

**The Gliding Federation Of Australia Inc.**  
**ABN 82 433 264 489**

Financial Statements  
For the year ended 30 April 2019

**The Gliding Federation Of Australia Inc.**  
**ABN 82 433 264 489**

**Contents**

Board Report to the Members

Income and Expenditure Statement

Balance Sheet

Statement of Changes in Equity

Statement of Cash Flows

Notes to the Financial Statements

Independent Auditor's Report to the Members

Statement by Board Members

Certificate by Board Member

# THE GLIDING FEDERATION OF AUSTRALIA INC.

ABN 82 433 264 489

## Board Report to members

Your Board submits the financial accounts of THE GLIDING FEDERATION OF AUSTRALIA INC. for the financial year ended 30 April 2019.

At the end of our financial year the GFA remains in a sound financial position with assets attributable to GFA membership of \$1,115,754. We have over \$800,000 cash and investments, loans to clubs of \$123,000, and we own our office premises in Melbourne worth another \$214,000. In addition, the GFA manages another half million of reserve funds, which includes the RANGA junior scholarship fund (\$45k) and the ITC (International Teams) fund (\$505k).

The net profit from both members' funds and reserves was \$17,790 (\$58,303 last year) which after payment of grants (\$19,917) and interest (\$37,138) to the ITC fund, left an operating deficit attributable to members of \$39,000 (previous year surplus of \$25,000).

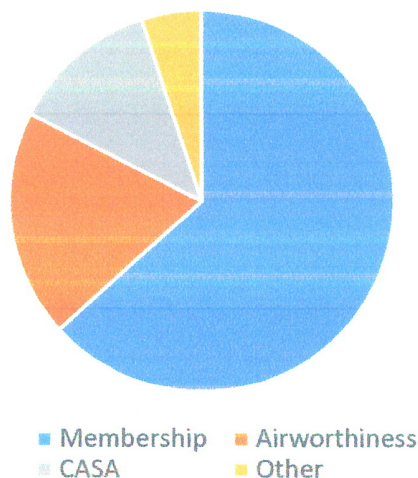
### INCOME

Looking at the key contributing factors in the GFA financial operations we receive total income of approximately \$1million.

The breakdown of income is (\$000's):

- Membership \$631 63%
- Airworthiness \$192 19%
- CASA \$124 12%
- Other \$50 5%  
(Misc Sales, GA Magazine,  
Ins Commission, Donations)
- Total \$996 100%

Income Breakdown



### CASA GRANT FUNDS

GFA receives a contribution from CASA each year for the work we do that otherwise would be CASA's responsibility. One would expect that this should pretty much fully cover our costs of operation – or, at least the costs of aircraft registration, safety management and operating procedures. Unfortunately it doesn't come close – just \$123,665 is paid by CASA to GFA, which is about 12% of our operating cost. (And in the past few years it's not been indexed for inflation).

The continuation of this CASA funding has been under threat and the GFA joined a working body of Sports Aviation and General Aviation associations to lobby for a better deal, and your President has spent much of his personal time this year meeting with CASA and the industry to limit the threatened reductions in our grant. We were successful in limiting the reduction originally proposed, but we will still see a drop in CASA funding next year.

# THE GLIDING FEDERATION OF AUSTRALIA INC.

ABN 82 433 264 489

## Board Report to members

### MEMBERSHIP

Our biggest single contributor to income is membership – around two thirds of our income. And our membership income continued another year of decline. Despite a general CPI indexed increase in membership fee costs, total membership income last year declined 2.3%, and more disturbingly was the decline in 12 month membership numbers (-3%).

Continued membership decline would ultimately see the end of the GFA. Consequently GFA sees membership growth as the No 1 priority at the moment. It's an existential issue for gliding.

Apart from survival, every 10% increase in membership is another \$60,000 increase in GFA income – that can result in lower membership costs for all, or improved services (or both). Membership growth is vital to maintain the health of the organization, provide new students for instructors, new officebearers to run your clubs, and new buyers to ensure a continuing market for gliders.

