



DIVERSITY
IS our game



Football Northern Territory Incorporated

ABN: 83 203 386 861

SPECIAL PURPOSE FINANCIAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

FOOTBALL NORTHERN TERRITORY INCORPORATED

ABN: 83 203 386 861

SPECIAL PURPOSE FINANCIAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

FOOTBALL NORTHERN TERRITORY INCORPORATED
SPECIAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

TABLE OF CONTENTS

| | |
|---|-----------|
| Statement by the Directors | 1 |
| Special Purpose Financial Statements | |
| Statement of Income and Expenditure | 2 |
| Balance Sheet | 3 |
| Notes to and forming part of the Financial Statements | 4 |
| Independent Auditor's Report | 10 |

**FOOTBALL NORTHERN TERRITORY INCORPORATED
STATEMENT BY THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2022**

The Directors submit the special purpose financial report of Football Northern Territory Incorporated (the Association) for the calendar year ended 31 December 2022. The Directors have determined that the Association is not a reporting entity and as such has not prepared General Purpose Financial Statements.

Directors:

The Directors during the financial year were:

Stuart Kenny - President
Lisa Dawes
Adam Findlay
Fabio Fior
Selina Holtze
Sean Mahoney

Principal Activity

The principal activities of the Association during the financial year were to promote develop, grow, and manage the sport of Football in the Northern Territory

Significant Changes

There has been no significant change in the principal activity of the Association during the year.

Operating Results

The surplus for the year was \$36,295; 2021: \$118,742.

Directors's Declaration

The Directors of the Association declare that:

- (a) in the Directors'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; and
- (b) in the Directors's opinion, the financial statements for the year ended 31 December 2022 comply with the Northern Territory of Australia Associations Act, including compliance with Australian Accounting Standards, and are in accordance with the accounting and other records of the Association and provide a true and fair view of the financial position and performance of the Association.

The Statement by the Directors is signed in accordance with a resolution of the Directors.



President
Dated: 8 May 2023



Treasurer
Dated: 8 May 2023
LISA VERONICA DAWES

FOOTBALL NORTHERN TERRITORY INCORPORATED
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2022

| | Note | 2022 \$ | 2021 \$ |
|--------------------------------------|------|------------------|------------------|
| Revenue | | | |
| Revenue from grants and other income | 2A | 447,834 | 552,385 |
| Registration and tournament revenue | 2B | 1,210,772 | 989,329 |
| Fines | | 18,355 | 8,327 |
| Rental income | | 10,682 | 11,336 |
| Sponsorship income | | 139,727 | 101,915 |
| Tickets sales | | 105,263 | 113,625 |
| Interest | | 1,399 | 810 |
| Other income | | 32,786 | 34,089 |
| Total Revenue | | 1,966,818 | 1,811,816 |
| Expenses | | | |
| Depreciation and amortisation | 3A | 39,969 | 36,432 |
| Employee benefits expenses | 3B | 665,164 | 701,377 |
| Travel and accommodation | | 447,801 | 124,890 |
| Rates and utilities | | 115,450 | 126,539 |
| Uniforms, balls and equipment | | 84,854 | 117,697 |
| Insurance | | 81,084 | 70,853 |
| General office expenses | | 52,578 | 58,468 |
| Consultancy fees | | 161,509 | 198,251 |
| Stadium, game operation expenses | | 117,378 | 111,240 |
| Other Expenses | | 164,736 | 147,327 |
| Total Expenses | | 1,930,523 | 1,693,074 |
| Surplus for the Year | | 36,295 | 118,742 |

The Statement of Income and Expenditure should be read in conjunction with the accompanying notes.

