

**Australian Flyball Association Inc.**  
**Notes to 2021 Accounts.**

**1. Income Receipts.**

Both of the 2020 and 2021 AFA incomes were significantly impacted by the restrictions associated with the covid epidemic. In 2019/20 the Association made the decision to waive membership renewal fees for existing members, based on limited opportunities to take part in flyball activity. In 2020/21 membership renewal fees were reintroduced taking into account a positive covid outlook at time of renewal. Subsequent developments resulted in a significant number of race meetings having to be cancelled impacting on income streams such as EJS Light levies.

**2. Membership Fees \$18105 (\$5330 2019/20).**

Variations in annual Income from membership fees normally reflect the timing incidence of payments from members, either before or after 30<sup>th</sup> June. In 2020, given the Corona virus impact on members ability to train and compete, the Committee approved the waiving of membership fees for all existing members. This decision reduced 2020 income by approx. \$16,000. In 2021 membership fees were reinstated and income from this source in 2021 is normal.

**3. EJS Lights Levy \$ (\$10410 2019/20).**

2021 Levy income reflects the impact of cancellations of race meetings as a result of covid restrictions.

**4. Venue and Equipment Hire \$0 ( \$973 2019/20)**

The 2020 AGM held in 2021 was conducted as electronic meetings and hence the Association avoided the costs of venue and equipment hire.

**5. Depreciation Expense \$6803 (\$4284 2019/20)**

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. In 2021 four defibrillators were purchased at a cost of \$8684 for use at AFA events – depreciation at 33.3% was applied based on potential life span of equipment. 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 2020/21 Financial Statements.

**6. Insurance Reserve Account – \$18,000 (\$18,000 2019/20)**

During 2007 the AFA explored the cost of obtaining external insurance for loss or damage to assets, particularly the Light sets which have a combined replacement cost value of approximately \$80,000. Quotes obtained were of the order of \$3000 p.a. and cover did not extend to damage when in use. Given the magnitude of premiums and the cover limits the decision was taken to establish an internal Insurance Reserve Account (self insurance) by the transfer of \$3000 annually until a significant buffer fund was established. The balance of \$18000 now in the Reserve Account is considered to provide a reasonable reserve for repair or replacement of Lights for damage or loss. Accordingly, the Committee determine not to make any further transfers to the Reserve. 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.