








# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## **FINANCIAL REPORT**

31 December 2024

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

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# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Statement by the Members of the Board

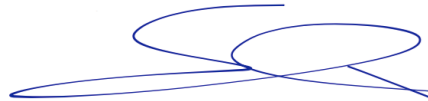
In the opinion of the Board the financial statements and notes, as set out on pages 2 to 17:

1. Satisfies the requirements as set out in Section 63 under Division 3 of the *Associations Incorporations Act (WA) 2015*, including giving a true and fair view of the financial position at 31 December 2024 and performance of the Association for the year then ended in accordance with the accounting policies described note 10.1 to the financial statements; and
2. At the date of this statement, there are reasonable grounds to believe that Western Australian Basketball Federation (Inc.) will be able to pay its debts as and when they fall due and payable.

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



**KYLE HOATH**  
Chair



**SANDRA RICHES**  
Director

Dated this Wednesday 2 April 2025

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Statement of financial position

as at 31 December 2024

	Note	2024 \$	2023 \$
<i>Current assets</i>			
Cash and cash equivalents	4.1	3,202,446	2,987,356
Trade and other receivables	4.2.1	268,980	246,394
Inventories	5.1	85,911	96,635
Other current assets	4.3.1	272,275	153,792
<b>Total current assets</b>		<b>3,829,612</b>	<b>3,484,177</b>
<i>Non-current assets</i>			
Property, plant, and equipment	5.2	28,107	110,364
Right of use asset	5.3.1	116,980	14,637
<b>Total non-current assets</b>		<b>145,087</b>	<b>125,001</b>
<b>Total assets</b>		<b>3,974,699</b>	<b>3,609,178</b>
<i>Current liabilities</i>			
Trade and other payables	4.4.1	921,675	496,141
Deferred revenue	4.5	1,154,573	1,065,215
Leases	5.3.2	49,511	6,392
Provisions	5.4	224,425	237,626
<b>Total current liabilities</b>		<b>2,350,184</b>	<b>1,805,374</b>
<i>Non-current liabilities</i>			
Provisions	5.4	84,930	73,829
Leases	5.3.2	65,914	33,957
<b>Total non-current liabilities</b>		<b>150,844</b>	<b>107,786</b>
<b>Total liabilities</b>		<b>2,501,028</b>	<b>1,913,160</b>
<b>Net assets</b>		<b>1,473,671</b>	<b>1,696,018</b>
<i>Equity</i>			
Retained earnings		1,473,671	1,696,018
<b>Total equity</b>		<b>1,473,671</b>	<b>1,696,018</b>

*The statement of financial position is to be read in conjunction with the accompanying notes.*

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Statement of profit or loss and other comprehensive income

for the year ended 31 December 2024

	Note	2024 \$	2023 \$
<i>Continuing operations</i>			
Revenue	1.1	7,517,792	7,647,969
Other income	1.2	1,144,580	1,732,170
		8,662,372	9,380,139
Employee benefits expense	2.1	(3,895,172)	(4,019,709)
Bad and doubtful debts expense		(38)	(2,878)
Consultant fees		(167,132)	(369,826)
Court hire		(256,758)	(235,724)
Depreciation and amortisation		(87,753)	(100,243)
Grants and sponsorship expenses		(100,637)	(249,060)
Insurance costs		(269,069)	(199,939)
Merchandise costs		(117,262)	(228,066)
Programs competitions events courses expenses	2.2	(2,047,713)	(1,977,113)
Referee and coaching, non-employment costs		(710,175)	(740,853)
Rent expenses		(15,146)	(18,384)
Other expenses	2.3	(1,217,864)	(1,199,633)
<b>Net profit / (loss) for the year</b>		<b>(222,347)</b>	<b>38,711</b>
<i>Other comprehensive income, net of income tax</i>			
🌀 Items that will not be reclassified subsequently to profit or loss		-	-
🌀 Items that may be reclassified subsequently to profit or loss:		-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>(222,347)</b>	<b>38,711</b>

*The statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.*

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Statement of changes in equity

for the year ended 31 December 2024

*Balance as at 1 January 2023*

Profit for the year

Other comprehensive income for the year

Total comprehensive income for the year

**Balance at 31 December 2023**

*Balance as at 1 January 2024*

Loss for the year

Other comprehensive income for the year

Total comprehensive income for the year

**Balance at 31 December 2024**

Retained earnings	Total equity
\$	\$
1,657,307	1,657,307
38,711	38,711
-	-
38,711	38,711
1,696,018	1,696,018
1,696,018	1,696,018
(222,347)	(222,347)
-	-
(222,347)	(222,347)
1,473,671	1,473,671