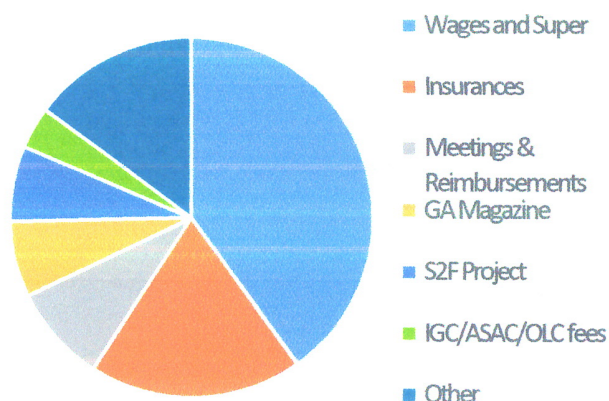
Last year the GFA commenced the "Soaring to the Future" (S2F) program to try and reverse membership decline and grow our numbers. \$73,000 was spent on S2F programs this year (plus \$5,000 last year).

### AIRWORTHINESS INCOME

GFA also manages the glider airworthiness system and seeks to recover costs from glider owners for these services. Income from airworthiness rose to \$192,000 (\$175,000 last year).

### EXPENDITURE

• Wages & Super	\$438	(40%)
• Insurances	\$208	(19%)
• Meetings & Expenses		
reimbursements	\$95	( 9%)
• GA Magazine	\$75	( 7%)
• S2F Project	\$73	( 7%)
• IGC/ASAC/OLC Fees	\$41	( 4%)
• Other	\$163	(15%)
(IT, Museum, Weather Fcast, Admin)		
• TOTAL	\$1094	(100%)



On the expenses side salaries and wages is the biggest single item, accounting for around 40% of our costs of operations. Insurance is another 19%. The remaining money paid out during the year is spread broadly across administration, training and meeting expenses, and the costs incurred by volunteer officers performing the many support functions of the GFA.



# **THE GLIDING FEDERATION OF AUSTRALIA INC.**

**ABN 82 433 264 489**

## **Board Report to members**

### **INSURANCE**

Insurance rates have remained stable, but our recent claims history has deteriorated, and with the aviation insurance industry profitability declining, we will be paying more for our Broad Based Liability (BBL) policy this coming year – the BBL cover is now \$1mill.

The GFA group Hangar Keepers Liability (HKL) policy continues into its seventh year with 40 clubs participating – this provides clubs with public liability cover at considerably reduced rates.

The Club Insurance Program (CIP) which is now into its third year has achieved an average 10% (up to 15%) savings on glider hull and liability for those participants. This can be achieved simply by aligning groups of club and private policies to a common expiry date. Just seven clubs and 87 gliders participate in CIP schemes so there is opportunity for many more members to achieve savings on their insurance.

The GFA receives a commission from our broker for members' business placed with them. There are currently just two insurers in Australia accepting glider business, and the GFA broker can obtain competitive pricing from both insurers for members wishing to transition to them. The commission received last year was \$14,757 which benefits the general GFA membership.

### **SIGNIFICANT INITIATIVES CONTINUED THIS YEAR**

Membership decline is a major concern for your Board and last year the GFA engaged the services of the Community Sports organisation "Sports Community" as a consultant to advise on means to arrest this trend. Sports Community have had considerable success with Australian Yachting and others in turning around involvement in their sports. Following initial workshops and review, the Board resolved to commit an initial \$100,000 on a program of rejuvenation "Soaring to the Future" (S2F) to arrest this trend. Up to Apr 30<sup>th</sup> \$78,000 had been spent.

The Board last year called public tenders for provision of a weather forecast service to be made available to all GFA members, and committed \$15,000 pa to provide the Skysight gliding weather forecast for members.