FOOTBALL NORTHERN TERRITORY INCORPORATED
BALANCE SHEET
AS AT 31 DECEMBER 2022

| | Note | 2022 \$ | 2021 \$ |
|--|------|------------------|------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and cash equivalents | 4 | 409,788 | 1,319,737 |
| Accounts receivable and other debtors | 5 | 235,912 | 31,584 |
| Prepayments | | 25,654 | 2,749 |
| Total Current Assets | | 671,354 | 1,354,070 |
| Non-Current Assets | | | |
| Property, plant and equipment | 6 | 504,210 | 348,156 |
| Capital works in progress | 7 | 770,680 | - |
| Total Non-current Assets | | 1,274,890 | 348,156 |
| Total Assets | | 1,946,244 | 1,702,226 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts payable and other payables | 8 | 245,186 | 138,203 |
| Provisions | 9 | 74,126 | 61,987 |
| Unexpended grants | 10 | 207,941 | 89,132 |
| Financial liabilities | 11 | 13,750 | 30,486 |
| Total Current Liabilities | | 541,003 | 319,808 |
| Non Current Liabilities | | | |
| Provisions | | 7,964 | 8,500 |
| Financial liabilities | | 24,731 | 37,666 |
| Total Non Current Liabilities | | 32,695 | 46,166 |
| Total Liabilities | | 573,698 | 365,974 |
| Net Assets | | 1,372,547 | 1,336,252 |
| ACCUMULATED FUNDS | | | |
| Retained earnings at beginning of the Year | | 1,336,252 | 1,217,510 |
| Surplus for the year | | 36,295 | 118,742 |
| Total Accumulated Funds | | 1,372,547 | 1,336,252 |

The Balance Sheet should be read in conjunction with the accompanying notes.

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Members. The Directors have determined that Football Northern Territory Incorporated (the Association) is not a reporting entity and as such has not prepared General Purpose Financial Statements.

The special purpose financial report has been prepared in accordance with the requirements of the *Northern Territory of Australia Associations Act* and Australian Accounting Standards.

The special purpose financial report has been prepared on an accruals basis based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

Accounting Policies

(a) Revenue

Revenue is recognised when the amount of revenue can be reliably measured.

Monies received by way of grants are brought to account in the income and expenditure statement in the period in which the grant is received unless there are conditions attached to grant revenue relating to the use of those grant revenue. Those grant revenues which remain unexpended are recognised in the balance sheet as a liability until such conditions are met or services provided.

(b) Property, Plant and Equipment

Each class of property, plant, and equipment is carried at cost, less, where applicable, accumulated depreciation.

Depreciation

The depreciable amount of all property, plant, and equipment is depreciated on a straight-line basis over the asset's useful life to the Association commencing from the time the asset is available for use.

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

| | <u>2022</u> | <u>2021</u> |
|----------------------------|------------------|-------------|
| Plant and equipment | 5.0-16.5% | 5.0-16.5% |
| Motor Vehicles | 12.5% | 12.5% |
| Buildings and improvements | 6.5% | 6.5% |
| Lighting | 5.0% | 5.0% |

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Note 1: Summary of Significant Accounting Policies (continued)

(c) Cash and Cash Equivalent

Cash 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. Bank overdraft is shown within current liabilities in the balance sheet.

(d) Employee Provisions

Short-term employee provisions

Provision is made for the Association's 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, salaries and annual leave. Short-term employee benefits are measured at the nominal amounts expected to be paid when the obligation is settled.

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements 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. Long-term employee benefits are measured at the nominal amounts expected to be paid when the obligation is settled.

The Association's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the Association does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(e) Accounts Receivable and Other Debtors

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are recognised at fair value less any provision for impairment.

(f) Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- for receivables and payables which are recognised inclusive of GST, the net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

(g) Income Tax

The Association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Note 1: Summary of Significant Accounting Policies (continued)

(h) Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(i) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