*The statement of changes in equity is to be read in conjunction with the accompanying notes.*

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Statement of cash flows

for the year ended 31 December 2024

	Note	2024 \$	2023 \$
<i>Cash flows from operating activities</i>			
Receipts from customers		9,438,690	10,073,428
Payments to suppliers and employees		(9,269,007)	(10,097,598)
Interest received		77,011	53,198
<b>Net cash (used in) / from operating activities</b>	4.1.1a	246,694	29,028
<i>Cash flows from investing activities</i>			
Proceeds from disposal of property, plant, and equipment		9,274	-
Loan repayments received		-	23,015
<b>Net cash used in investing activities</b>		9,274	23,015
<i>Cash flows from financing activities</i>			
Payment of principal portion of lease liabilities		(40,878)	(14,087)
<b>Net cash used in financing activities</b>		(40,878)	(14,087)
<b>Net increase in cash and cash equivalents held</b>		215,090	37,956
Cash and cash equivalents at the beginning of the year		2,987,356	2,949,400
<b>Cash and cash equivalents at the end of the year</b>	4.1	3,202,446	2,987,356




*The statement of cash flows is to be read in conjunction with the accompanying notes.*

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

In preparing the 2024 financial statements, Western Australian Basketball Federation (Inc.) has grouped notes into sections under four key categories:

 Section A: How the numbers are calculated .....	7
 Section B: Unrecognised items.....	17
 Section C: Other Information .....	18

Material accounting policies specific to each note are included within that note. Accounting policies that are determined not to be material are not included in the financial statements.

The financial report is presented in Australian dollars, except where otherwise stated.

### Association details

#### The principal place of business is:

*Street:* Bendat Basketball Centre  
201 Underwood Avenue  
Floreat WA 6014

*Postal:* PO Box 185  
Floreat WA 6014  
Australia

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### SECTION A. HOW THE NUMBERS ARE CALCULATED

This section provides additional information about those individual line items in the financial statements that the Directors consider most relevant in the context of the operations of the entity, including:

- (a) accounting policies that are relevant for an understanding of the items recognised in the financial statements. These cover situations where the accounting standards either allow a choice or do not deal with a particular type of transaction.
- (b) analysis and sub-totals.
- (c) information about estimates and judgements made in relation to particular items.

Note	1	Revenue and other income	Note	2024 \$	2023 \$
<b>1.1</b>		<b>Revenue</b>			
		Administration, affiliation, and referee fees		4,900	3,920
		Contract agreement revenue		79,110	93,324
		Grants revenue		691,856	1,057,059
		Merchandise sales		242,213	247,300
		Programs competitions events courses revenue	1.1.1	4,293,923	4,192,604
		Registrations		2,205,790	2,053,762
				<b>7,517,792</b>	<b>7,647,969</b>
<b>1.1.1</b>		<b>Programs competitions events courses (PCEC) revenue</b>			
		PCEC - High Performance		669,907	813,221
		PCEC - NBL1		536,824	405,691
		PCEC - Nominations		684,083	565,679
		PCEC - Participation		155,424	154,811
		PCEC - Referee fees		479,819	427,637
		PCEC - Perth Lynx		144,906	120,698
		PCEC - Perth Metro Basketball League		559,078	555,254
		PCEC - Stadium		740,397	712,558
		PCEC - Other		323,485	437,055
				<b>4,293,923</b>	<b>4,192,604</b>
<b>1.2</b>		<b>Other Income</b>			
		Interest income		77,011	53,198
		VW cleaning contribution		-	72,561
		Sponsorship income		1,007,948	1,565,953
		Other income		58,463	40,458
		Gain / (Loss) on sale of property, plant, and equipment		1,158	-
				<b>1,144,580</b>	<b>1,732,170</b>

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 1 Revenue and other income (cont.)

#### 1.3 Accounting policies

The Association applies AASB 1058 *Income of Not-for-Profit Entities* and AASB 15 *Revenue from Contracts with Customers*.

A portion of the revenue from the Association's registrations and fees, is deferred and recognised over the period to which they relate. These are included under deferred revenue in the statement of financial position, refer also note 4.5 *Deferred income*.

