

Basketball Northern Territory Incorporated

Financial Statements

For the Year Ended 31 December 2024

Basketball Northern Territory Incorporated

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For the Year Ended 31 December 2024

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Basketball Northern Territory Incorporated

Directors' Report

31 December 2024

The directors submit the financial report of the Association for the financial year ended 31 December 2024.

1. General information

Directors

The names of directors throughout the year and at the date of this report are:

Jane Bochmann - Acting Chairperson

Elected May 2024

Matthew Kennon - Finance Director

Member for full year

Ryan Neve - Chairperson (May 2023 - Sept 2024)

Member for full year

Lance Godwin

Member for full year

Anne Coleman

Resigned January 2024

Craig Smyth - Chairperson (Sept 2024 - Dec 2024)

Resigned February 2025

David Leaney

Resigned September 2024

Principal activities

The principal activities of the Association during the financial year were to promote and advance the game of basketball throughout the Northern Territory, and to represent the interest of participants from the Northern Territory at the National level.

Significant changes

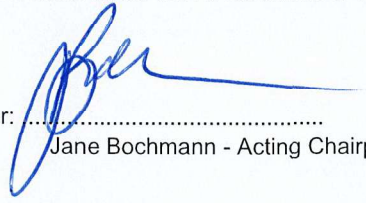
No significant change in the nature of these activities occurred during the year.

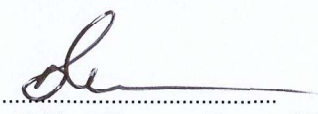
2. Operating results and review of operations for the year

Operating result

The deficit of the Association for the financial year amounted to \$ (93,887)(2023: \$ (195,646)).

Signed in accordance with a resolution of the Directors:

Director: 
Jane Bochmann - Acting Chairperson

Director: 
Matthew Kennon - Finance Director

Dated this 19th day of May 2025

Basketball Northern Territory Incorporated

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 31 December 2024

	Note	2024 \$	2023 \$
Interest income		550	1,073
Revenue		820,615	834,869
Employee benefits expense		(438,660)	(401,764)
Depreciation and amortisation expense		(7,066)	(8,711)
Impairment losses on receivables		(93,000)	(207,000)
Other expenses		(376,326)	(414,112)
Deficit for the year		(93,887)	(195,645)
Total comprehensive income for the year		(93,887)	(195,645)

The accompanying notes form part of these financial statements.

Basketball Northern Territory Incorporated

Balance Sheet

As At 31 December 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	144,610	539,629
Trade and other receivables	5	40,198	61,035
Other assets	6	12,067	48,679
TOTAL CURRENT ASSETS		<u>196,875</u>	<u>649,343</u>
NON-CURRENT ASSETS			
Property, plant and equipment	8	15,042	19,477
TOTAL NON-CURRENT ASSETS		<u>15,042</u>	<u>19,477</u>
TOTAL ASSETS		<u><u>211,917</u></u>	<u><u>668,820</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	54,064	379,212
Employee benefits	11	12,751	39,729
Other financial liabilities	10	134,435	149,626
TOTAL CURRENT LIABILITIES		<u>201,250</u>	<u>568,567</u>
NON-CURRENT LIABILITIES			
Employee benefits	11	20,087	15,786
TOTAL NON-CURRENT LIABILITIES		<u>20,087</u>	<u>15,786</u>
TOTAL LIABILITIES		<u>221,337</u>	<u>584,353</u>
NET ASSETS		<u><u>(9,420)</u></u>	<u><u>84,467</u></u>
EQUITY			
Retained earnings		<u>(9,420)</u>	<u>84,467</u>
TOTAL EQUITY		<u><u>(9,420)</u></u>	<u><u>84,467</u></u>

The accompanying notes form part of these financial statements.

Basketball Northern Territory Incorporated

Statement of Changes in Equity For the Year Ended 31 December 2024

2024

	Retained Earnings \$	Total \$
Balance at 1 January 2024	84,467	84,467
Deficit for the year	(93,887)	(93,887)
Balance at 31 December 2024	<u>(9,420)</u>	<u>(9,420)</u>

2023

	Retained Earnings \$	Total \$
Balance at 1 January 2023	280,111	280,111
Deficit for the year	(195,644)	(195,644)
Balance at 31 December 2023	<u>84,467</u>	<u>84,467</u>

The accompanying notes form part of these financial statements.

Basketball Northern Territory Incorporated

Statement of Cash Flows

For the Year Ended 31 December 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		545,473	566,763
Payments to suppliers and employees		(818,148)	(800,760)
Interest received		550	1,073
Receipt from grants		237,737	349,070
Receipts and (payments) of monies held in trust		<u>(308,000)</u>	<u>308,000</u>
Net cash provided by/(used in) operating activities	13	<u>(342,388)</u>	<u>424,146</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		(2,631)	(2,721)
Loans to related parties - payments made		<u>(50,000)</u>	<u>(50,000)</u>
Net cash provided by/(used in) investing activities		<u>(52,631)</u>	<u>(52,721)</u>
Net increase/(decrease) in cash and cash equivalents held		(395,019)	371,425
Cash and cash equivalents at beginning of year		<u>539,629</u>	<u>168,204</u>
Cash and cash equivalents at end of financial year	4	<u><u>144,610</u></u>	<u><u>539,629</u></u>

The accompanying notes form part of these financial statements.

