Australian Flyball Association Inc.

 Notes to 2019/20 Accounts

Note 1 Membership Fees $5,330 ($18,267 2018/19).

Variations in annual Income from membership fees normally reflect the timing incidence of payments from members, either before or after 30th June. In 2020, as a result of the Corona viris impact on members ability to train and compete the Committee approved the waiving of membership fees for all existing members. This decision reduced potential income by approx. $16,000. The amount shown as Renewals - members relates to 2019 fees paid after 30th June in 2019. Actual membership number were stable in 2020.

**Note 2 Race Meeting Sanction Fees $760 ($1,350 2018/19).**

**The reduction in income from Sanction fees reflects the cancellation of many competitions in 2020, effectively from February onwards, as a result of Corona virus.**

**Note 3 Donations received $110 ($3,000 2018/19).**

The substantial reduction in donations in 2020 reflects the fact that in 2019 the AFA introduced the concept of an annual Premiership in all States and two members, who strongly supported this concept, donated $3,000 in funding to enable development of the necessary web- based process to record and promote the Premiership.

**Note 4 Web Site Maintenance, Hosting and Security $6,764 ($3,861 in 2018/19)**

**The AFA Web site is both the main promotional tool used to publicise flyball and also the main administrative tool for administration of flyball, including processing membership services and competition administration. Substantial maintenance was undertaken in 2019/20 in order to improve automated systems and to implement a Facebook promotion site.**

**Note 5 Web Site Development $6,420 ($5,784 in 2018/19).**

**In 2019/20 the AFA continued the development of electronic forms for competition processing as well as further development of the web site membership services, including automatic generation of members renewals, eliminating the need for printing of members receipts and post out to members.**

**Note 6 Certificates, Plaques and Trophies $1,277 ($198 2018/19)**

**The increase costs reflect replacement of stocks on Certificates and Plaques during 2019/20. Annual expenditure timing depends on need to replace stocks.**

Note 7 Depreciation expense $4,284 ($5,448 in 2018/19)

**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 8 Insurance Reserve Account – $18,000 ($18,000 in 2018/19)

**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 $3,000 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 $3,000 annually until a significant buffer fund was established. The balance of $18,000 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 eight light sets in future.**