All revenue is stated net of the amounts of Goods and Services Tax (GST).

##### 1.3.1 Revenue from Nominations and Admissions

The revenue from nominations or admissions is recognised at a point in time, when the competition is held.

##### 1.3.2 Revenue from Merchandise Sales

The revenue from merchandise sales is recognised at a point in time, when control of the goods is transferred to the purchaser.

##### 1.3.3 Revenue from Participation Fees

The revenue from participation fees is recognised at a point in time, when the course is delivered.

##### 1.3.4 Revenue from Registrations

The revenue from registrations is generally recognised over a period of 12 months as the customer is provided with the benefit by the Association.

##### 1.3.5 Revenue from Stadium / Court Hire

The revenue from stadium or court hire is recognised at a point in time, when the courts have been used or invoiced, and unable to be cancelled.

##### 1.3.6 Revenue from Administration, Affiliation and Referee Fees

The revenue from administration, affiliation and referee fees are recognised over time, as the customer consumes the benefits, being the referee services and administration of the competitions provided by the Association.

##### 1.3.7 Revenue from Grants

Income from grants is recognised on receipt when the terms and conditions of the grant are not enforceable or sufficiently specific. Where the terms and conditions are enforceable and sufficiently specific, revenue is recognised as the Association fulfills the performance obligations under the grant.

##### 1.3.8 Interest income

Interest revenue is recognised in accordance with note 3.1 *Finance income and expenses*.

### Note 2 Expenses

2024

2023

\$

\$

The following significant expense items are relevant in explaining the financial performance:

#### 2.1 Employee benefits expense

 Wages and salaries	3,058,760	3,308,075
 Superannuation	360,526	357,589
 Employee leave entitlements	212,477	178,889
 Payroll tax and other taxes	263,409	175,156
	<b>3,895,172</b>	<b>4,019,709</b>

##### 2.1.1 Accounting policy

###### a. Short-term benefits

Liabilities for employee benefits for wages, salaries and annual leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to the reporting date and are calculated at undiscounted amounts based on remuneration wage and salary rates that the Association expects to pay at the reporting date including related on-costs, such as workers compensation insurance and payroll tax.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 2 Expenses (cont.)

#### 2.1.1 Accounting policy (cont.)

b. *Other long-term benefits*

The Association's obligation in respect of long-term employee benefits other than defined benefit plans, such as long service leave, is the amount of future benefit that employees have earned in return for their service in the current and prior periods plus related on-costs; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is the Reserve Bank of Australia's cash rate at the report date that have maturity dates approximating the terms of the Association's obligations. Any actuarial gains or losses are recognised in profit or loss in the period in which they arise.

c. *Retirement benefit obligations: Defined contribution superannuation funds*

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions onto a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution superannuation funds are recognised as an expense in the income statement as incurred.

#### 2.2 Programs competitions events courses (PCEC) expenses

	2024 \$	2023 \$
🌀 PCEC - Contractors	213,446	276,666
🌀 PCEC - High Performance	919,705	738,015
🌀 PCEC - NBL1 expenses	190,666	220,394
🌀 PCEC - Perth Lynx	185,105	249,189
🌀 PCEC - Travel	297,482	200,840
🌀 PCEC - Other	241,309	292,009
	2,047,713	1,977,113

#### 2.3 Other expenses

	2024 \$	2023 \$
🌀 Advertising and promotion	81,336	50,066
🌀 Entertainment, events, and functions	17,221	22,151
🌀 Equipment and room hire	266,593	72,439
🌀 Motor vehicles	71,072	77,274
🌀 Subscriptions and memberships	405,350	492,447
🌀 Travel and accommodation	15,889	114,924
🌀 Other expenses	360,403	370,332
	1,217,864	1,199,633

### Note 3 Other Material Accounting Policies related to items of profit and loss

#### 3.1 Finance income and expenses

Finance income comprises interest income on funds invested, gains on the disposal of financial assets and changes in the fair value of financial assets at fair value through profit or loss. Interest revenue is recognised on a time proportionate basis that considers the effective yield on the financial asset.









