Australian Flyball Association Inc.

Notes to 2018/19 Accounts

Note 1 Membership Fees.

**Variations in annual Income from membership fees can reflect the timing incidence of payments from members towards the end of the financial year. Actual membership number were stable in 2019.**

**Note 2 Donations received $3000**

During 2018/19 the AFA introduced the concept of an annual Premiership in all States. Two members who strongly supported this concept donated funding to enable development of the necessary web - based process to record and promote the Premiership.

Note 3 Minor Equipment $4797.

**The AFA has adopted the approach of immediately expensing purchases of minor items of equipment with a value below $2500. In 2018/19 the main items expensed were a replacement computer for the Secretary and the six prototypes of the new Ulna measuring device.**

Note 4 Venue Hire $250

**Represents costs of hiring venues for AGM Meetings.**

**Note 5 Printing**

**Two years supply of Membership Cards were printed in 2017/18 and hence no printing costs were incurred in 2018/19.**

**Note 6 Web Site Services $3861**

**These represent costs of Web Hosting services plus Website security, backup and maintenance.**

**Note 7 Certificates, Plaques and Trophies $198.**

**The reduced costs ($198 compared to $1758 in 2017/18) reflects the utilisation of stocks of Plaques and Trophies purchased in the prior year.**

**Note 8 Web Site Development and Maintenance $5784**

**This expenditure is incurred in the ongoing automating and development of the AFA web site and its associated data base. Expenditure varies each year based on level of development activity approved by Committee. During the year the main expenditure on development activity was associated with preparation for the introduction of the Premiership system in all States. This development was generously funded by a donation from two members of the AFA.**

**Note 9 Nationals Expenditure $3000**

**The AFA annually contributes to the costs of purchase of trophies and prizes for competitors at the AFA’s National Championship.**

Note 10 Depreciation expense $5448

**Depreciation represents a write down in asset value to reflect expiry of life of assets. The AFA policy is to depreciate competition assets from date of purchase at 20% p.a. on the written down book value of the asset. Office Equipment is depreciated at 33.3% of purchase price on a straight - line basis. Where an Asset is assessed as having reached the end of its operational life (or is disposed off) any undepreciated value is expensed as depreciation. A Schedule of Assets and Depreciation is part of the 2018/19 Financial Statements.**

Note 11 Insurance Reserve Account – 18,000.

During 2007 the AFA explored the cost of obtaining external insurance for loss or damage to assets, particularly the Light sets which have a combined replacement cost value of approximately $80,000.Quotes obtained were of the order of $3000 p.a. and cover did not extend to damage when actually in use. Given the magnitude of premiums and the cover limits the decision was taken to establish an internal Insurance Reserve Account (self insurance) by the transfer of $3000 annually. The balance of $18000 now in the Reserve Account is considered to provide a reasonable reserve for repair or replacement of Lights as a result of damage or loss. Accordingly the Committee determine not to make any further transfers to the Reserve at this time. The $18.000 is included in invested funds and represents an internal source of funds for any loss or damage to the 8 Signature light sets in future.