Basketball Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2024

The financial statements cover Basketball Northern Territory Incorporated as an individual entity. Basketball Northern Territory Incorporated is a not-for-profit Association incorporated in the Northern Territory under the *Associations Act (NT) 2003 (as modified by Part 3, Division 2 of the Stronger Futures in the Northern Territory Regulations 2013)* ('the Act').

1 Basis of Preparation

In the opinion of the Directors, 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 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 have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information is consistent with prior reporting periods unless otherwise stated.

2 Material Accounting Policy Information

(a) Revenue and other income

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured.

Membership income

Membership income is sourced from registration fees from individual members, and is recognised as earned on an accrual basis. The price of the registration fee is reviewed annually.

Grant, funding, program and subsidy income

Where a grant is received for a specific period of time revenue is recognised evenly across that period of time.

If the funding body requires unexpended grants to be returned to the funding body, revenue is recognised to match expenditure incurred.

Championship income

Championship income is sourced from registered participant fees, ticket revenue, funding and hosting fees generated from championship events. Revenue is recognised when the events have taken place.

(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)

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 Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Notes to the Financial Statements

For the Year Ended 31 December 2024

2 Material Accounting Policy Information

(c) Goods and services tax (GST)

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(d) Property, plant and equipment

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

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

Depreciation

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

(e) Impairment of assets

At the end of each reporting period the Association determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

(f) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and subject to an insignificant risk of change in value.

(g) Going concern

The financial statements of the Association indicate that the Association incurred a net deficit of \$93,887 during the year ended 31 December 2024. Further, the Association reported a net liabilities of \$9,420 as at 31 December 2024. These events or conditions indicate that an uncertainty exists that may cast doubt on the Association's ability to continue as a going concern.

Normal operating activities are dependent upon the sourcing of income through Government funding and support from Basketball Australia, for which the Directors have assessed as being a reasonable assumption upon which to prepare the financial report on a going concern basis.

Whilst acknowledging the uncertainty disclosed above, the Directors believe that the Association will continue to operate as a going concern. Accordingly, the financial report has been prepared on a going concern for the ensuing 12 months from the date of this report, which contemplates the continuity of normal operational activities and the realisation of assets and discharge of liabilities in the ordinary course of these activities.

3 Critical Accounting Estimates and Judgments

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

Basketball Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2024

3 Critical Accounting Estimates and Judgments

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

4 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash at bank and in hand	144,610	539,629
	<u>144,610</u>	<u>539,629</u>

5 Trade and Other Receivables

	2024	2023
	\$	\$
CURRENT		
Trade receivables	90,198	67,983
Provision for impairment	(50,000)	(7,000)
GST receivable	-	52
	<u>40,198</u>	<u>61,035</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

6 Other Assets

	2024	2023
	\$	\$
CURRENT		
Prepayments	12,067	48,679
	<u>12,067</u>	<u>48,679</u>

7 Loans and Advances

	2024	2023
	\$	\$
NON-CURRENT		
Loans to Darwin Salties	250,000	200,000
Impairment of loan	(250,000)	(200,000)
	<u>-</u>	<u>-</u>

Basketball Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2024

8 Property, Plant and Equipment

Furniture, fixtures and fittings

At cost

10,185 10,185

Accumulated depreciation

(8,551) (8,049)

Total furniture, fixtures and fittings

1,634 2,136

Motor vehicles

At cost

20,455 20,455

Accumulated depreciation

(9,852) (5,761)

Total motor vehicles

10,603 14,694

Computer equipment

At cost

11,314 8,683

Accumulated depreciation

(8,509) (6,036)

Total computer equipment

2,805 2,647

15,042 19,477

9 Trade and Other Payables

2024

2023

\$

\$

CURRENT

Trade payables

45,064 60,300

Accrued expenditure

9,000 10,000

Other payables

- 913

Monies held in trust

- 308,000

54,064 379,213

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

10 Other Financial Liabilities

2024

2023

\$

\$

CURRENT

Deferred income and unexpended government grants

134,435 149,626

Total

134,435 149,626

Basketball Northern Territory Incorporated

Notes to the Financial Statements

For the Year Ended 31 December 2024

11 Employee Benefits

	2024	2023
	\$	\$
Current liabilities		
Provision for employee benefits	12,751	39,729
	<u>12,751</u>	<u>39,729</u>
	2024	2023
	\$	\$
Non-current liabilities		
Provision for employee benefits	20,087	15,786
	<u>20,087</u>	<u>15,786</u>

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provisions.