Financial expenses comprise interest expense on borrowings calculated using the effective interest method, unwinding of discounts on provisions, changes in the fair value of financial assets at fair value through profit or loss and impairment losses recognised on financial assets. All borrowing costs are recognised in profit or loss using the effective interest method.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 4 Financial assets and financial liabilities

4.1 Cash and cash equivalents	2024	2023
	\$	\$
Cash at bank	1,729,548	1,554,234
Cash on hand	200	200
Cash on deposit	1,472,698	1,432,922
	<b>3,202,446</b>	<b>2,987,356</b>
<b>4.1.1 Cash Flow Information</b>		
a. <i>Reconciliation of cash flow from operations to profit or loss for the year</i>		
(Loss) / profit for the year	(222,347)	38,711
Cash flows excluded from profit or loss attributable to operating activities:	-	-
<i>Non-cash flows in profit or loss from ordinary activities:</i>		
 Depreciation and amortisation	87,753	100,243
 Bad and doubtful debts	38	2,878
 Gain on disposal of assets	(1,158)	-
<i>Changes in assets and liabilities:</i>		
 (Increase)/decrease in trade and other receivables	66,733	(138,983)
 Decrease in other assets	(118,482)	(73,486)
 (Increase)/decrease in inventories	10,724	85,248
 Increase/(decrease) in trade and other payables	425,534	(59,645)
 Increase/(decrease) in provisions	(2,101)	74,062
Cash flow (used in) from operations	<b>246,694</b>	<b>29,028</b>

b. *Credit and loan standby arrangement with banks*

The Association has no credit standby or financing facilities in place and there were no non-cash financing or investing activities during the year (2023: nil).

c. *Non-cash investing and financing activities*

The Association had no non-cash investing and financing activities during the year (2023: nil).

#### 4.1.2 Accounting policy

For the purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and which are used in the cash management function on a day-to-day basis, net of outstanding overdrafts (if any).

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

Note 4 Financial assets and financial liabilities (cont.)			
<b>4.2</b>	<b>Trade and other receivables</b>	2024 \$	2023 \$
4.2.1	<i>Current</i>		
	Trade debtors	224,513	246,127
	Other receivables	44,467	267
		268,980	246,394
4.2.3	The average credit period on rendering of services ranges from current to 30 days. Interest is not charged. No allowance has been made for estimated irrecoverable trade receivable amounts arising from past sale of goods and rendering of services, determined by reference to past default experience. Amounts are considered as 'past due' when the debt has not been settled, within the terms and conditions agreed between the Association and the customer or counter party to the transaction.		
4.2.4	<i>Accounting policy</i>		
	Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for expected credit loss. Trade receivables are due for settlement within no more than 30 days.		
	a. <i>Determining the stage for impairment</i>		
	The Association has a forward-looking Expected Credit Loss (ECL) model which considers historic, current, and forward-looking information (including macro-economic data) to estimate impairment losses when material.		
<b>4.3</b>	<b>Other assets</b>	2024 \$	2023 \$
4.3.1	<i>Current</i>		
	Prepayments – Insurance and taxes	141,805	145,625
	Prepayments – Rising Stars Travel	110,431	-
	Other current assets	20,039	8,167
		272,275	153,792
<b>4.4</b>	<b>Trade and other payables</b>	2024 \$	2023 \$
4.4.1	<i>Current</i>		
	<i>Unsecured</i>		
	Trade payables	459,352	205,922
	Accruals	376,338	152,866
	Taxes payable	75,181	122,024
	Other	10,804	15,329
		921,675	496,141
4.4.2	Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.		
4.4.3	<i>Accounting policy</i>		
	a. <i>Trade and other payables</i>		
	These amounts represent liabilities for goods and services provided to the Association prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months.		

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 4 Financial assets and financial liabilities (cont.)

4.5 Deferred income	2024	2023
	\$	\$
Deferred Income	10,500	17,500
Deferred Income - <i>Grants</i>	62,500	-
Deferred Income - <i>Registrations</i>	1,081,573	1,047,715
	1,154,573	1,065,215

#### 4.5.1 Accounting policy

A portion of the revenue from the Association's registrations and fees, is deferred and recognised over the period to which they related. See also note 1.3, in the *Revenue* note.

### Note 5 Non-financial assets and financial liabilities

5.1 Inventories	2024	2023
	\$	\$
Equipment and clothing	85,911	96,635
	85,911	96,635

#### 5.1.1 Accounting policy

Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale inventories are valued at the lower of cost and net realisable value.