### **INVESTMENT OF FUNDS**

The GFA invests around \$1.5mill of members' accumulated funds. This has previously been held in Bank Term deposits plus loans to clubs yielding an average of around 2.7% interest. Following a review of Investment Strategy Options the Board resolved to adopt a new Investment Policy to place the GFA funds in a balanced portfolio of investments, with a targeted return of 4-6% over inflation, for a targeted additional \$40,000 pa income for the organisation.

# THE GLIDING FEDERATION OF AUSTRALIA INC.

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## Board Report to members

The investment program commenced in August last year, with investment management delegated to a committee of three GFA Officers. At 30<sup>th</sup> April the funds invested were spread as follows (\$000's):

• Cash	\$ 126	8%
• Fixed Interest and Mortgage Securities	\$ 294	19%
• Property and Property managers	\$ 267	17%
• Australian Shares	\$ 498	29%
• <u>International shares</u>	<u>\$ 213</u>	<u>14%</u>
• Total	\$1572	100%

For the 12 months to Apr 30<sup>th</sup> the total earnings from the investment portfolio was \$117,321 (last year \$36,564) – a 7.4% return on investment. Our returns benefited from a fortuitous retreat in stock market prices towards the end of 2018, while we were converting maturing term deposits into securities purchases, resulting in favourable buying opportunities. We do not expect to enjoy this situation again, and future returns are likely to be more subdued.

### LOANS TO CLUBS

The GFA can assist Clubs with financing of gliders. These loans provide clubs with better than bank interest, while earning the GFA a reasonable rate of return. At April 30<sup>th</sup> there were current loans totalling \$122,951 to Darling Downs, Kingaroy and North Queensland gliding clubs. During the year Darling Downs and Hunter Valley clubs each paid out earlier loans. At time of writing, another loan of \$100,000 has been arranged with Hunter Valley Gliding Club.

Loans are limited to five years duration, and are secured by a charge over assets of the club.

### Principal Activities of the Association

The principal activity of the association during the financial year was that of a federation governing the activity of gliding in Australia.

The GFA mission statement was reviewed during the year and the **strategic plan** for the organisation is summarised here:

#### GFA Mission Statement:

"Develop, promote and administer the sport of gliding and foster excellence in safe, accessible and enjoyable soaring"

#### Primary Objectives of the GFA

- To maintain and extend the freedom of members to fly.
- To foster a culture of safety and risk management.
- To maximise participation and to promote and develop the sport and recreational aspects of gliding.
- To foster excellence in all aspects of soaring including training, sport & performance flying, technical expertise and international participation.
- To provide management & administrative services to Members, Clubs & Regions in an efficient & cost effective manner, whilst optimising voluntary effort.

# THE GLIDING FEDERATION OF AUSTRALIA INC.

ABN 82 433 264 489

## Board Report to members

The full detail of the strategies being adopted by your Board to achieve these objectives is available for members to peruse, from the GFA website.

### Board Members

The names of Board members at the date of this report are:

#### Executive

President	Peter Cesco
Vice President	Lindsay Mitchell
Treasurer	David Shorter
Executive Officer & Secretary	Terry Cubley
Head of Operations	Drew McKinnie
Head of Airworthiness	Andrew Simpson
Head of Soaring Development	Jenny Thompson

#### And Regional Representatives

New South Wales	Chris Stephens
Victoria	Vivienne Drew
Queensland and Northern NSW	Bob Kilpatrick
South Australia & NT	Brenton Swart
Western Australia	Owen Jones

The Board of the Association is charged with the responsibility for determining policy, and the Executive for implementing policy. The Board and Executive had three meetings through the year, The Board and Executive also conducted additional bimonthly web based meetings.

The association is incorporated under the Associations Incorporations Act 2012 (Vic).

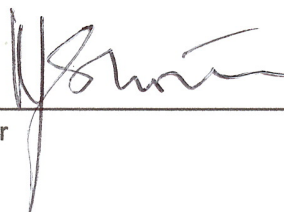
The committee of management report is signed in accordance with a resolution of the Committee of Management.

