

KARTING

NEW SOUTH WALES

EST 1987



2024 ANNUAL REPORT

Photo By Nic Pic NSW



Photo By Nic Pic NSW



KARTING (NEW SOUTH WALES) INC
ABN 80 078 024 223

Sports House
level 2, 8 Parkview Drive
Sydney Olympic Park NSW 2127
P; 02 4731 5000



knsw_inc



@kartingsw



Photo by Kev Davies



Photo By Kev Davies

KARTING

NEW SOUTH WALES

EST 1987

ANNUAL REPORT CONTENTS

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ABOUT KARTING NSW



Karting NSW is a State Sporting Organisation (SSO) for karting recognised by the New South Wales Government through the Office of Sport.

Karting NSW is a member-based community sporting organisation focused on developing and promoting the sport of karting for the benefit of all. We offer a variety of services to our members including rules & regulations, track licenses, training programs & competitive events. The organisation was incorporated in 1987.



Office of Sport

OUR MISSION

At Karting NSW, our mission is to provide opportunities for all to participate and enjoy the community of karting, focussing on safety, fair competition and sportsmanship.

OUR VISION

Our vision is to drive inclusive growth opportunities and excellence in the karting community.

MESSAGE FROM THE CHAIR & GENERAL MANAGER

On behalf of the Board and Management of Karting NSW we are pleased to have this opportunity to present the 2024 Annual Report. As we reflect back over the past 12 months, we are grateful for the support that we have received and the progress that we have made as a community sporting organisation in what are challenging times both globally and locally. Despite these challenges financially this has been the best year in Karting NSW's history which is something to be proud of.

We understand that the cost-of-living pressure that is being felt across the country by so many Australians has had an impact on our sport and with this in mind we remain focused on ensuring that the costs for the karter are kept to a minimum. We have announced to clubs that there will be a fee structure review commencing for 2025 that will see a reduction in affiliation fees from \$250 + \$2.50 per member to \$150 + \$1 per member, on average this is a 65% reduction for clubs, making Karting NSW a cost-effective option for clubs to affiliate with and access all of the benefits that brings. In addition to the above savings and initiatives we have also reduced our permit fee to \$5 per competitor. We have also announced a \$500 promotion payment to clubs that hold a minimum number of events throughout the year to use at an event they choose to assist with the cost of event licences, promotional material or prizes.

We have been able to achieve all of this through strong financial management and we look forward to continuing to be the most cost effective option for clubs and competitors alike.

We would like to take this opportunity to acknowledge Chris Dell of St George Kart Centre for his dedication to Karting NSW as the supplier of the Maxxis Tyres since 2019. Chris and his team have been tremendous partners and their service to the sport and its competitors has been exemplary.

A huge congratulations to Les May and his team at Dunlop for being awarded the exclusive tyre tender from 2025. We look forward to building this relationship and announcing further Dunlop initiatives!

We also farewelled Karen Newton after 20 years of service with Karting NSW, we don't think there would be too many karters or their parents that had not had the pleasure of Karen's amazing customer service. Karen made the decision to retire to spend much more time with her family. Have fun Karen!

These were big shoes to fill and we were fortunate to welcome John Martin into the role as State Secretary. John has decades of experience in the sport and we are thrilled to have him join the team.



Photo by Sheep Dip Weekly

Strategic Planning

We commenced the year with a revised Strategic Plan, this plan sets a pathway for the next 3 years and sets objectives to work towards.



To achieve these objectives, it is important that we continue to listen to our stakeholders and pivot when we need without losing site of the objective.

Traditionally annual reports focus only on the positives rather than sharing with stakeholders some of the areas that we now need to learn from and improve or change moving forward to ensure we meet our objectives. Below we have highlight some of the positives and not so positive steps we have made in the past year.

Achievements & Highlights

- ✓ Development of a 3-year plan to stakeholders
- ✓ Review all documents to ensure compliance with all relevant regulatory authorities
- ✓ Supporting clubs with governance matters
- ✓ Introduction of KartStart
- ✓ Tyre Tender 2025 - Contract award to Dunlop
- ✓ New scrutineer tools for all clubs
- ✓ Investment of capital wisely to grow the Club Development Fund to over \$710,000.00
- ✓ Successful year financially.
- ✓ Increased meetings with clubs to keep everyone up to date.
- ✓ Increased investment in upgrading of the MyKarting Portal seeing many new upgrades come into effect .

