



**INDEPENDENT AUDITOR'S REPORT
SOUTH AUSTRALIAN HOMING PIGEON ASSOCIATION**

Scope

We have audited the attached special purpose financial report, comprising Profit & Loss [Last Year Analysis], Balance Sheet [Last Year Analysis], and Notes to the Accounts, of South Australian Homing Pigeon Association for the year ended 30th November 2013. The Officers of the Association are responsible for the financial report and have determined that the accounting policies used are consistent with the reporting requirements of the Constitution, and are appropriate to the needs of the members. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Association. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Association's financial reporting requirements under the Constitution. We disclaim any assumption of responsibility for any reliance on this report, or on the financial report to which it relates, to any person other than the members, or its use for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the accounting conventions described in the Notes to the Financial Statements. Statements of Accounting Concepts and Accounting Standards are not applicable to the basis of accounting adopted by the Association.

The audit opinion expressed in this report has been formed on the above basis.

Qualification

As is common for organisations of this type, it is not practicable for the Association to maintain an effective system of internal control over donations, and other cash based activities, until their initial entry in the accounting records. Accordingly, our audit in relation to these items was limited to amounts recorded.

Opinion

In our opinion, subject to the effects, if any, of the above qualification, the financial report presents fairly, in accordance with the accounting conventions described in Note 1, the state of affairs of the Association as at 30th November 2013, and the results for the year ended on that date.

Signed at Norwood this 31st day of January 2014.
MAJOR, MAY & ASSOCIATES
Chartered Accountants



ANDREW MAY
Partner

196 MAGILL ROAD
NORWOOD SA 5067

South Australian Homing Pigeon Association

Notes to the Accounts for the year ended 30th November, 2013

1. Basis of Accounts Preparation
These accounts have been prepared using the accruals basis of accounting. The accounts are a special purpose financial report, which are appropriate to the users of the accounts, namely the Committee and the members.
2. Asset Purchases and Depreciation
Asset purchases have been recognised as capital items, and have been brought to account as a balance sheet item along with the applicable depreciation.
3. Land and Building Revaluation
The land and buildings at 10 Baulderstone Road Gepps Cross were independently valued in December 2008 at \$1,300,000. After the 2012 audit, Major May and Associates requested that the land and buildings be revalued again to more accurately reflect their current value. As at 30th November 2013 the value has been temporarily increased by \$25,000, based on an estimate by the committee. An independent valuation will be carried out early in 2014.
4. Goodwill
Goodwill has been reviewed by the committee as it has been shown in the balance sheet for many years at \$10,000. This balance is of no value in the balance sheet for such an association and as such has been written off through the Members Equity balance as at 30th November 2013.

Balance Sheet [Last Year Analysis]

November 2013

	This Year	Last Year
Assets		
Current Assets		
Business Online Saver Account	\$88,837.53	\$80,852.06
CBA 10038108	\$5,114.18	\$8,906.35
CBA - Mega Account 8621	\$24,601.76	\$14,977.91
Prepayment	\$1,980.17	\$1,382.75
Petty Cash - Gen Sec.	\$327.06	\$327.06
Petty Cash - Ring Secretary	\$100.45	\$100.45
Petty Cash - Canteen	\$400.00	\$400.00
Term Deposit 50072148	\$34,389.90	\$32,858.83
Bank SA Term Deposit	\$1,164.48	\$1,123.50
CBA Fixed Term Deposit 5015319	\$110,732.09	\$105,111.17
Total Current Assets	\$267,647.62	\$246,040.08
Stock on Hand		
Resaleable Stock	\$11,689.35	\$12,687.00
Canteen Stock On Hand	\$75.00	\$769.70
Mega Stock On Hand	\$16,306.98	\$23,550.20
Total Stock on Hand	\$28,071.33	\$37,006.90
Property & Equipment		
Land and Buildings		
Land Revaluation	\$1,000,000.00	\$1,000,000.00
10 Baulderstone Rd	\$300,000.00	\$275,000.00
Improvements at Cost	\$19,585.16	\$15,985.16
Improvements Accum Dep.	-\$3,311.22	-\$2,897.63
Total Land and Buildings	\$1,316,273.94	\$1,288,087.53
Equipment		
Convoing Unit at Cost	\$20,796.00	\$20,796.00
Convoy Unit Accum Dep.	-\$18,663.52	-\$18,130.40
Equipment at Cost	\$19,795.81	\$19,795.81
Equipment Accum Dep.	-\$15,212.35	-\$13,866.75
Ford Unit & Trailer at Cost	\$21,528.90	\$21,528.90
Ford Unit & Trailer Acc Dep.	-\$17,082.15	-\$16,205.81
Hino Unit at Cost	\$39,044.64	\$39,044.64
Hino Unit Accum Dep.	-\$19,932.27	-\$16,108.89
Racing Canopy Additions	\$8,075.73	\$8,075.73
Racing Canopy Accum Dep.	-\$3,442.95	-\$2,284.75
Total Equipment	\$34,907.84	\$42,644.48
Total Property & Equipment	\$1,351,181.78	\$1,330,732.01
GOODWILL		
Goodwill	\$0.00	\$10,000.00
Total GOODWILL	\$0.00	\$10,000.00
Total Assets	\$1,646,900.73	\$1,623,778.99
Liabilities		
Current Liabilities		
GST Collected	\$6,266.32	\$4,620.49
GST Paid	-\$8,394.03	-\$6,351.69
Total Current Liabilities	-\$2,127.71	-\$1,731.20
Accrued Charges	\$0.00	\$679.95
Long-Term Liabilities		
SRC Long Distance Funds	\$8,000.85	\$9,500.85
Total Long-Term Liabilities	\$8,000.85	\$9,500.85

