

MAAA Not-For-Profit - Association Report 16Aug22

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

ABN 64 819 095 900

For the year ended 30 June 2022

Prepared by Ross Wakelin IMYB

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Committee's Report

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2022

Committee's Report

Your committee members submit the financial report of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) for the financial year ended 30 June 2022.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Committee Member	Position	Date Started	Date Terminated
Tim Nolan	President	May 2021	Current
Michael Hobson	Vice President	May 2021	Current
Gary Pope	Treasurer	September 2017	Current
Tyson Dodd	Secretary	August 2018	September 2021
Greg Petherick	Secretary	September 2021	Current
Neil Tank	Public Officer	May 2013	Current
Tyson Dodd	Safety Manager	May 2019	September 2021
Mitch Bannink	Safety Manager	May 2022	Current

Meetings of Committee Members

During the financial year, a number of committee meetings were held. Attendances by each of committee member during the year were as follows:

Committee Members Name	Number Eligible to Attend	Number Attended
Tim Nolan	19	19
Michael Hobson	19	19
Gary Pope	19	19
Tyson Dodd	3	3
Greg Petherick	16	16
Mitch Bannink	15	13

Principal Activities

The MAAA is the largest aeromodelling organisation in Australia and encourages and supports Australians to enjoy aeromodelling in a safe and fun environment.

MAAA provides a management structure, technical expertise and club management support, making it easier for clubs to grow and manage their sport.

As a leading expert the MAAA help clubs provide the best advice, instructors and knowledge base so members can safely learn to fly and enjoy their sport.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Additionally operations have not been adversely affected by COVID19.

Operating Result

The profit after providing for income tax for the financial year amounted to:\$200,095

Going Concern

This financial report has been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cash-flows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:



Tim Nolan (President)

Date 13 / 8 / 22



Gary Pope (Treasurer)

Date 16 / 8 / 22

Income and Expenditure Statement

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

For the year ended 30 June 2022

	2022	2021
Income		
Contributions		
Affiliations [41100]	683,182	651,971
CASA Subsidy	9,655	9,655
Total Contributions	692,837	661,626
Interest Field Loans		
Bairnsdale [41850]	422	442
Interest - Westernport	-	151
Interest Income NSWFFS	-	182
Kalamundra Club loan interest	192	192
P and DARCS Loan Interest	21	54
PARCS Interest	116	172
Twin Cities Loan interest	686	686
VMAA Loan Interest	-	(520)
Total Interest Field Loans	1,436	1,358
Interest on Bank Accounts		
Interest Bank 177965	-	367
Interest Cash Reserve 240514	1	1
Interest Field Loan 423969	1,638	1,506
Interest TD 305100	398	1,344
Interest TD 429332	1,129	2,614
Total Interest on Bank Accounts	3,166	5,832
Rent Income		
Bairnsdale [42311]	3,826	3,182
Elgin WA	88	86
Finnis Field Rent	1,085	1,055
Mt Wallace Rental	249	1,269
Reeves Plains Rent	1,109	1,083
Sale Field [42314]	50	50
Toowoomba	86	86
Total Rent Income	6,492	6,810
Other Income		
Advertising Promotion & S'ship	273	-
CASA Area Approval Recovery	4,480	-
Government Incentives and Grants	-	12,620
Other Income [44001]	3,190	-
Professional Instructor Fee	136	136
Total Other Income	8,079	12,756
Total Income	712,010	688,382