Challenges and Lessons Learned

- ⊗ Board and Management attendance at events – how can we make sure that we have a presence to represent all our clubs – this will be a focus for us to consider ensuring that we are able to make sure we understand the issues across all clubs.
- ⊗ The separation of the State Titles was not well received and will be a single event in 2025.
- ⊗ The deaffiliation of clubs – we learnt that we need to be vigilant and focus on what we do best and continue to support those who support us!

To our clubs, their volunteers and members, we thank you for trusting us to be part of your journey. We are truly here for you and want to assist you to ensure that your events are a huge success and that you can welcome more karters into the sport.

We would like to extend our heartfelt gratitude to the Board and Management for their exceptional support and unwavering dedication throughout the year, the countless hours of work behind the scenes and many of them also volunteering at events all over NSW and ACT is much appreciated.

Carolyn Hume, for constantly keeping her finger on the pulse with the accounts and reminding us of pillar 4!

Matt Hill, our roving Director who has a heart of gold, an endearing sense of humour and a passion for the success of clubs that we wish we could bottle.

Rachel Staples, for her dedication to governance and bringing real life feedback from the track on what it is like to be an official.

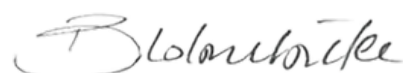
Lisa Darley, besides her love of animals that often frequent our virtual board meetings, we thank Lisa for her passion and creativity and for shaping KNSW's online presence.

Tony Taylor, our voice of reason, with a wealth of knowledge on the history of the organisation and connections with key stakeholders.

We look forward to working with all clubs and karters over the coming year to ensure Karting NSW can continue to provide opportunities for all to participate in and enjoy the community of karting!



DREW RUSSELL
General Manager



BELINDA COLOMBRITA
Chair



OFFICIAL
KARTING»

97

*Pulse
Productions*





OUR CLUBS



SPRINT CLUBS

METRO ZONE

Combined Districts Kart Club
Hunter Valley Kart Club
Sydney Kart Racing Club
Sydney Illawarra Kart Club

NORTHERN ZONE

Gunnedah Kart Club
Manning Valley

SOUTHERN ZONE

Bathurst Kart Club
Canberra Kart Racing Club
Grenfell Kart Club
Orange Kart Club
Sapphire Coast Kart Club

ENDURANCE CLUBS

Endurance Racing Club
Four Stroke Karting Association NSW
Sportsman Enduro Karting/Goulburn Kart Club
The Endurance Karting Association

SPEEDWAY CLUBS

Central Coast Speedway Club
NSW Speedway Club

RETRO/VINTAGE CLUBS

Retro Karting Australia
Vintage & Historic Karts Australia

NSW STATE SPRINT TITLES I

WINNERS 2024

Congrats!



Lazarus Anonuevo
NOVICE



Antonio Ornelas
ROOKIE



Bailey Harris
4SS MEDIUM



Tyler Budden
TAG RESTRICTED LIGHT



Chris Bregonje
TAG RESTRICTED HEAVY

ACT STATE SPRINT TITLES

WINNERS 2024

Congrats!



Lazarus Anonuevo
NOVICE



Cooper Clavell
ROOKIES



Tyler Koenig
JUNIOR LIGHT



Jackson Souslin-Harlow
TAG 125 LIGHT



Andrew Fitzpatrick
JUNIOR HEAVY



Aidan Williams
SENIOR PERFORMANCE.



Chris Bregonje
TAG 125 HEAVY

TEKA STATE TITLES

WINNERS 2024

Congrats!

PRO:

1st - Kart 29 BMCM Racing
Kurt Dunn, Shannon Mortlock, and Luke Rodman

A GRADE:

1st - Kart 90 RPG Racing

HEAVY:

1st - Kart 47 RTR Motorsport



RETRO KARTING AUSTRALIA

WINNERS 2024

Congrats!

NSW STATE TITLES



Travis Lichtenberger
CLUBMAN LIGHT



Phil Straughan
CLUBMAN SUPER HEAVY



Bradley Cady
F100 LIGHT



Rohan Collibee
MASTERS

Trevor Whitby
CLUBMAN HEAVY

QLD STATE TITLES



Rohan Collibee
MASTERS
&
CLUBMAN LIGHT



Brock Plumb
CLUBMAN HEAVY



Brent Dickson
CLUBMAN SUPER
HEAVY



Damian Assailit
F100 Light



James Greenwood
F100 HEAVY

VIC STATE TITLES



Chris Sandrone
CLUBMAN LIGHT



Stephen Roffe
CLUBMAN HEAVY



Brent Jenkin
CLUBMAN SUPER
HEAVY



Jackson Evans
F100 Light



Ryan Aitken
F100 HEAVY



Kevin Stray
MASTERS

4SKA STATE TITLES

WINNERS 2023

Congrats!