5.2 Property, plant, and equipment	2024	2023
	\$	\$
Office furniture and equipment – at cost	575,307	599,270
Accumulated depreciation	(550,494)	(503,153)
	24,813	96,117
Motor vehicles – at cost	29,606	100,060
Accumulated depreciation	(26,312)	(85,813)
	3,294	14,247
Total plant and equipment	28,107	110,364

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 5 Non-financial assets and financial liabilities (cont.)

#### 5.2 Property, plant, and equipment (cont.)

##### 5.2.1 Movements in Carrying Amounts

	Office furniture and equipment \$	Motor vehicles \$	Total \$
<i>Carrying amount at 1 January 2023</i>	155,940	18,996	174,936
Additions	23,963	-	23,963
Disposals / write-offs	-	-	-
Depreciation expense	(83,786)	(4,749)	(88,535)
<i>Carrying amount at 31 December 2023</i>	96,117	14,247	110,364
<i>Carrying amount at 1 January 2024</i>	96,117	14,247	110,364
Reclassified to right-of-use assets	(23,513)		(23,513)
Disposals / write-offs	-	(8,115)	(8,115)
Depreciation expense	(47,791)	(2,838)	(50,629)
<i>Carrying amount at 31 December 2024</i>	24,813	3,294	28,107

##### 5.2.2 Accounting policy

###### a. Recognition and measurement

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Assets with a cost of less than \$20,000 are expensed in full in the year of purchase.

###### b. Subsequent costs

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

###### c. Depreciation

The depreciation amount of all fixed assets including building and capitalised lease assets, and excluding motor vehicles, is depreciated in a straight-line basis over their lives to the commencing from the time the asset is held ready for use.

	2024 %	2023 %
 Leasehold Improvements	Refer note 5.3	Refer note 5.3
 Motor vehicles	25	25
 Office furniture and equipment	33.3	33.3

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

The carrying amount of plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed as the lower of the carrying value and the depreciated replacement cost of an asset. The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.

###### d. Derecognition and disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained earnings.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)




## Notes to the financial statements

for the year ended 31 December 2024

### Note 5 Non-financial assets and financial liabilities (cont.)

5.3 Leases	2024 \$	2023 \$
<b>5.3.1 Right-of-use assets</b>		
Properties	2,928	14,637
IT equipment	60,291	-
Motor vehicles	53,761	-
	<b>116,980</b>	<b>14,637</b>
<b>5.3.2 Lease liabilities</b>		
Current	49,511	6,392
Non-current	65,914	33,957
	<b>115,425</b>	<b>40,349</b>

5.3.3 There were \$115,953 additions to the right-of-use assets during the 2024 financial year (2023: \$nil), including an amount of \$23,513 was reclassified from property, plant, and equipment during the period.

5.3.4 Amounts recognised in the statement of profit or loss	2024 \$	2023 \$
Depreciation charge of right-of-use assets:		
 Properties	11,709	11,708
 IT Equipment	13,216	-
 Motor vehicle	12,199	-
	<b>37,124</b>	<b>11,708</b>
Interest expense	10,131	3,434

5.3.5 The total cash outflow for leases for the 2024 financial year was \$51,008 (2023: \$18,384).

#### 5.3.6 Accounting policy





##### a. Recognition and measurement

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Association.


##### i. Right of Use Asset

The Association recognises a right of use asset at the commencement date of the lease. The right of use asset is initially measured at cost. The cost of right-of-use assets includes the amount of lease liabilities recognised, adjusted for any lease payments made at or before the commencement date, plus initial direct costs incurred and an estimate of costs to dismantle, remove or restore the leased asset, less any lease incentives received.

Right-of-use assets are measured at cost comprising the following:

-  the amount of the initial measurement of lease liability
-  any lease payments made at or before the commencement date less any lease incentives received
-  any initial direct costs, and
-  restoration costs.

Subsequent to initial measurement, the right of use asset is depreciated on a straight-line basis over the shorter of the lease term and the estimated useful life as follows:

-  Properties 60 months

Right-of-use assets are subject to impairment and are adjusted for any remeasurement of lease liabilities.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 5 Non-financial assets and financial liabilities (cont.)

#### 5.3 Leases (cont.)

##### ii. Lease liabilities

At the commencement date of the lease, the Association recognises lease liabilities at the present value of lease payment to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payments occurs. The present value of lease payments is discounted using the interest rate implicit in the lease or, if the rate cannot be readily determined, the Association's incremental borrowing rate.