| | 2022 | 2021 |
|--|------------------|----------------|
| | \$ | \$ |
| Note 2: Revenue and Other Income | | |
| Note 2A Revenue from grants and contributions | | |
| Grants - NT Government | 188,500 | 188,500 |
| Grants - Sport and Recreation | 24,810 | 61,062 |
| Workforce Grant | 50,000 | - |
| Grants - Other | 79,221 | 24,646 |
| Grants-facility upgrade | 84,712 | - |
| Business Hardship Package | 4,441 | 289 |
| Job keeper Subsidy | - | 57,600 |
| Community Benefit Grant(Goals) | 16,150 | 10,288 |
| Community Benefit Grant(Buildings) | - | 210,000 |
| | <u>447,834</u> | <u>552,385</u> |
| Note 2B Registration and tournament revenue | | |
| Fees FFNT Admin/Coordination | 12,293 | 11,826 |
| Fees Super 7's/Fan 5's (Wet season Comp) | 20,650 | 74,606 |
| Fees Darwin Over35's | 16,243 | 20,114 |
| Fee 7-a-side Alice Springs | 46,727 | 28,100 |
| Fees players - NAFA | 114 | 73,745 |
| Fees uniforms | 7,223 | - |
| Fees Tournament Player Levy | 498,560 | 138,496 |
| Fees FFNT Comps Admin (FFA Cup) | 8,180 | 6,410 |
| FFNT Reg Fees Mini Roos (5-11) | 155,857 | 160,027 |
| FFNT Reg Fees Juniors (12-17) | 106,105 | 124,048 |
| FFNT Reg Fees Social Outdoor | 1,200 | 1,900 |
| FFNT Reg Fees Division 1 Men | 26,591 | 33,618 |
| FFNT Reg Fees Premier League | 162,758 | 163,294 |
| Fees Clinics -skills, schools, vacation care | 75,333 | 102,147 |
| Fees Wet Season Miniroos | 72,941 | 41,752 |
| FNT Futsal Rego Fees | - | 9,245 |
| Total registration and tournament revenue | <u>1,210,772</u> | <u>989,329</u> |
| Note 3: Expenses | | |
| Note 3A Depreciation and Amortisation | | |
| Depreciation of Property, Plant and Equipment | <u>39,969</u> | <u>36,432</u> |
| Total depreciation and amortisation | <u>39,969</u> | <u>36,432</u> |
| Note 3B Employee Benefits Expense | | |
| Salaries and Wages | 597,812 | 626,351 |
| Superannuation | 55,749 | 48,656 |
| Leave and Other Entitlements | <u>11,603</u> | <u>26,370</u> |
| Total Employee Benefits Expense | <u>665,164</u> | <u>701,377</u> |

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

| | 2022 | 2021 |
|--|----------------|------------------|
| | \$ | \$ |
| Note 4: Cash and Cash Equivalents | | |
| Cash at Bank | 405,764 | 1,299,858 |
| Other Cash and cash equivalent | 4,024 | 19,879 |
| Total Cash and Cash Equivalents | 409,788 | 1,319,737 |

| | | |
|--|----------------|---------------|
| Note 5: Accounts Receivable and Other Debtors | | |
| Trade Receivables | 230,647 | 28,105 |
| Provision for Doubtful Debts | (1,954) | (3,740) |
| Other Receivables | 7,219 | 7,219 |
| Total Trade and Other Receivables | 235,912 | 31,584 |

| | | |
|--|----------------|----------------|
| Note 6: Property, Plant and Equipment | | |
| Plant & Equipment - at cost | 59,554 | 22,562 |
| Accumulated depreciation | (11,427) | (7,234) |
| | 48,127 | 15,328 |
| Lighting - at cost | 306,323 | 306,323 |
| Accumulated depreciation | (122,529) | (107,212) |
| | 183,794 | 199,111 |
| Buildings and Improvements - at cost | 260,333 | 101,300 |
| Accumulated depreciation | (43,169) | (33,765) |
| | 217,164 | 67,535 |
| Motor vehicles - at cost | 88,458 | 88,458 |
| Accumulated depreciation | (33,333) | (22,276) |
| | 55,125 | 66,182 |
| Total property, plant and equipment | 504,210 | 348,156 |

Note 7: Capital works in progress

Capital works in progress represent the cost of work performed in the construction or development of a non-current asset. Capital works in progress costs include materials, labour, and overhead costs that are either directly related or allocated to the construction or development of a non-current asset.