Hoof Hearted 99

Trent Mulholland Daniel Patterson Will Lucas

Hoof Hearted 99 also went on to be 2023 Series Champs!

BOARD OF DIRECTORS



CHAIR
Belinda Colombrita



DIRECTOR OF FINANCIAL SERVICES
Carolyn Hume



DIRECTOR OF ADMINISTRATION
Rachel Staples



DIRECTOR OF PROMOTION, MEDIA & MARKETING
Lisa Darley



DIRECTOR OF MEMBER EDUCATION & TRAINING
Matt Hill



**DIRECTOR OF GROUP WELFARE OPERATION
METRO AREA**
Tony Taylor

APPOINTED OFFICIALS & CO-ORDINATORS



Thank you to all of our Appointed Officials & Coordinators for volunteering. We are very grateful for your efforts, time and dedication.

Officials Coordinator
Matt Hill

State Tribunal Registrar
Rachael Staples

Officials Panel
Matt Hill
Victor Maastricht
Graeme Abbott
Peter Brien
Phil Twigg
Donna Snaidero
Kim Freer

State Prosecutor
Kim Freer

State Rulebook Coordinator
Victor Maastricht

Fuel Testing Officer
Graeme Abbott

Competition Coordinator
Greg McLandsborough

State Tyre Analyst
Graeme Abbott

State Technical Officer
Graeme Abbott

State Track Inspector
VACANT

Member Protection Information Officer
Rachel Staples



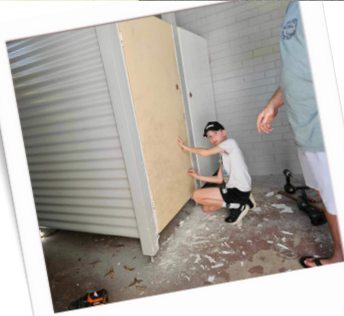
#kartingfamily

We believe that karting is a sport that can bring people together and create a sense of community, and we are committed to fostering that community spirit through our programs and events.



#volunteeringmatters

Volunteering in karting goes beyond just a day at the racetrack. It is an enriching experience that offers excitement, camaraderie, personal growth, and the satisfaction of contributing to the growth of a sport that ignites the passion of so many. Whether you're an official, a club committee member or a willing working bee participant we value each and every one of you and thank you for giving up your time so we can all practice, race and enjoy our days at the track.





THANK YOU STEVE FISHER

Sadly, our wonderful State Officials Coordinator Steve Fisher retired this year. Steve is a great leader, official, good all-round member of KNSW as well as being a fantastic person. In honour of his amazing lifetime of service Steve was awarded Life Membership of Karting NSW in 2017. Steve was involved with karting for over 30 years from when he was a racer. Along his Karting journey Steve has held many positions such as President of Manning Valley Kart Club and culminating in taking on the role of State Officials Coordinator in 2017.

Steve was instrumental in the enormous task of developing a new rule book, systems, and forms for officials in 2018 when KNSW became stand alone. Steve could always be counted on to help, problem solve and always had a straightforward answer if you had an issue to thrash out. All of this done voluntarily and like all great volunteers got everything done without a complaint!

Most importantly Steve is a great family man. We hope that he now gets to spend much more worry-free time with his wife, sons, and grandkids. Steve will not be replaced easily, and from everyone at KNSW we would like to say - Thank You Steve for all you have done for karting and we wish you all the best into the future!



*Thank you for your
years of service*

THANK YOU PHIL MIDDLETON

Our wonderful State Track Inspector Phil also retired this year. Phil was a much welcomed face at many tracks whether he was inspecting them or competing at them. His knowledge and expertise with track standards will be missed. His skills were invaluable at track inspection time and when tracks were being refurbished or changed. Phil began karting when he was 39 years old racing his Clubman Super Heavy at Eastern Creek and Combined Districts Kart Club. Not long after, his son Aaron began racing and raced until he was 18 years old. Phil took up the role of Track Inspector and continued in that role until just last month. Phil was also Treasurer of CDKC and of course was a much respected Chair of the Board for 2 years during 2021 and 2022.