12 Contingencies

In the opinion of the Directors, the Association did not have any contingencies at 31 December 2024 (31 December 2023:None).

13 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2024	2023
	\$	\$
Profit for the year	(93,887)	(195,644)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	7,066	8,711
- impairment of loan receivables	50,000	200,000
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	20,786	25,335
- (increase)/decrease in other assets	36,612	(27,006)
- increase/(decrease) in income in advance	(15,191)	55,630
- increase/(decrease) in trade and other payables	(325,097)	343,547
- increase/(decrease) in employee benefits	(22,677)	13,575
Cashflows from operations	<u>(342,388)</u>	<u>424,148</u>

Basketball Northern Territory Incorporated

Statement by the Directors

In our opinion:

- 1. the accompanying financial report as set out on pages 2 to 10, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 31 December 2024 and the results of the Association for the year ended on that date;
- 2. the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association.
- 3. there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due with the continuing support of creditors.

This statement is made in accordance with a resolution of the Directors and is signed for and on behalf of the Board by:

Director
Jane Bochmann - Acting Chairperson

Director
Matthew Kennon - Finance Director

Dated this 19th day of May 2025

Independent Audit Report to the members of Basketball NT Incorporated

Opinion

I have audited the financial report of Basketball NT Incorporated (the Association), which comprises the statement of Financial Position as at 31 December 2024, the statement of profit and loss and other comprehensive income and the statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies, and the director's report.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of the report, the accompanying financial report presents fairly, in all material respects, in accordance with financial reporting requirements of the *Associations Act (2003)* and the Association's constitution.

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including independence Standards)* (the code) that are relevant to my audit of the financial statements in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the Association in fulfilling the financial reporting requirements of the *Associations Act (2003)*. As a result, the financial statements may not be suitable for another purpose.

My report is intended solely for the Association and should not be distributed to or used by parties other than the Association. My opinion is not modified in respect of this matter.

Emphasis of Matter - Going concern

I draw attention to Note 2(g) of the financial statements, which indicates that the Association incurred a net deficit of \$93,887 during the year ended 31 December 2024 and, as of that date, the Association's total liabilities exceeded its total assets by \$9,420. As stated in Note 2(f) these events or conditions, indicate that a material uncertainty exists that may cast significant doubt on the Association's ability to continue as a going concern. My opinion is not modified in respect of this matter.

Responsibilities of Directors for the Financial Statements

The Directors of the Association are responsible for the preparation of the financial statements that gives a true and fair view in accordance with the *Associations Act (2003)* and its constitution and for such internal control as the Directors determine is necessary to enable the preparation of the financial statements that gives a true and fair view and is free from material misstatement, whether due to fraud or error.



In preparing the financial statements, the Directors are 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 Directors either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my 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 the financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, 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 my 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Association.
- Conclude on the appropriateness of the Association'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 Association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Adam Dohnt (FCA)
Registered Company Auditor
Darwin

19 May 2025

The additional financial data presented on page 15 is in accordance with the books and records of the Association which have been subjected to the auditing procedures applied in my statutory audit of the Association for the year ended 31 December 2024. It will be appreciated that my statutory audit did not cover all details of the additional financial data. Accordingly, I do not express an opinion on such financial data and I give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Basketball Northern Territory Incorporated) in respect of such data, including any errors of omissions therein however caused.



Adam Dohnt (FCA)

Registered Company Auditor

Dated: 19 May 2025

Basketball Northern Territory Incorporated
For the Year Ended 31 December 2024

Detailed Income and Expenditure Statement

	2024 \$	2023 \$
Income		
Administration and management fees	11,829	-
Basketball Australia funding	44,007	44,007
Championships	153,003	144,979
Grant funding - Peak body	183,282	182,783
Grant funding - Other	69,646	166,288
Interest income	550	1,073
Memberships	163,028	179,219
Merchandise sales	6,309	-
Other income	1,130	178
Programs	139,631	113,665
Sponsorship	48,750	3,750
Total income	821,165	835,942
Less: Expenses		
Administrative fees	12,554	20,980
Audit fees	11,000	20,000
Championship expense	76,446	69,769
Legal and consultancy fees	-	33,542
Depreciation	7,066	8,711
Electricity	2,387	2,193
Insurance	32,610	22,107
IT Expenses	6,985	6,274
Rent	18,920	17,871
Membership fees - Basketball Australia	-	13,281
Other staff expenses	26,352	25,355
Program expense	40,625	28,419
Provision for annual leave	(22,678)	13,575
Salaries	395,272	362,642
Sundry expenses	2,621	493
Superannuation	43,388	39,122
Telephone and fax	1,391	1,691
Travel	167,113	138,562
Total Expenses	822,052	824,587
Impairment losses on receivables	(93,000)	(207,000)
	(93,000)	(207,000)
Net deficit	(93,887)	(195,645)