Funds

Kings Cup Capital Fund

West Lakes Fund

Other Funds

Masters Commission

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

	2021	2020
	\$	\$
Note 2 – Revenue		
Regatta Operations	487,192	292,220
West Lakes Operations	408,985	362,027
Other Income	15,458	49,459
Grant Income – Revenue	70,000	70,000
ATO COVID-19 Relief	43,858	24,426
Interest	1,617	5,649
	1,027,110	803,781
Total Revenue	1,027,110	803,781

Note 2 (a) – Revenue Segments

Set out below is the disaggregation of the Association’s revenue from contracts with customers

	2021	2020
	\$	\$
Types of goods or service		
Sale of goods	845	541
Fees and charges including membership fees	307,880	349,876
Government Grants and ATO Relief	113,858	94,426
Interest	1,617	5,649
Rent & Maintenance	408,985	342,789
Sponsorship	4,727	10,500
Major Event – AMRC	189,198	-
	1,027,110	803,781
Total Revenue	1,027,110	803,781

Timing of revenue recognition

Goods transferred at a point in time	235,518	142,105
Services transferred over time	791,592	661,576

Total revenue from contracts with customers

All revenue is generated in Australia.

Note 2 (b) Financial Impact – Non recurring items

During the year Rowing Australia redirected events scheduled for Penrith NSW, in particular – the Australia Masters Rowing Championship 2021 to the A.M. Ramsay Regatta Course, West Lakes South Australia. AMRC and other national events resulted in a net profit to Rowing SA of \$25,336 (2020: \$nil).

In addition to the above, the 2021 financial result also includes grants from the SA Government and Australian Federal Government in relation to businesses affected by COVID-19 total grants received were \$43,858 (2020: \$24,426)

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

Note 3 – Expenses	2021	2020
	\$	\$
Employee benefit expenses	295,372	299,277
	<hr/>	<hr/>
Note 4 – Cash and Bank		
General Bank	443,719	228,948
Masters Commission Account	1,005	1,005
Petty cash	300	300
	<hr/>	<hr/>
	445,024	230,253
	<hr/>	<hr/>
Note 5 – Trade and Other Receivables		
Trade and other receivables	51,800	52,130
Regatta Course loan	14,747	48,926
Less Provision for expected credit losses	-	-
	<hr/>	<hr/>
	66,547	101,056
Prepayments	<hr/>	<hr/>
	41,044	4,159
	<hr/>	<hr/>
	107,591	105,215
	<hr/>	<hr/>
Note 6 – Inventories		
Stock – Medal and Uniforms	<hr/>	<hr/>
	5,506	5,302
	<hr/>	<hr/>
Note 7 – Financial Assets		
General Funds		
Masters Commission	<hr/>	<hr/>
	12,002	11,939
	<hr/>	<hr/>
	12,002	11,939
	<hr/>	<hr/>
Special Funds		
Kings Cup Capital	111,349	110,891
West Lakes Fund	<hr/>	<hr/>
	221,552	220,641
	<hr/>	<hr/>
	332,901	331,532
Total financial assets	<hr/>	<hr/>
	344,903	343,471
	<hr/>	<hr/>
Total current	344,903	-
Total non-current	<hr/>	<hr/>
	-	343,471

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

Note 8 - Property Plant & Equipment	2021	2020
	\$	\$
Land and Buildings at cost	2,891,865	2,886,886
<u>Less:</u> Accumulated Depreciation	(693,889)	(636,574)
	<hr/> 2,197,976	<hr/> 2,250,312
Rowing Boats and Equipment at cost	124,858	120,997
<u>Less:</u> Accumulated Depreciation	(67,344)	(58,307)
	<hr/> 57,514	<hr/> 62,690
Umpiring and Course Equipment	189,339	189,338
<u>Less:</u> Accumulated Depreciation	(179,573)	(170,672)
	<hr/> 9,766	<hr/> 18,666
Café and Clubrooms Equipment	83,003	122,520
<u>Less:</u> Accumulated Depreciation	(66,152)	(105,668)
	<hr/> 16,850	<hr/> 16,852
Computer and Office Equipment at cost	50,711	48,771
<u>Less:</u> Accumulated Depreciation	(40,775)	(48,133)
	<hr/> 9,936	<hr/> 1,638
	<hr/> 2,292,042	<hr/> 2,350,158

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

	2021	2020
Note 11 - Special Funds and Reserves	\$	\$
Kings Cup Capital Fund – Schedule 1	111,349	108,579
West Lakes Fund – Schedule 2	221,552	220,641
Masters Commission Fund – Schedule 3.1	13,007	12,941
General Reserve Future Maintenance	205,000	155,000
Reserve WLAC Social Club	13,364	13,364
	564,272	510,525

Note 12 – Contingent Assets and Liabilities

There are no known contingent assets and liabilities as at the reporting date.

