

Australian Capital Territory Rowing Association Inc.

Treasurer's Report

For 12 months ending 30 June 2006

Introduction

The financial statements of the Australian Capital Territory Rowing Association Inc. (ACTRA), for the 12 months ending 30 June 2006 have been independently audited in order to express an opinion on them to the members of the Association.

The audit opinion expressed and the opinion of the Board of Management of the Association is that the financial reports present a true and fair view of the financial position of the Association as at 30 June 2006 in accordance with:

- The applicable Accounting Standards, and
- The provisions of the Associations Incorporation Act 1991,

and believe that the Association is financially viable and able to pay its debts as and when they fall due.

Financial Performance

For the 12 months ending 30 June 2006, the Association incurred an operating loss of \$8,383.

After reviewing the accounts, the main contributor towards the operating loss was a down turn in revenue received through registration fees and regatta seat fees throughout the 12 months.

Current figures have indicated that from previous years the number of affiliated club members registered to race in ACTRA regattas has decreased and the actual number of entries per regatta has also decreased. When compared to 2004/05, total income from regattas was \$68,000 while regatta income from 2005/06 was \$52,000. This is a decrease of \$16,000.

On the expenditure side, once you take into account the movement and timing of the various grants and general increases in costs, the Associations' expenses have been relatively stable over the past couple of years. I believe our operating expenses are very conservative and are at the minimal level for such an organisation.

Financial Position

Even though the Association operated at a loss for 2005/06 financial year, we are still in a good financial position.

As at 30 June 2006, the Association has \$81,000 cash available in the bank and only has \$17,000 owing in commitments. This gives the Association \$65,000 available funds to assist it to grow and provide a better service and opportunities to its members.

When compared to the Association's available funds on 30 June 2005 our current position has decreased by \$8,000 as a result of the operating loss. On the brighter side, when comparing available funds on 30 June 2003, we have improved our financial position by \$14,000 over the 3 years.

As a note, even though we are in a fair to good financial position at present, it is important that these funds are not used to fund/finance the day to day operations of the Association as has been the case over the past 12 months.

Asset Purchased

Throughout the year, the Association has purchased approximately \$11,000 in assets. These assets were a combination of new assets and replacing existing assets which are required to assist the Association in achieving its objectives.

The assets purchased were:

- Laptop
- Printer
- Outboard motor
- Buoys/software

Conclusion

Even though the past 12 months has resulted in the Association operating at a loss of \$8,000, mainly due to lower number of rowers competing at ACTRA regattas, the past 12 months has given the Association the opportunity to consolidate its position and begin to build on opportunities to promote and develop all forms of the sport of rowing within the ACT.