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2022	2021
Gross Surplus	712,010	688,382
Expenditure		
Administration		
Accounting & Auditing Fees	4,000	4,000
Admin Support	4,200	15,476
Amortisation of CLC	2,500	2,500
Annual Leave Prov'n	(8,110)	(1,326)
Bank Fees	81	150
Book Keeping	9,180	9,180
CASA Area Approval Payment	4,160	-
Computer Expenses	4,050	3,011
Computer Replacement	-	2,844
Executive Expenses	533	649
Insur Claims	10,770	10,936
Insurance Claims Funded	5,817	-
Internet & Web Site	7,164	4,960
Long Service Leave Prov'n	(5,014)	1,673
Membership Cards [62500]	8,155	4,259
Membership System	25,287	-
Miscellaneous	(1,613)	3,132
Office expenses	1,598	3,702
Post & Freight	1,557	4,286
Printing	141	1,245
Property Expenses	17,176	9,938
Registrar Honorarium	10,000	-
Secretary Expense	6,224	2,363
Secretary Honorarium	37,500	-
Secretary Salary	56,475	100,000
Storage	903	-
Super Guarantee	3,698	9,500
Tele Conference - Executive	216	183
Telephone	3,368	343
Treasurer Services	18,000	10,300
Uniforms	-	635
Total Administration	228,017	203,939
Promotion and Marketing		
Advertising & Promotion	1,958	178
Education	2,202	(793)
Executive Promotion	2,853	-
Hall of Fame	227	645
MAAA Merchandise	-	4,499
MAAA Promotional Material	327	-
Major Events	6,392	15,766

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2022	2021
Marketing Expenses	13,996	69,378
Total Promotion and Marketing	27,955	89,673
Member Services		
Affiliation Fees - A.S.A.C.	32,818	32,818
Club Assistance	51,388	50,815
Conference Fees - Annual	19,977	-
Insurance	136,373	135,778
Legals/Copyright	-	1,850
Library / Museum - Maintenance	-	1,403
Library/Museum - Storage	760	2,280
Life and Merit Awards	121	235
President Expenses	1,409	334
Presidents Travel	1,426	982
Workcover	672	550
Total Member Services	244,944	227,045
Competition Support		
President Major Events	-	417
W/Champs Team & Judges Support	11,000	-
Total Competition Support	11,000	417
Total Expenditure	511,916	521,074
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	200,095	167,307
Current Year Surplus/(Deficit) Before Income Tax	200,095	167,307
Net Current Year Surplus After Income Tax	200,095	167,307

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

As at 30 June 2022

	NOTES	30 JUN 2022	30 JUN 2021
Assets			
Current Assets			
Cash and Cash Equivalents	2	1,874,833	1,759,238
Trade and Other Receivables	3	125,635	209,940
Inventories		20,928	26,431
GST Receivable		18,727	-
Other Current Assets		-	8,913
Members Loan Accounts	4	13,070	-
Total Current Assets		2,053,193	2,004,521
Non-Current Assets			
Investment in Shares		10,000	10,000
Land and Buildings	5	2,249,041	2,249,041
Members Loan Accounts	4	82,698	88,778
Other Non-Current Assets			
CLC funding (VMAA)		50,000	50,000
CLC Funding Accum Amortisation		(30,000)	(27,500)
Total Other Non-Current Assets		20,000	22,500
Total Non-Current Assets		2,361,739	2,370,319
Total Assets		4,414,932	4,374,840
Liabilities			
Current Liabilities			
Trade and Other Payables	6	58,348	863
GST Payable		-	1,121
Deferred Income	7	100	196,300
Employee Entitlements	8	-	20,167
Total Current Liabilities		58,448	218,451
Total Liabilities		58,448	218,451
Net Assets		4,356,484	4,156,389
Member's Funds			
Capital Reserve		4,356,484	4,156,389
Total Member's Funds		4,356,484	4,156,389

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

For the year ended 30 June 2022

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1985 - South Australia as amended . The executive committee has determined that the association is not a reporting entity.

The financial report covers Model Aeronautical Association of Australia Inc. as an individual entity. The Model Aeronautical Association of Australia Inc. is an association incorporated in South Australia under the Associations Incorporation Act 1985 - South Australia as amended.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997. The MAAA is an association established to encourage and support Australians to enjoy aeromodelling in a safe and fun environment. The association has a physical presence in Australia and, to that extent, incurs its expenditure and pursues its objectives principally in Australia as required under Division 50-70 of the Income Tax Assessment Act 1997.

Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

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

Freehold Land

Freehold Land reflects purchases of land both pre and post the adoption of Australian Accounting Standards in 2005. The Elgin, Bairnsdale, Reeves Plains and Finnis land is held at cost plus capitalized legal expenditure and relates to land purchased post 2005. The Sale and Toowoomba properties purchased pre 2005, are held at deemed cost in the financial statements, where their value reflects a revaluation increment allowed by AASB1; First time adoption of Australian Accounting Standards.

Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

These notes should be read in conjunction with the attached compilation report.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

All revenue is stated net of the amount of goods and services tax.

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

These notes should be read in conjunction with the attached compilation report.

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 Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	2022	2021
2. Cash on Hand		
Cheque Account ..7965	170,701	208,272
Field Deposit Account ..3969	828,144	376,506
Field Loans Account ..0514	6,820	6,820
Insurance Levy Account ..3671	871	871
Premium Investment Acct ..3663	97	97
Term Deposit ...9332	803,743	802,614
Term Deposit; General ..5100	64,456	364,058
Total Cash on Hand	1,874,833	1,759,238
	2022	2021

3. Trade and Other Receivables

Trade Receivables

Sundry Debtors	1,000	1,000
Trade Debtors	4,007	77,141
Total Trade Receivables	5,007	78,141

Prepayments

Prepaid Expenses	-	6,392
Prepaid Insurance	120,628	125,407
Total Prepayments	120,628	131,799

Total Trade and Other Receivables	125,635	209,940
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These notes should be read in conjunction with the attached compilation report.

4. Related Party Transactions

Interest in Contracts

Loans to Clubs and State Associations are shown as both current and non current Asset at June30th. The split between current and non-current has been determined based on the loan agreement in place, where the current position reflects repayments expected to be received by the association within the next twelve months

	2022	2021
Members Loan Accounts		
Current Assets		
Loan Current Bairnsdale	1,270	-
Loan Current Cairns CMAC	2,000	-
Loan Current Kalamunda	4,000	-
Loan Current PARCS	1,800	-
Loan Current Twin Cities	4,000	-
Total Current Assets	13,070	-
Non Current Assets		
Loan NC Bairnsdale and District	3,020	5,500
Loan NC Cairns CMAC	18,000	-
Loan NC Kalamunda AMS	6,278	14,278
Loan NC PARCS	7,400	11,000
Loan NC Twin Cities	48,000	56,000
Loan NC P and DARCS	-	2,000
Total Non Current Assets	82,698	88,778
Total Members Loan Accounts	95,768	88,778
	2022	2021

5. Land and Buildings

Land

Land at Cost

Bairnsdale Vic	243,885	243,885
Ballan Vic	518,266	518,266
Elgin WA Field	149,269	149,269
Finnis Field - Clayton Bay SA	671,905	671,905
Reeve Plains SA	532,588	532,588
Sale Field [13220]	35,000	35,000
Toowoomba Field	98,128	98,128
Total Land at Cost	2,249,041	2,249,041
Total Land	2,249,041	2,249,041
Total Land and Buildings	2,249,041	2,249,041

These notes should be read in conjunction with the attached compilation report.

2022 2021

6. Trade and Other Payables**Trade Payables**

Accrued Expenses	50,659	-
BusinessChoice Everyday Master	65	-
Trade Creditors	7,624	863
Total Trade Payables	58,348	863

Total Trade and Other Payables	58,348	863
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7. Deferred Income

Affiliation fees for the forthcoming year invoiced in the current year

2022 2021

Deferred Income**Other Deferred Income**

Deferred Revenue	100	196,300
Total Other Deferred Income	100	196,300

Total Deferred Income	100	196,300
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2022 2021

8. Employee Entitlements

PAYG Tax Payable	-	6,252
Provision for Annual Leave	-	8,110
Prov'n for Long Service Leave	-	5,014
Superannuation Payable	-	792
Wages Payable Clearing	-	-
Total Employee Entitlements	-	20,167

These notes should be read in conjunction with the attached compilation report.