Note 13 – Events After the Reporting Period

The Board Members are not aware of any events that have occurred since the end of the reporting period that require adjustment or disclosure within the financial statements.

Note 14 – Capital Commitments

There are no outstanding capital commitments as at the 30 June, 2021.

Note 15 – Key Management Personnel Compensation

Any person(s) having the authority and responsibility for planning, directing and controlling the activities of the association, directly or indirectly, including any Board Member of the Association is considered key management personnel (KMP). The KMP comprises of the Chief Executive Officer and the Operations Manager.

The totals of remuneration paid to KMP of the association during the year was impacted by role transitions /appointments and was as follows:

	2021	2020
	\$	\$
KMP compensation	190,852	199,271

Note 16 – Segment Reporting

The Association operates from Adelaide in the State of South Australia to administer the sport of rowing in that State.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

Note 17 – Entity Information

The registered office and principal place of business of the association is:

100 Military Road, West Lakes Shore SA 5020.

Note 18 – Cash Flow Information

	2021	2020
	\$	\$
(a) Cash and Cash Equivalents – Refer to Note 4	445,024	203,253
(b) Reconciliation of net cash from operating activities to operating profit before results from other activities and transfers (income statement)		
Operating Profit for year	114,210	68,263
Depreciation	84,816	87,196
Interest capitalised to financial assets	(1,432)	(5,277)
	197,594	150,182
Changes in Assets and Liabilities		
(Increase) / Decrease in receivables	376	103,336
(Increase)/Decrease in inventories	(204)	2,137
Increase/(Decrease) in payables	34,621	(37,079)
Increase/(Decrease) in provisions	22,703	(8,554)
Increase/(Decrease) received in advance	(10,913)	(91,206)
(Increase)/Decrease prepayments	(2,706)	2,109
	(42,802)	(29,257)
Cash Flow provided by Operating Activity	241,471	120,925

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

Note 19 – Financial Risk Management

The Association’s financial instruments consist mainly of deposits with banks, investments and accounts receivable and payable.

The carrying amount of each category of financial instruments, measured in accordance with AASB 9 Financial Instruments: Recognition and Measurement as detailed in the accounting policies to these financial statements are as follows:

	Note	2021 \$	2020 \$
<u>Financial Assets</u>			
Cash and equivalents	4	445,024	230,253
Trade and other receivables	5	107,545	105,215
Financial Assets	7	344,903	343,471
		<hr/>	<hr/>
Total Financial Assets		897,472	678,939
		<hr/>	<hr/>
<u>Financial Liabilities</u>			
Financial liabilities at amortised cost			
Trade and other payables	9	70,400	36,838
		<hr/>	<hr/>
Total Financial Liabilities		70,400	36,838
		<hr/>	<hr/>

Refer to Note 20 for detailed disclosures regarding the fair value measurement of the association’s financial assets and financial liabilities.

Note 20 – Fair Value Measurements

The association does not have any assets that are measured at fair value on a recurring basis after their initial recognition. The association does not subsequently measure any liabilities at fair value on a recurring basis and has no assets or liabilities that are measured at fair value on a non-recurring basis.

Note 21 – Related Party Disclosure and Transactions

The Association is considered to be a Prescribed Association in relation to the 12 months ended 30 June 2021 in accordance with the Associations Incorporation Act 1985 as amended. There are no transactions with related parties. Should there be transactions between related parties they would be on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

ROWING SOUTH AUSTRALIA INCORPORATED
YEAR ENDED 30 JUNE 2021

Notes to the Financial Statements for the Year Ended 30 June 2021 (Cont)

Note 22 – Management Agreement and Deed of Charge

There is a current agreement between RSA and the Office for Recreation, Sport and Racing which continues the same terms as the previous 5 year arrangement. Purchases/maintenance costs will be referenced in line with the 15 year Asset document shared between ORS&R and RSA. RSA shall use its best endeavour to operate and manage the Regatta Course. In accordance with the Agreement RSA have opened a separate Regatta Course Bank Account and accounting system which are autonomous and not included in RSA's financial statements. RSA as part of the Agreement has granted the Minister a fixed charge in relation to any monies received, paid or held in relation to the Regatta Course and deposited into the Regatta Course Bank Account.

