

Trail Running Association of QLD Inc

Financial Statements

For the Year Ended 31 December 2022

Trail Running Association of QLD Inc

Contents

For the Year Ended 31 December 2022

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Trail Running Association of QLD Inc

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2022

		2022	2021
		\$	\$
Income			
Revenue	3	43,609	51,436
Other income	3	278	18,969
Administrative expenses	4	(14,440)	(12,012)
Event expenses	4	(42,967)	(44,185)
(Loss) / Profit for the year		<u>(13,520)</u>	<u>14,208</u>

The accompanying notes form part of these financial statements.

Trail Running Association of QLD Inc

Statement of Assets and Liabilities

As At 31 December 2022

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		80,124	86,978
Inventories		-	5,365
NON-CURRENT ASSETS			
Plant and equipment	5	171	1,097
TOTAL ASSETS		80,295	93,440
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	6	2,564	2,189
NET ASSETS		77,731	91,251
MEMBERS' FUNDS			
Retained profits		77,731	91,251
TOTAL MEMBERS' FUNDS		77,731	91,251

The accompanying notes form part of these financial statements.

Trail Running Association of QLD Inc

Statement of Changes in Equity
For the Year Ended 31 December 2022

2022

	Retained Earnings
	\$
Balance at 1 January 2022	<u>91,251</u>
Loss for the year	<u>(13,520)</u>
Balance at 31 December 2022	<u><u>77,731</u></u>

2021

	Retained Earnings
	\$
Balance at 1 January 2021	<u>77,044</u>
Profit for the year	<u>14,207</u>
Balance at 31 December 2021	<u><u>91,251</u></u>

The accompanying notes form part of these financial statements.

Trail Running Association of QLD Inc

Statement of Cash Flows

For the Year Ended 31 December 2022

	2022	2021
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	43,610	70,207
Payments to suppliers and employees	(50,742)	(78,888)
Interest received	278	198
Net cash provided by/(used in) operating activities	<u>(6,854)</u>	<u>(8,483)</u>
Proceeds from sale of plant and equipment	-	(280)
Net cash provided by/(used in) investing activities	<u>-</u>	<u>(280)</u>
Net increase/(decrease) in cash and cash equivalents held	(6,854)	(8,763)
Cash and cash equivalents at beginning of year	86,978	95,741
Cash and cash equivalents at end of financial year	<u>80,124</u>	<u>86,978</u>

The accompanying notes form part of these financial statements.

Trail Running Association of QLD Inc

Notes to the Financial Statements

For the Year Ended 31 December 2022

The financial statements cover Trail Running Association of QLD Inc as an individual entity. Trail Running Association of QLD Inc is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981 (as amended by the Associations Incorporation and Other Legislation Amendment Act (QLD) 2007)* ('the Act').

The functional and presentation currency of Trail Running Association of QLD Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

2 Summary of Significant Accounting Policies

(a) Revenue and other income

Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Other income

Other income is recognised on an accruals basis when the Association is entitled to it.

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Summary of Significant Accounting Policies

(b) Income Tax

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

(c) Goods and services tax (GST)

The Association is currently not registered for GST.

(d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Association, commencing when the asset is ready for use.

3 Revenue and Other Income

Revenue

	2022	2021
	\$	\$
- sale of merchandise	80	455
- event fees	41,553	50,981
- membership fees	1,975	-
Total Revenue	43,608	51,436

	2022	2021
	\$	\$
Other Income		
- interest received	278	198
- sundry income	-	1,319
- reversal of provision for trail development	-	17,452
Total Other Income	278	18,969

Notes to the Financial Statements
For the Year Ended 31 December 2022

4 Result for the Year

The result for the year includes the following specific expenses:

	2022	2021
	\$	\$
- Register now fees	-	974
- Memberships	575	4,499
- Committee retreat	1,706	-
- Subscriptions	983	1,065
- Other administrative expenses	2,751	1,083
- Legal expenses	-	1,320
- Depreciation	927	1,471
- Website/internet	901	500
- Audit fees	1,650	1,100
- Volunteer costs	4,144	-
- Repairs and maintenance	681	-
- Support of non-TRAQ events	122	-
Total Administrative Expenses	14,440	12,012
- Coffee and food	7,182	7,365
- Trophies and awards	11,711	11,999
- Paramedics	2,238	2,080
- Timekeeping	7,208	5,298
- Transport	1,411	5,224
- Photos	1,050	1,200
- Radio	2,090	2,248
- Toilet hire	2,981	2,749
- Race bibs and shirts	2,226	1,167
- Race director fees	2,500	1,600
- Other event expenses	2,370	3,255
Total Event Expenses	42,967	44,185

5 Property, plant and equipment

Plant and equipment		
At cost	11,540	11,540
Accumulated depreciation	(11,369)	(10,443)
Total property, plant and equipment	171	1,097

6 Trade and Other Payables

	2022	2021
	\$	\$
Trade payables	1,814	1,100
Accruals	750	1,089
Total Trade and Other Payables	2,564	2,189

Notes to the Financial Statements

For the Year Ended 31 December 2022

7 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 31 December 2022 (31 December 2021:None).

8 Events after the end of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

9 Statutory Information

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

Trail Running Association of QLD Inc
Level 1/425, 241 Adelaide Street
Brisbane QLD 4000

Trail Running Association of QLD Inc

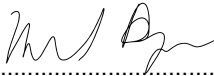
Statement by Members of the Committee

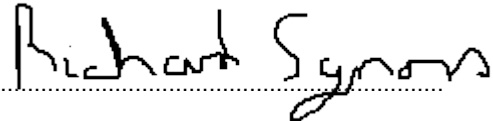
The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 13 to 8:

1. Presents fairly the financial position of Trail Running Association of QLD Inc as at 31 December 2022 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Trail Running Association of QLD 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 committee and is signed for and on behalf of the committee by:

President 

Treasurer 

Dated 17/03/2023



INDEPENDENT AUDITOR'S REPORT

To the members of the Trail Running Association of QLD Inc

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Trail Running Association of QLD Inc ("the Entity"), which comprises the statement of financial position as at 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statement, including a summary of significant accounting policies, and the Statement by the Members of the Committee.

In our opinion, except for the effects of the matter described in the *Basis of Qualified Opinion* section of our report, the accompanying financial report presents fairly, in all material aspects, the financial position of the Entity as at 31 December 2022, and its financial performance for the year ended then in accordance with Australian Accounting Standards and Associations Incorporations Act (QLD) 1981 (as amended by the Associations Incorporation and other Legislation Amendment Act (QLD) 2007).

Basis for Qualified Opinion

We did not observe the counting of the physical inventories at 31 December 2021. We were unable to satisfy ourselves by alternative means concerning inventory quantities held at 31 December 2021 (\$5,365).

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 Entity 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 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

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Entity to meet the requirements of the Association Incorporation Act (QLD) 1981. As a result, the financial report may not be suitable for another purpose.

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, and for such internal control as management determines is necessary 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, management is responsible for assessing the Entity'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 Entity or to cease operation, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 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 the financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by The Entity.
- Conclude on the appropriateness of the Entity's use of the going concern basis of accounting and based, on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



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Chanelle Pienaar
Audit Assist Pty Ltd
Director

Date: 17 March 2023

Address: 28 Wallaby Street, North Lakes QLD 4509