Movements in Equity

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

For the year ended 30 June 2022

	2022	2021
Equity		
Opening Balance	4,156,389	3,989,082
Increases		
Profit for the Period	200,095	167,307
Total Increases	200,095	167,307
Total Equity	4,356,484	4,156,389

Statement of Cash Flows - Direct Method

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

For the year ended 30 June 2022

	2022	2021
Operating Activities		
Receipts from rental income	11,613	2,982
Receipts from customers	811,418	740,730
Interest received	1,473	1,394
GST	(51,118)	(40,040)
Cash receipts from other operating activities	(185,234)	37,822
Cash payments from other operating activities	(524,210)	(545,206)
Net Cash Flows from Operating Activities	63,943	197,681
Investing Activities		
Proceeds from sale of property, plant and equipment	-	1,640
Payment for property, plant and equipment	-	(55)
Loans to related parties	(6,990)	26,393
Other cash items from investing activities	28,086	70,672
Net Cash Flows from Investing Activities	21,096	98,650
Financing Activities		
Other cash items from financing activities	30,557	1,926
Net Cash Flows from Financing Activities	30,557	1,926
Net Cash Flows	115,595	298,258
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	1,759,238	1,460,981
Net change in cash for period	115,595	298,258
Cash and cash equivalents at end of period	1,874,833	1,759,238

True and Fair Position

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2022

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Tim Nolan, and Gary Pope, being members of the committee of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC), certify that -

The statements attached to this certificate give a true and fair view of the financial position and performance of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) during and at the end of the financial year of the association ending on 30 June 2022.

Signed:

Dated: 20/9/22

Signed:

Dated: 16/8/22



**MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.**

I have audited the accompanying financial report, being a special purpose financial report of the Model Aeronautical Association of Australia Inc., which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in members funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the governing Committee's declaration.

Responsibility of Those Charged with Governance

The governing committee are responsible for the preparation and fair presentation of the financial report 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 Incorporation Act (1985) (South Australia)* and is appropriate to meet the needs of the members.

The governing committee's responsibility also includes such internal control as the governing committee determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the governing committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with APES 110 *Code of Ethics for Professional Accountants*.

**MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.
INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA INC.**

Opinion

In my opinion, the financial report of Model Aeronautical Association of Australia Inc. presents fairly, in all material respects, the association's financial position as at 30 June 2022 and its performance and its cashflows for the year ended on that date in accordance with Australian Accounting Standards, the accounting policies described in Note 1 to the financial report and the financial reporting requirements of the *Associations Incorporation Act (1985)*.

Basis of Accounting

Without modifying my opinion, I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Model Aeronautical Association of Australia Inc. to meet the requirements of the *Associations Incorporation Act (1985) (South Australia)* and the needs of the members as determined by the governing committee. As a result, the financial report may not be suitable for another purpose.



PETER D KING

Prosuper Audit Services

Date: 25 August 2022

Melbourne

Certificate By Members of the Committee

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC)

For the year ended 30 June 2022

I, Gary Pope of 5 Williams Rd, NORTH ROCKS, NSW, Australia, 2151 certify that:

1. I attended the annual general meeting of the association held on [29/9/22].
2. The financial statements for the year ended 30 June 2022 were submitted to the members of the association at its annual general meeting.

Dated: 30 / 9 / 22

Compilation Report

MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) For the year ended 30 June 2022

Compilation report to MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC).

We have compiled the accompanying special purpose financial statements of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC), which comprise the asset and liabilities statement as at 30 June 2022, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of the Committee Member's

The committee of MODEL AERONAUTICAL ASSOCIATION OF AUSTRALIA (INC) are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

Our Responsibility

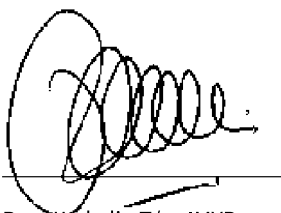
On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.



Ross Wakelin T/as IMYB

IPA 134791

Dated: 16/08/2022