Dated August 2019



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Peter Cesco  
President



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David Shorter  
Treasurer



# The Gliding Federation Of Australia Inc.

ABN 82 433 264 489

## Income and Expenditure Statement

For the year ended 30 April 2019

	2019 \$	2018 \$
<b>Income</b>		
Airworthiness Income	191,737	175,538
FAI Income	3,400	5,488
Government Contracts (CASA)	123,665	123,665
12 Month Membership	501,325	517,606
Introductory Membership	106,895	104,015
Short Term Membership	23,061	24,869
Sales	19,734	22,965
Gliding Australia Income	11,331	14,864
Insurance Commissions Received	14,758	13,502
Sundry Income	561	1,625
Interest & Dividend Income	67,402	45,139
Unrealised Gains (Loss) on Investments	38,973	-
Realised Profit (Loss) on Investments	18,180	-
Total income	1,121,023	1,049,276
<b>Expenses</b>		
RTO Expenses	8,817	11,179
Other	18,821	31,026
ASAC Expenses	22,045	22,045
Competition Expenses	-	4,478
Purchases of Goods	9,687	9,735
Depreciation	8,339	2,557
Salaries and Wages	380,824	371,199
Executive Officer - Salary	57,083	54,434
President/VP - Travel & Exp. Reimb.	10,886	5,015
Board Members - Travel & Exp. Reimb.	9,901	10,406
Meeting Expenses	22,631	22,892
Other	481	1,341
Safety Management Expenses	5,765	8,066
Weather Forecasting	15,000	15,000
Operating Costs	611	2,833
Publications & Printing	41,846	40,725
Postage	31,771	33,048
Other	1,289	1,594
Liability & Property Insurance	208,118	187,105
Computer Software & Hardware Maintenance	38,715	27,159

The accompanying notes form part of these financial statements.



**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Income and Expenditure Statement**

**For the year ended 30 April 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
Write-off of Stock	194	(26)
Marketing & Development	24,951	16,081
Postage	5,772	7,443
Telephone & Internet	6,500	6,709
Printing & Stationery	4,030	2,193
Audit & Accounting	7,000	7,000
Subscriptions	1,279	1,212
Bank Charges	5,212	4,485
Staff Welfare & Training	-	159
RTO Expenses	13,180	21,452
CTO Expenses	8,337	12,189
Other	-	223
Occupancy Cost	10,035	8,624
Operations Costs	41,271	26,275
Australian Gliding Museum	10,000	10,000
S2F Expenses	72,842	5,115
Total expenses	<u>1,103,234</u>	<u>990,973</u>
<b>Profit from ordinary activities before income tax</b>	<b>17,790</b>	<b>58,303</b>
Income tax revenue relating to ordinary activities	-	-
<b>Net profit from ordinary activities</b>	<b><u>17,790</u></b>	<b><u>58,303</u></b>

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**The accompanying notes form part of these financial statements.**

# The Gliding Federation Of Australia Inc.

ABN 82 433 264 489

## Balance Sheet as at 30 April 2019

	Note	2019 \$	2018 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash assets	<a href="#">3</a>	63,580	1,342,925
Receivables	<a href="#">4</a>	122,950	230,269
Inventories		11,930	11,579
Other		481	(1,067)
<b>Total Current Assets</b>		<b>198,942</b>	<b>1,583,707</b>
<b>Non-Current Assets</b>			
Other financial assets		1,359,164	1
Property, plant and equipment	<a href="#">5</a>	220,479	228,819
<b>Total Non-Current Assets</b>		<b>1,579,643</b>	<b>228,820</b>
<b>Total Assets</b>		<b>1,778,585</b>	<b>1,812,526</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	<a href="#">6</a>	33,202	55,741
Employee Entitlements	<a href="#">7</a>	72,343	64,155
<b>Total Current Liabilities</b>		<b>105,546</b>	<b>119,896</b>
<b>Total Liabilities</b>		<b>105,546</b>	<b>119,896</b>
<b>Net Assets</b>		<b>1,673,039</b>	<b>1,692,631</b>
<b>Equity</b>			
Reserves	<a href="#">2</a>	557,286	537,613
Retained profits		1,115,753	1,155,018
<b>Total Members' Funds</b>		<b>1,673,039</b>	<b>1,692,631</b>

The accompanying notes form part of these financial statements.