Regatta Bank Account Movements	\$
Opening Balance 1 July	48,926
Receipts	31,187
Payments	(65,367)
Closing Balance 30 June	<u>14,746</u>

**ROWING SOUTH AUSTRALIA INCORPORATED
STATEMENT BY MEMBERS OF THE BOARD
FOR THE YEAR ENDED 30 JUNE 2021**


In accordance with a resolution of the Board of Rowing South Australia Incorporated the Board Members of the association are of the opinion that:

1. The financial statements and notes, as set out on pages 3 to 21.
 - (a) Comply with Australian Accounting Standards – Reduced Disclosure Requirements; and
 - (b) Present fairly in all material respects the financial position of the Association as at 30 June 2021 and of its performance for the year ended on that date.
2. In the Board’s opinion there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

Report of Rowing South Australia Incorporated and in compliance with Section 35(5) of the Association’s Incorporation Act 1985 for the 12 months ended 30 June 2021.

1. No officer of the association, or a firm which an officer is a member, or corporate in which the officer has substantial financial interest, has received or become entitled to receive a benefit as a result of a contract between the officer, firm or corporate and the association.
2. No officer of the association has received directly or indirectly from the association a payment or other benefit of a pecuniary value except to the extent of those disclosed under Note 22 of the financial statements (Related Parties Disclosure).


.....Board Member
Philip Paterson


.....Board Member
Shannen Graham

Dated this 19 day of August 2021.

Independent Auditor's Report

To the Members of Rowing South Australia Incorporated

Report on the audit of the financial report

Opinion

We have audited the financial report of Rowing South Australia Incorporated ('Association') which comprises the statement of financial position as at 30 June 2021, 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, and notes to the financial statements, including a summary of significant accounting policies, and the statement by the members of the board.

In our opinion, the accompanying financial report of Rowing South Australia Incorporated:

- a presents fairly, in all material respects, the Association's financial position as at 30 June 2021 and of its performance and cash flows for the year then ended; and
- b complies with Australian Accounting Standards – Reduced Disclosure Requirements and the Associations Incorporation Act 1985.

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 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.

Information other than the financial report and auditor's report thereon

Management is responsible for the other information. The other information comprises the information included in the Association's financial report for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the Associations Incorporation Act 1985. This responsibility also includes such internal control as management determines is necessary to enable the preparation of the financial report to be 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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

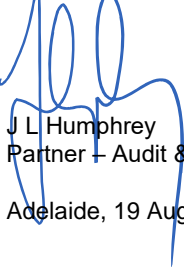
Auditor's responsibilities for the audit of the financial report

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.

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/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



J L Humphrey
Partner – Audit & Assurance

Adelaide, 19 August 2021

**ROWING SOUTH AUSTRALIA INCORPORATED
DETAILED REVENUE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
REVENUE		
<u>Regatta Operations</u>		
Affiliations, fines and registrations	293,785	285,245
Major events	193,407	6,975
	487,192	292,220
<u>West Lakes Operations</u>		
Rent and reimbursements	353,605	306,647
Rent – allocation from prepaid	55,380	55,380
	408,985	362,027
<u>Grants – Income</u>		
Income	70,000	70,000
	70,000	70,000
<u>Other Income</u>		
Coaching, education, go, rowing etc.	6,669	45,867
Interest received	185	370
ATO Cash Flow Boost	43,858	24,426
Other	8,789	3,592
	59,501	74,255
<u>Kings Cup Fund</u>		
Interest Received	458	1,704
<u>West Lakes Fund</u>		
Interest Received	911	3,390
<u>Masters Commission Fund</u>		
Interest Received	63	185
Total Revenue	1,027,110	803,781