Like Steve Phil is a great volunteer. His calm happy misdemeanour made him a friend of many and his business skills and problem solving made him a much sought after club member and volunteer. When asked what he loved most about karting Phil said the people and the times at the track with his son when he was competing.

In his retirement Phil will enjoy time with family, continue to race 4SKA with his mate Greg Cox in Wildslide, restore and ride his vintage motorcycle and is looking to buy a vintage car and join a club. If you need a rest Phil you're welcome back here!! Thank You Phil for all you have done for karting and we wish you all the best into the future!



*Thank you for your
years of service*

THANK YOU TO THE WONDERFUL PHOTOGRAPHERS & VIDEOGRAPHERS

Thank you so much to Nic from Nic Pic NSW, Michael from Total Focus Photos, Kev Davies, Gavin from Quick Pixels Photography, Katie and CJ from Pulse Productions and Karl from Sheep Dip Weekly. They have all generously donated their fabulous photos for us to use in this Annual Report. They are valued members of our community and no race day would be complete without them at the track capturing their wonderful images.





24H
SCAN ME
ERC EASTERN CREEK karting

MOTOSCHOOL

VICED

ERC ENDURANCE RACING CLUB

OUR PARTNERS

CORPORATE PARTNERS



COMMERCIAL PARTNERS



SERVICE PARTNERS



Audited Financial Statements 2024

Karting (New South Wales) Incorporated

ABN 80 078 024 223

Financial Statements
For the Year Ended 30 June 2024

**Karting (New South Wales) Incorporated
Board's Report
For the Financial Year Ended 30 June 2024**

Your Board submits the financial report of Karting (New South Wales) Incorporated for the financial year ended 30 June 2024.

Board Members

The names of Board Members in office during the year and up to date of signing of this report are:

| Position | Board Member |
|--|---|
| Board Chair | Belinda Colombrita appointed 2 September 2023. |
| Acting Chair | Phillip Middleton resigned 2 September 2023. |
| Director of Administration | Vacant. Rachel Staples resigned 24 August 2024. |
| Director of Financial Services | Carolyn Hume |
| Director of Member Training and Education | Matt Hill appointed 4 July 2023. |
| Director of Promotion, Marketing and Media | Lisa Darley |
| Director of Competition | Vacant. Ian Black resigned 31 January 2024 |
| Director of Group, Welfare and Karting Operations (Metro) | Tony Taylor |
| Director of Group, Welfare and Karting Operations (Southern) | Vacant |
| Director of Group, Welfare and Karting Operations (Northern) | Vacant. Drew Russell resigned 20 August 2023. |

Principal Activities

The principal activities of the association during the financial year were to promote, co-ordinate and administer all aspects of the sport of karting in NSW for the betterment of the sport and its participants.

There have been no significant changes to these operations during the year.

Operating Results

The surplus for the financial year amounted to \$193,282 (2023: \$100,342).

Significant Changes

No major changes in the nature of the business occurred during the year.

On behalf of the Board

Belinda Colombrita
Board Chair
27 September 2024

Carolyn Hume
Board Member
27 September 2024

Karting (New South Wales) Incorporated
Statement of Profit or Loss and Other Comprehensive Income
For the Financial Year Ended 30 June 2024

| | Notes | 2024 \$ | 2023 \$ |
|---|-------|------------------|------------------|
| Revenue | | | |
| Revenue | 4 | 699,233 | 727,066 |
| Other income | 4 | 7,953 | 91,635 |
| Total revenue | | 707,186 | 818,701 |
| Expenses | | | |
| Cost of goods sold | | (2,974) | (103) |
| Administration and other operating costs | | (250,243) | (509,799) |
| Advertising and marketing | | (6,768) | (2,424) |
| Depreciation and amortisation | | (14,813) | (11,552) |
| Employee benefits | | (124,052) | (110,874) |
| Impairment loss on trade receivables | | - | (2,734) |
| Interest expense | | (2,929) | (12,820) |
| Member-related expenses | | (110,355) | (68,053) |
| Net loss on sale of property, plant and equipment | | (1,770) | - |
| Total expenses | | (513,904) | (718,359) |
| Net surplus before tax | | 193,282 | 100,342 |
| Income tax expense | | - | - |
| Net surplus for the year | | 193,282 | 100,342 |
| Other comprehensive income | | - | - |
| Total comprehensive income | | 193,282 | 100,342 |

The accompanying notes form part of these financial statements.