# The Gliding Federation Of Australia Inc.

ABN 82 433 264 489

## Statement of Changes in Equity for the year ended 30/04/2019

Notes	Retained Earnings	ITC Reserve	ASF Jnr Dev. Fund	Vic Womens Gliding	Aust Women Gliding	RANGA Scholarship Fund	OSTIV Conf. Fund	Simulator Project	Total
<b>Balance at 01/05/2017</b>	1,130,100	456,500	10,797	-	-	46,432	203	-	1,644,032
<b>Comprehensive income</b>									
Transfers to/(from) Reserves	-	(17,442)	(3,911)	-	-	(1,364)	(203)	13,215	(9,705)
Total Profit - All GFA Entities	(13,505)	13,505	-	-	-	-	-	-	-
GFA Grants	(19,880)	19,880	-	-	-	-	-	-	-
Total Profit - All GFA Entities	58,303	-	-	-	-	-	-	-	58,303
<b>Subtotal</b>	24,918	15,943	(3,911)	-	-	(1,364)	(203)	13,215	48,598
<b>Balance at 30/04/2018</b>	1,155,018	472,443	6,886	-	-	45,068	-	13,215	1,692,630
<b>Comprehensive income</b>									
Transfers to/(from) Reserves	-	(23,541)	(1,660)	238	855	-	-	(13,273)	(37,381)
Total Profit - All GFA Entities	(37,138)	37,138	-	-	-	-	-	-	-
GFA Grants	(19,917)	19,917	-	-	-	-	-	-	-
Total Profit - All GFA Entities	17,790	-	-	-	-	-	-	-	17,790

The accompanying notes form part of these financial statements.

**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Statement of Changes in Equity for the year ended 30/04/2019**

<b>Subtotal</b>	(39,265)	33,514	(1,660)	238	855	-	(13,273)	(19,591)
<b>Balance at 30/04/2019</b>	1,115,753	505,957	5,226	238	855	45,068	(58)	1,673,039

The accompanying notes form part of these financial statements.



**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Statement of Cash Flows**

**For the year ended 30 April 2019**

	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>Cash Flow From Operating Activities</b>		
Receipts from customers	893,432	868,159
Receipts from CASA contracts	123,665	123,665
Payments to Suppliers and employees	(1,110,563)	(991,119)
Interest & Dividends received	11,007	45,139
Net cash provided by (used in) operating activities (note 2)	<u>(82,459)</u>	<u>45,844</u>
<b>Cash Flow From Investing Activities</b>		
Purchase of property, plant & equipment	-	(5,864)
Loans to clubs	(12,000)	(144,000)
Loans principal repayments from clubs	98,109	64,917
Purchase of investments	(1,398,009)	-
Proceeds on disposal of Term Deposits	1,180,000	-
Proceeds on disposal of investments	221,658	-
Transfers out of investment accounts	<u>(4,900)</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>84,858</u>	<u>(84,947)</u>
<b>Cash Flow From Financing Activities</b>		
Receipts to reserve funds	19,674	27,723
Payments from reserve funds	<u>(57,055)</u>	<u>(37,428)</u>
Net cash provided by (used in) financing activities	<u>(37,381)</u>	<u>(9,705)</u>
Net increase (decrease) in cash held	(34,982)	(48,808)
Cash at the beginning of the year	<u>98,562</u>	<u>147,370</u>
Cash at the end of the year (note 1)	<u><u>63,580</u></u>	<u><u>98,562</u></u>

**The accompanying notes form part of these financial statements.**

**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Statement of Cash Flows**

**For the year ended 30 April 2019**

**2019**

**2018**

**Note 1. Reconciliation Of Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash at Bank	63,375	98,357
Cash on Hand	205	205
	<u>63,580</u>	<u>98,562</u>

**Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit**

Operating profit (loss) after tax	17,790	58,303
Depreciation	8,339	2,557
Unrealised gain on investments	(38,973)	-
Realised gain on investments	(18,180)	-
Investment income reinvested	(56,395)	-
Changes in assets and liabilities net of effects of purchases and disposals of controlled entities:		
(Increase) decrease in trade and term debtors	21,210	(10,730)
(Increase) decrease in inventory	(350)	(3,630)
(Increase) decrease in deposits paid	(968)	-
(Increase) decrease in Income in Advance	(581)	(1,583)
Increase (decrease) in trade creditors and accruals	(22,539)	(4,150)
Increase (decrease) in employee entitlements	8,188	5,077
<b>Net cash provided by operating activities</b>	<b><u>(82,459)</u></b>	<b><u>45,844</u></b>

**The accompanying notes form part of these financial statements.**

# **The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

## **Notes to the Financial Statements**

**For the year ended 30 April 2019**

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### **Note 1: Summary of Significant Accounting Policies**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Victoria. The Board has determined that the association is not a reporting entity.

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

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

#### **(a) Property, Plant and Equipment (PPE)**

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### **(b) Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

#### **(c) Employee Benefits**

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 amounts expected to be paid when the liability is settled.

#### **(d) Cash and Cash Equivalents**

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

#### **(e) Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

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# **The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

## **Notes to the Financial Statements**

**For the year ended 30 April 2019**

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### **(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 Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

### **(h) Investments**

Investments held are originally recognised at cost, which includes transaction costs. They are subsequently measured at fair value which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

### **(i) Trade and Other Payables**

Trade 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.

### **(i) Income Tax**

Endorsement as an income tax exempt entity under Subdivision 50-B of the Income Tax Assessment Act (1997) has been received from the Australian Taxation Office (ATO).

### **(i) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

### **(i) Inventories**

Inventories consist of consumable items such as books, manuals and badges, and are measured at lower of cost and current replacement cost. Inventories acquired at no cost, or for nominal consideration, are measured at the current replacement cost as at the date of acquisition.

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# **The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

## **Notes to the Financial Statements**

**For the year ended 30 April 2019**

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### **(i) Reserves**

The International Teams Championship (ITC) Reserve is intended to support the Australian International Teams competing at World Championships. Contributions are received from Nationals competition pilots, and additional GFA contributions are allocated to the reserve as per the direction of the Board. The reserve is administered by the Sports Committee in accordance with the guidelines passed by the Board in September 2011.

The ASF Junior Development Fund is intended to support junior team training and development programs. This reserve holds money on behalf of the Australian Sports Foundation (ASF). The ASF has established a project which enables this reserve to receive tax-free donations from the supporters of the junior development effort.

The RANGA fund reserve (originally from the Royal Australian Navy Gliding Association) is administered by the GFA on behalf of RANGA to fund a regular scholarship for new junior pilots.

The JWGC Grant Fund, Benalla World Comp Funds & Simulator Project Funds are reserve accounts for special purpose Government grant funds, being held by GFA until allocated to the specific use required by the conditions of the grant.

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**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Notes to the Financial Statements**

**For the year ended 30 April 2019**

	2019	2018
<b>Note 2: Reserves</b>		
ITC Reserve	505,957	472,443
ASF Junior Development Fund	5,226	6,886
Ranga Scholarship Fund	45,068	45,068
Simulator Project	(58)	13,215
Vic Womens Gliding	238	-
Aust Women Gliding	855	-
	<u>557,286</u>	<u>537,612</u>

**Note 3: Cash assets**

Bank accounts:		
Cash at Bank	63,375	98,357
Term Deposits	-	1,244,363
Other cash items:		
Cash on Hand	205	205
	<u>63,580</u>	<u>1,342,925</u>