This statement does not form part of the audited statement

**ROWING SOUTH AUSTRALIA INCORPORATED
DETAILED REVENUE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Total Revenue Brought Forward	1,027,110	803,781
LESS EXPENDITURE		
Regatta Operations		
Including fuel, umpires, medals, insurance, pennants, host clubs presentations	105,666	62,452
Head of River	679	-
Australian Masters Costs	3,296	4,454
Rowing Australia Regattas Subsidy and Sponsorship	4,957	3,338
Wages and on costs (included in Admin costs 2020)	81,080	-
	195,678	70,244
West Lakes Operations		
Operations and maintenance, including power, rates, taxes, security, outgoings, insurance and maintenance	146,546	155,083
Boatshed, Café and Function Room		
Purchases, stock, movements, wages, cleaning etc.	-	-
Administration		
General, including insurance, IT, telephone, office etc	39,712	40,730
Wages and on costs	196,117	242,388
Finance charges	229	708
	236,058	283,826
State Team and Kings Cup		
Operational and State Team Co-ordinator	49,679	14,361
Development Operations		
Development operations, including wages on cost, education and coaching courses, Sub elite program, development program	19,541	115,464

This statement does not form part of the audited statement.

**ROWING SOUTH AUSTRALIA INCORPORATED
 DETAILED REVENUE STATEMENT
 FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Rowing Australia		
Fees and travel	3,961	9,260
	<hr/>	<hr/>
Other		
Depreciation	84,816	87,196
	<hr/>	<hr/>
Major Events		
Aust Masters Rowing Championships	171,855	-
World Cup Regatta #3	3,691	-
	<hr/>	<hr/>
	175,546	-
	<hr/>	<hr/>
Total Expenditure	911,825	735,434
	<hr/>	<hr/>
Net Profit for the Year	115,285	68,348
	<hr/> <hr/>	<hr/> <hr/>

This statement does not form part of the audited statement.

**ROWING SOUTH AUSTRALIA INCORPORATED
SPECIAL FUND
KINGS CUP CAPITAL FUND
MOVEMENTS FOR THE 12 MONTHS ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Opening Balance 1.7.2020	110,891	109,188
 <u>Add Income</u>		
Interest received during the year	458	1,733
Interest accrued 2020	(20)	(49)
Interest accrued 2021	20	20
	438	1,704
	111,349	110,891
 <u>Less Expenses</u>		
Bank Fees	-	-
Transfer to general fund contribution	-	-
	-	-
 Closing Balance 30.6.2021	<u>111,349</u>	<u>110,891</u>
 <u>Represented as follows:</u>		
Accrued Interest	20	20
Investments	111,329	110,871
	111,349	110,891
 Closing Balance 30.6.2021	<u>111,349</u>	<u>110,891</u>

**This statement does not form part of the audited statement.
ROWING SOUTH AUSTRALIA INCORPORATED**

**SPECIAL FUND
WEST LAKES FUND
MOVEMENTS FOR THE 12 MONTHS ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Opening Balance 1.7.2020	220,641	217,251
 <u>Add Income</u>		
Interest received during the year	911	3,447
Interest accrued 2020	(40)	(97)
Interest accrued 2021	40	40
	911	3,390
	221,552	220,641
 <u>Less Expenses and Transfers</u>		
Bank Fees FID	-	-
Closing Balance 30.6.2021	221,552	220,641
 <u>Represented as Follows:</u>		
Accrued interest	40	40
Investments	221,512	220,601
	221,552	220,641
Closing Balance 30.6.2021	221,552	220,641

This statement does not form part of the audited statement.

**ROWING SOUTH AUSTRALIA INCORPORATED
MASTERS COMMISSION FUND
MOVEMENTS FOR THE 12 MONTHS ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Opening Balance 1.7.2020	12,944	12,760
 <u>Add Income</u>		
Interest received	63	185
Interest accrued 2020	-	(1)
Interest accrued 2021	-	-
	63	184
	13,007	12,944
 <u>Less Expenses</u>		
Bank Fees	-	-
Transfers to general fund to reimburse	-	-
	-	-
Closing Balance 30.6.2021	-	-
 <u>Represented as Follows:</u>		
Accrued interest	-	-
Cash at Bank	1,005	1,005
Investment	12,002	11,939
	13,007	12,944
	13,007	12,944

This statement does not form part of the audited statement.