The lease liability is measured at amortised cost using the effective interest method. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

The amount of lease liability is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Association's estimate of the amount expected to be payable under a residual value guarantee, or if the Association changes its assessment of whether it will exercise a purchase, extension, or termination option. When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right of use asset, or is recognised in profit or loss if the carrying amount of the right of use asset has been reduced to zero.

The Association has elected not to recognise right-of-use assets and lease liabilities for short term leases that have a lease term of 12 months or less and do not contain a purchase option, and leases of low value assets. The Association recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

##### b. Extension and termination options

Extension options are included in the property leases of the Association.

#### 5.4 Provisions

##### 5.4.1 Current

Employee entitlements

2024	2023
\$	\$

224,425	237,626
---------	---------

224,425	237,626
---------	---------

##### 5.4.2 Non-current

Employee entitlements

84,930	73,829
--------	--------

84,930	73,829
--------	--------

##### 5.4.3 Description of provisions

- a. *Provision for employee entitlements* represents amounts accrued for annual leave (**AL**) and long service leave (**LSL**). The current portion for this provision includes the total amount accrued for AL entitlements and the amounts accrued for LSL entitlements that have vested due to employees having completed the required period of service. The Association does not expect the full amount of AL or LSL balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the Association does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 5 Non-financial assets and financial liabilities (cont.)

#### 5.4 Provisions (cont.)

##### 5.4.4 Accounting policy

Provisions are recognised when the Association has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not recognised for future operating losses.

When the Association expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of comprehensive income net of any reimbursement.

Provisions are measured at the present value or management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as an interest expense.

##### 5.4.5 Key estimate – Provision for long service leave

The Association's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The Association discounts the long service leave provision using the appropriate externally obtained government bond rate.

#### 5.5 Other Material Accounting Policies related to Non-Financial Assets and Liabilities

##### 5.5.1 Impairment of non-financial assets

The carrying amounts of the Association's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses are recognised in the income statement, unless the asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through the income statement. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro rata basis.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash in-flows, and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of the asset.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortisation, if no impairment loss had been recognised.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### SECTION B. UNRECOGNISED ITEMS

*This section of the notes includes other information that must be disclosed to comply with the accounting standards and other pronouncements, but that is not immediately related to individual line items in the financial statements.*

#### Note 6 Commitments

There are no other commitments as at 2024 (2023: Nil).

#### Note 7 Events subsequent to reporting date

There has been no matter or circumstance that has arisen after balance date that has significantly affected, or may significantly affect, the operations of the Association, the results of those operations, or the state of affairs of the Association in future financial periods.

#### Note 8 Contingent liabilities

There are no contingent liabilities as at 2024 (2023: Nil).

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### SECTION C. OTHER INFORMATION

This section of the notes includes other information that must be disclosed to comply with the accounting standards and other pronouncements, but that is not immediately related to individual line items in the financial statements.

Note	Auditor's remuneration	2024 \$	2023 \$
	Remuneration of the auditor for:		
	<ul style="list-style-type: none"> <li>🔍 Auditing or reviewing the financial reports:           <ul style="list-style-type: none"> <li>○ PKF Perth Pty Ltd</li> <li>○ William Buck Audit (WA) Pty Ltd</li> </ul> </li> <li>🔍 Non-audit services provided by a related practice of the Auditor</li> </ul>	31,500 - - <hr/> 31,500	30,000 618 3,000 <hr/> 33,618

### Note 10 Statement of material accounting policies

This note provides a list of the material accounting policies adopted in the preparation of these financial statements to the extent they have not already been disclosed in the other notes above. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### 10.1 Basis of preparation

##### 10.1.1 Reporting Entity

The Board has determined the Association is not a reporting entity as the Board considers it unlikely that there are users who are dependent on general purpose financial reports as a basis for making and evaluating economic resources allocation. The financial report covers Western Australian Basketball Federation (Inc.) as an individual entity. Western Australian Basketball Federation (Inc.) is an association incorporated in Western Australia under the *Associations Incorporations Act (WA) 2015*.

##### 10.1.2 Basis of accounting

The financial report is a special purpose financial report that has been prepared in accordance with the recognition and measurement aspects of Australian Accounting Standards and the requirements of the *Associations Incorporations Act (WA) 2015*.