**Note 4: Receivables**

**Current**

Trade debtors	-	21,210
Receivable - Mangalore Gliding Club	-	1,547
Receivable - Darling Downs Sports Club	14,489	52,632
Receivable - Hunter Valley Gliding Club	-	30,702
Receivable - Kingaroy Soaring Club	96,813	124,180
Receivable - Nth Qld Soaring Club	11,649	-
	<u>122,951</u>	<u>230,271</u>

**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Notes to the Financial Statements**

**For the year ended 30 April 2019**

	2019	2018
<hr/>		
<b>Note 5: Property, Plant and Equipment</b>		
Buildings:		
- At cost	214,285	214,285
	<hr/>	<hr/>
	214,285	214,285
Plant and equipment:		
- At cost	12,550	12,550
- Less: Accumulated depreciation	(6,356)	(4,807)
	<hr/>	<hr/>
	6,194	7,743
Glider Simulator:		
- At cost	8,965	8,965
- Less: Accumulated amortisation	(8,965)	(2,175)
	<hr/>	<hr/>
	-	6,791
	<hr/>	<hr/>
	<b>220,479</b>	<b>228,819</b>
	<hr/>	<hr/>
<b>Note 6: Payables</b>		
Trade creditors	33,202	55,741
	<hr/>	<hr/>
	33,202	55,741
	<hr/>	<hr/>
	<b>33,202</b>	<b>55,741</b>
	<hr/>	<hr/>
<b>Note 7: Provisions</b>		
<b>Current</b>		
Employee entitlements	72,343	64,155
	<hr/>	<hr/>
	<b>72,343</b>	<b>64,155</b>
	<hr/>	<hr/>
<hr/>		

# **The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

## **Independent Auditor's Report to the Members**

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### **Report on the Audit of the Financial Report**

#### **Opinion**

We have audited the financial report of The Gliding Federation Of Australia Inc. (the association), which comprises the Statement by Board Members, Income and Expenditure Statement, Balance Sheet as at 30 April 2019, a summary of significant accounting policies and the certification by members of the board on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 April 2019 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012.

#### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the association in accordance with the ethical requirements of the Accounting Professional 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 ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Emphasis of Matter – Basis of Accounting**

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 association to meet the requirements of Associations Incorporation Reform Act 2012. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

#### **Responsibilities of the Board for the Financial Report**

The board is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Reform Act 2012 and for such internal control as the board 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, the board is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.



# The Gliding Federation Of Australia Inc.

ABN 82 433 264 489

## Independent Auditor's Report to the Members

### 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.

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 association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board.
- Conclude on the appropriateness of the committee'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 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 association 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 the board 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.

Signed on :

18/7/19

NMM Audit & Assurance Pty Ltd

NMM Audit & Assurance Pty Ltd

110 Drummond Street, Oakleigh, Vic, 3166

Glenn A Miller (FCPA)

Director

**The Gliding Federation Of Australia Inc.**

**ABN 82 433 264 489**

**Statement by Board Members**

**For the year ended 30 April 2018**

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The Board 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 1 to the financial statements.

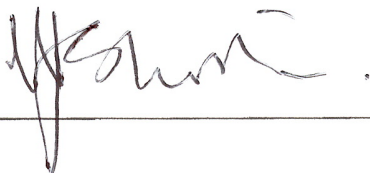
In the opinion of the Board, the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of The Gliding Federation Of Australia Inc. as at 30 April 2018 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

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



\_\_\_\_\_  
President



\_\_\_\_\_  
Treasurer

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**The accompanying notes form part of these financial statements.**

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**The Gliding Federation Of Australia Inc.**  
**ABN 82 433 264 489**  
**Certificate by Board Member**  
**For the year ended 30 April 2019**

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I, ..... of ..... certify that:

- a. I attended the annual general meeting of the association held on .....
- b. The financial statements for the year ended 30 April 2019 were submitted to the members of the association at its annual general meeting.

Dated

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Board Member

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**The accompanying notes form part of these financial statements.**