This report includes Year-End Adjustments.

Balance Sheet [Last Year Analysis]

November 2013

	This Year	Last Year
Total Liabilities	\$5,873.14	\$8,449.60
Net Assets	\$1,641,027.59	\$1,615,329.39
Equity		
Members Equity		
Members Capital	\$601,829.39	\$569,116.70
S J Gregerson Trust	\$1,000.00	\$1,000.00
CBFC Perpetual Trophy	\$1,000.00	\$1,000.00
V Blanden Memorial	\$1,000.00	\$1,000.00
Fin Fraser Memorial	\$500.00	\$500.00
Total Members Equity	\$605,329.39	\$572,616.70
Land Revaluation	\$1,025,000.00	\$1,000,000.00
Current Year Earnings	\$10,698.20	\$42,712.69
Total Equity	\$1,641,027.59	\$1,615,329.39

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

December 2012 To November 2013

ABN: 85 472 168 576

	This Year	Last Year
Income		
G.P.S. Reading	\$18.19	\$90.90
Capitation Fees	\$21,998.85	\$23,078.24
SMS Alert Income	\$0.00	\$20.00
Canteen Sales	\$4,149.52	\$4,798.00
Freight Noms received	\$83,708.04	\$110,228.31
Interest received	\$9,580.89	\$9,049.65
Sponsorship Angel Flight	\$1,178.00	\$2,331.95
Terang 10 Bird	\$2,333.50	\$4,692.09
Glendambo 15 Bird Special	\$5,914.36	\$3,967.44
5 Bird Series	\$1,550.93	\$0.00
Mega Products	\$14,978.50	\$16,222.25
Life Ring Sales	\$15,801.81	\$14,831.83
Postage recovered	\$75.91	\$23.18
Presentation Evening	\$868.63	\$0.00
Rent Of Hall	\$0.00	\$240.00
Ring Transfers	\$491.37	\$604.55
Pigeon Unit Income Ford	\$15,255.51	\$19,880.41
Pigeon Training Unit Hino	\$11,613.16	\$11,778.19
Stock Sales	\$6,472.11	\$4,881.46
Trophy Donations	\$1,000.00	\$825.00
Vaccine Pigeon Pox	\$4,859.09	\$5,527.91
Vaccine Newcastle PMV	\$24,196.80	\$8,605.37
Vaccine Guns And needles PMV	\$81.82	\$0.00
Vin Blanden Noms	\$250.00	\$277.27
Website Advertising	\$1,001.82	\$1,240.00
Cock Bird Special Freight Noms	\$812.73	\$687.27
Laser World Car Parking Fees	\$3,378.81	\$2,245.47
Drug testing reimbursement ldc	\$0.00	\$154.55
Sundry Income	\$1,500.00	\$0.00
Total Income	\$233,070.35	\$246,281.29
Cost of Sales		
Opening Stock on Hand	\$37,006.90	\$7,986.40
Stock Purchases	\$8,612.00	\$7,856.28
Mega Products	\$3,286.44	\$31,480.33
Vaccine Pigeon Pox	\$5,973.82	\$5,111.36
Vaccine Newcastle PMV	\$21,684.00	\$12,298.41
Vaccine Guns and needles	\$987.27	\$0.00
Other Stock Freight & Duty	\$0.00	\$1,773.86
Closing Stock on Hand	-\$28,071.33	-\$37,006.90
Total Cost of Sales	\$49,479.10	\$29,499.74
Gross Profit	\$183,591.25	\$216,781.55
Expenses		
Advertising	\$448.46	\$400.00
Angel Flight Expenses	\$3,771.76	\$0.00
Auditing Fees & costs	\$2,610.00	\$1,510.00
5 Bird Series	\$1,654.00	\$85.00
Terang 10 Bird Special	\$1,500.00	\$1,495.77
Terang 10 bird Prize Money	\$800.00	\$1,742.00
Glendambo 15 Bird Prize Money	\$2,600.00	\$1,223.00
Glendambo 15 Bird Freight	\$2,400.00	\$1,332.08