The financial report does not include all of the disclosure requirements of Australian Accounting Standards except for the following:

- 🔍 AASB 101 *Presentation of Financial Statements*;
- 🔍 AASB 107 *Cash Flow Statements*;
- 🔍 AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*;
- 🔍 AASB 110 *Events After Balance Sheet Date*; and
- 🔍 AASB 1048 *Interpretation and Application of Standards*.

The accounting policies have been consistently applied, unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

##### 10.1.3 Comparative figures

Where required by AASBs comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the Association retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented.

# WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

## Notes to the financial statements

for the year ended 31 December 2024

### Note 10 Statement of material accounting policies (cont.)

#### 10.1.4 *New and Amended Standards Adopted by the Association*

The Association has adopted new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the **AASB**) that are relevant to their operations and effective for the current year. New and revised Standards and amendments thereof and Interpretations effective for the current year that are relevant to the Association are:

- 🌀 AASB 2020-1 *Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current [AASB 101]*
- 🌀 AASB 2022-6 *Amendments to Australian Accounting Standards – Non-current Liabilities with Covenants [AASB 101]*
- 🌀 AASB 2022-5 *Amendments to Australian Accounting Standards – Lease Liability in a Sale and Leaseback [AASB 16]; and*
- 🌀 AASB 2023-1 *Amendments to Australian Accounting Standards – Supplier Finance Arrangements [AASB 7 & AASB 107]*

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

#### 10.2 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 taxation authority. 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 statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office (or jurisdictional equivalent) is included as a current asset or liability in the balance sheet.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the ATO.

#### 10.3 Income Tax

The Association is exempt from payment of income tax under the provisions of section 23(g) of the *Income Tax Assessment Act 1936*.

#### 10.4 Use of estimates and judgments

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. These estimates and associated assumptions are based on historical experience and various factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements made by management in the application of AASBs that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in Note 10.4.1.

##### 10.4.1 *Critical Accounting Estimates and Judgments*

Management discusses with the Board the development, selection and disclosure of the Association's critical accounting policies and estimates and the application of these policies and estimates. The estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

- a. Key estimate – Provision for Long Service Leave

Refer note 5.4.5 of the *Provisions* note.

#### 10.5 New Accounting Standards and Interpretations not yet mandatory or early adopted

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 31 December 2024 reporting periods and have not been early adopted by the Association. These standards, amendments or interpretations are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

#### Report on the Financial Report

##### Opinion

We have audited the financial report of Western Australian Basketball Federation (INC.) (the "Association"), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the Directors' Declaration of the Association.

In our opinion the accompanying financial report of Western Australian Basketball Federation (INC.) is in accordance with the Associations Incorporation Act 2015, including:

- i) giving a true and fair view of the Association's financial position as at 31 December 2024 and of its performance for the year ended on that date; and
- ii) complying with Australian Accounting Standards to the extent described in Note 10 and Associations Incorporation Act 2015.

##### 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 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

Without modifying our opinion, we draw attention to Note 10 to the financial report, which describes the basis of accounting. The financial report has been prepared to meet the requirements of the Associations Incorporation Act 2015 and as a result the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### Independence

We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

### Other Information

Other information is financial and non-financial information in the annual report of the Association which is provided in addition to the Financial Report and the Auditor's Report. The directors are responsible for Other Information in the annual report.

The Other Information we obtained prior to the date of this Auditor's Report was the Statement by the Members of the Board.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Directors' for the Financial Report

The directors of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Associations incorporations Act (WA) 2015 and the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are 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 Directors either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

### 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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in 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 Directors.
- Conclude on the appropriateness of the Directors' 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 Directors 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.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

*PKF Perth*

PKF PERTH

*Simon Fermanis*

SIMON FERMANIS  
PARTNER

2 April 2025  
PERTH, WESTERN AUSTRALIA



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## AUDITOR'S INDEPENDENCE DECLARATION

### TO THE DIRECTORS OF WESTERN AUSTRALIAN BASKETBALL FEDERATION (INC.)

In relation to our audit of the financial report of Western Australian Basketball Federation (Inc.) for the year ended 31 December 2024, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements as set out in APES 110 Code of Ethics for Professional Accountants or any applicable code of professional conduct.

A handwritten signature in black ink that reads 'PKF Perth'.

PKF PERTH

A handwritten signature in black ink that reads 'Simon Fermanis'.

SIMON FERMANIS  
PARTNER

2 April 2025  
PERTH, WESTERN AUSTRALIA