The following summarizes the value of capital works in progress at the end of the year.

| | | |
|--|----------------|----------|
| Work In Progress University Azzurri | 190,701 | - |
| Work In Progress Litchfield | 485,402 | - |
| Work In Progress Tracy Village | 22,005 | - |
| Work In Progress Fannie Bay | 13,027 | - |
| Work In Progress Malak | 12,568 | - |
| Work In Progress Bagot | 13,541 | - |
| Work In Progress Gray | 33,436 | - |
| Total capital works in progress | 770,680 | - |

FOOTBALL NORTHERN TERRITORY INCORPORATED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

| | 2022 | 2021 |
|--|----------------|----------------|
| | \$ | \$ |
| Note 8: Accounts Payable and Other Payables | | |
| Trade payables | 194,698 | 52,743 |
| Accrual and other payables | 12,458 | 10,420 |
| GST | (36,845) | 5,912 |
| PAYG Withholdings Payables | 8,120 | 10,599 |
| Superannuation Payable | 30,348 | 13,592 |
| FFA Fees Collected | 35,640 | 44,406 |
| Other Creditors | 767 | 531 |
| Total trade and other payables | 245,186 | 138,203 |

| | | |
|-------------------------------------|---------------|---------------|
| Note 9: Provisions | | |
| Current Provisions | | |
| Employee benefits | 74,126 | 61,987 |
| Total current provisions | 74,126 | 61,987 |
| Non-current provision | | |
| Employee benefits | 7,964 | 8,500 |
| Total non current provisions | 7,964 | 8,500 |

| | | |
|-----------------------------------|----------------|---------------|
| Note 10: Unexpended Grants | | |
| NT Government | 84,634 | 89,132 |
| University Azzurri | 123,307 | - |
| | 207,941 | 89,132 |

| | | |
|---------------------------------------|--------|--------|
| Note 11: Financial Liabilities | | |
| Current | | |
| Car Loan | 13,750 | 30,486 |
| Non - Current | | |
| Car Loan | 24,731 | 37,666 |

Note 12: Events after the Balance Sheet Date

No matters or circumstances have arisen since 31 December 2022 that has significantly affected, or may significantly affect the Association's operations, the results of those operations, or the Association's state of affairs in future financial years.

Note 13: Change of Name

The Association changed its name from Football Federation Northern Territory Incorporated to Football Northern Territory Incorporated on the 4 May 2022.

**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF FOOTBALL NORTHERN TERRITORY INCORPORATED**

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying 2022 financial report as set out on pages 2 to 9 of Football Northern Territory Incorporated (the Association) which comprises the Statement by the Directors, the Statement of Income and Expenditure, the Balance Sheet and the notes to the financial report including the summary of significant accounting policies.

In our opinion, the financial report of the Association is in accordance with the Northern Territory of Australia Associations Act (the *Associations Act*) and the Associations Constitution, including:

- (a) giving a true and fair view of the Association's financial position as at 31 December 2022 and its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the financial reporting requirements of the *Associations Act* and the *Association's Constitution*.

Emphasis on Matter

Without modifying our opinion, we draw attention to the following matters:

Dependency on Funding

The Association relies on funding from the Northern Territory Government and Football Australia. The financial report has been prepared on a going concern basis on the expectation that such funding will continue. Without such funding there is significant uncertainty whether the Association will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

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.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Notes 1 to the financial statements, which describe the basis of accounting. The financial report has been prepared to assist the Association to meet the reporting requirements of the *Associations Act* and the Association's *Constitution*. As a result, the financial report may not be suitable for another purpose.

Responsibilities of Management and Directors for the Financial Report

Management of the Association are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is 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.

Directors are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

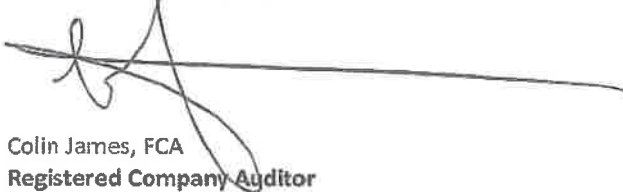
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that 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 (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our audit report.

LOWRYS ACCOUNTANTS



Colin James, FCA
Registered Company Auditor

Date: 8 May 2023