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

December 2012 To November 2013

ABN: 85 472 168 576

	This Year	Last Year
Block Plans Petrol Exp	\$0.00	\$36.36
Convoyer	\$5,290.00	\$5,699.70
Convoyer Out-of-Pocket	\$885.32	\$1,037.54
Canteen Expenses	\$3,564.59	\$4,148.41
Computer Software	\$63.63	\$1,050.18
Council Rates	\$1,724.00	\$2,142.95
Donation to VHA	\$0.00	\$1,500.00
Depreciation - this year	\$8,150.23	\$8,922.05
Royal Flying Doctor Service	\$50.00	\$0.00
RASL - Drug Testing	\$0.00	\$174.50
Royal Show Sponsorship	\$140.00	\$140.00
Electricity	\$1,964.14	\$2,150.34
SA Water (Water)	\$1,607.32	\$1,439.65
Emergency Services Levy	\$117.60	\$117.60
End of Season function costs	\$0.00	\$286.37
Freight Costs	\$45,328.19	\$51,645.51
Feed supplied to pigeons	\$800.01	\$1,292.50
HQ Repairs & Maintenance	\$2,901.10	\$4,106.70
Headquarters Cleaning	\$1,000.00	\$1,017.85
Headquarters Security	\$602.28	\$307.16
Honour Board and Sign	\$454.54	\$409.09
Honorariums		
Treasurer's Honourarium	\$3,000.00	\$3,000.00
General Secretary Honourarium	\$10,000.00	\$10,000.00
Ring Secretary Honourarium	\$2,200.00	\$2,000.00
Race Secretary	\$350.00	\$350.00
Website Manager	\$900.00	\$900.00
Total Honorariums	\$16,450.00	\$16,250.00
Insurance Expenses		
Insurance Building and Other	\$10,792.54	\$10,093.40
Total Insurance Expenses	\$10,792.54	\$10,093.40
Internet Fees	\$536.20	\$436.36
Engraving of Trophies	\$827.72	\$602.45
Trophy Money	\$1,300.00	\$0.00
Funeral Notices	\$63.64	\$154.54
Prize Money	\$2,150.00	\$5,136.50
Freight Refund - Club	\$0.00	\$92.18
Main Unit		
Main Unit R & M	\$1,500.00	\$260.00
Main Unit Cleaners	\$3,250.00	\$3,400.00
Main Unit Loaders	\$2,070.00	\$2,100.00
Main Unit Registration	\$1,195.00	\$1,167.00
Total Main Unit	\$8,015.00	\$6,927.00
Mega Expenses	\$2,737.86	\$1,707.32
Mgmt Committee expenses	\$166.83	\$301.43
Barley Straw for unit	\$840.90	\$1,356.40
Postage	\$1,405.80	\$1,060.84
Presentation Evening Exp	\$1,493.82	\$500.01
Promotion of the Sport	\$130.00	\$0.00
Printing & Copying	\$1,603.15	\$1,219.22
Year Book Publication	\$1,194.55	\$1,136.36
Cock Special Prize Money	\$670.50	\$1,512.00
Sundry Expenses	\$278.18	-\$350.00

This report includes Year-End Adjustments.

South Australian Homing Pigeon Assoc

10 Baulderstone Rd

Gepps Cross

ABN: 85 472 168 576

Profit & Loss [Last Year Analysis]

December 2012 To November 2013

	This Year	Last Year
Stationery & Supplies	\$703.99	\$1,122.82
Telephones		
SAHPA main line and internet d	\$3,020.34	\$3,058.02
Convoyer's Phone	\$742.54	\$564.06
Ring Secretary 8252.9377	\$664.81	\$768.46
Clock Chairperson M 0419824381	\$275.08	\$216.83
Total Telephones	\$4,702.77	\$4,607.37
Yellow Pages	\$48.30	\$192.00
Vin Blanden Prizemoney	\$275.00	\$305.00
Website Domain Registration	\$422.00	\$280.00
Workcover (officers)	\$1,025.72	\$678.34
OHS&W Fee (Workcover)	\$0.00	\$4.70
Waste Collection	\$1,527.00	\$1,472.00
Release Information Radio	\$200.00	\$200.00
Pigeon Unit (Training)		
Ford Unit Expenses	\$5,479.00	\$6,704.72
Ford Unit Driver Fees	\$5,580.00	\$5,550.00
Hino Unit Drivers Fees	\$3,990.91	\$3,880.00
Hino Unit Expenses	\$5,608.61	\$3,445.47
Ford Unit Registration	\$537.32	\$552.26
Hino Unit Registration	\$1,050.12	\$950.50
PigeonTrailer Registration	\$65.00	\$48.09
Pigeon Unit & Trailer Insuranc	\$48.00	\$0.00
RAA Membership	\$545.45	\$527.27
Total Pigeon Unit (Training)	\$22,904.41	\$21,658.31
Total Expenses	\$172,893.05	\$174,068.86
Operating Profit	\$10,698.20	\$42,712.69
Other Income		
Other Expenses		
Net Profit/(Loss)	\$10,698.20	\$42,712.69

This report includes Year-End Adjustments.