Karting (New South Wales) Incorporated
Statement of Financial Position
As at 30 June 2024

| | Notes | 2024 \$ | 2023 \$ |
|--------------------------------------|-------|------------------|------------------|
| Assets | | | |
| Current | | | |
| Cash and cash equivalents | 5 | 932,613 | 887,324 |
| Trade and other receivables | 6 | 48,155 | 30,207 |
| Inventories | 7 | 11,335 | 10,089 |
| Other assets | 9 | 29,288 | 43,895 |
| Total current assets | | 1,021,391 | 971,515 |
| Non-current | | | |
| Trade and other receivables | 6 | 296,865 | 276,849 |
| Other financial assets | 8 | 1 | 1 |
| Property, plant and equipment | 10 | 4,898 | 7,067 |
| Intangible assets | 11 | 53,414 | 38,073 |
| Total non-current assets | | 355,178 | 321,990 |
| Total assets | | 1,376,569 | 1,293,505 |
| Liabilities | | | |
| Current | | | |
| Trade and other payables | 12 | 65,166 | 160,966 |
| Provisions | 13 | 28,329 | 28,811 |
| Contract liabilities | 14 | 9,088 | 13,040 |
| Total current liabilities | | 102,583 | 202,817 |
| Non-current | | | |
| Trade and other payables | 12 | 9,118 | 19,102 |
| Total non-current liabilities | | 9,118 | 19,102 |
| Total liabilities | | 111,701 | 221,919 |
| Net assets | | 1,264,868 | 1,071,586 |
| Equity | | | |
| Club development reserve | | 697,425 | 690,831 |
| Accumulated funds | | 567,443 | 380,755 |
| Total equity | | 1,264,868 | 1,071,586 |

The accompanying notes form part of these financial statements.

Karting (New South Wales) Incorporated
Statement of Changes in Equity
For the Financial Year Ended 30 June 2024

| Notes | Club Development Reserve \$ | Accumulated Funds \$ | Total Equity \$ |
|-----------------------------|--------------------------------------|----------------------------|-----------------------|
| Balance at 1 July 2022 | - | 971,244 | 971,244 |
| Surplus for the year | - | 100,342 | 100,342 |
| Other comprehensive income | - | - | - |
| Total comprehensive income | - | 100,342 | 100,342 |
| Transfer to/(from) reserves | 690,831 | (690,831) | - |
| Balance at 30 June 2023 | 690,831 | 380,755 | 1,071,586 |
| Balance at 1 July 2023 | 690,831 | 380,755 | 1,071,586 |
| Surplus for the year | - | 193,282 | 193,282 |
| Other comprehensive income | - | - | - |
| Total comprehensive income | - | 193,282 | 193,282 |
| Transfer (from)/to reserves | 6,594 | (6,594) | - |
| Balance at 30 June 2024 | 697,425 | 567,443 | 1,264,868 |

The accompanying notes form part of these financial statements.

**Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024**

1. General information

The Board has prepared the financial statements on the basis that the association is a non-reporting entity because there are no users dependent on a general purpose financial report. The financial report is therefore a special purpose financial report.

Karting (New South Wales) Incorporated is an association incorporated and domiciled in Australia. The financial statements are presented in Australian Dollars.

Principal place of business is Sports House, Level 2, 8 Parkview Drive, Sydney Olympic Park NSW 2127.

The financial report was authorised for issue by the Board on September 2024.

2. Changes in accounting policies

New and revised standards that are effective for these financial statements

A number of revised standards became effective for the first time to annual periods beginning on or after 1 January 2023. The adoption of these revised accounting standards has not had a material impact on the entity's financial statements.

Accounting Standards issued but not yet effective and not been adopted early by the entity

A number of new and revised standards have been issued but are not yet effective and have not been adopted early by the entity. The Board is currently assessing the impact such standards will have on the entity.

3. Summary of material accounting policy information

Financial reporting framework

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 2009*. The Board has determined that the association is not a reporting entity.

Statement of compliance

Unless otherwise stated, these financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations and the disclosure requirements of AASB 101 Presentation of Financial Statements and AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors.

Karting (New South Wales) Incorporated is a not-for-profit entity for the purpose of preparing financial statements under Australian Accounting Standards.

Basis of preparation

The material accounting policy information that has been adopted in the preparation of this report are as follows:

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the entity expects to receive in exchange for those goods or services.

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

Income tax

No provision for income tax has been raised as the entity has self-assessed as exempt from income tax as a not-for-profit entity.

Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected losses. Trade receivables are generally due for settlement within 30 days.

Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, plant and equipment

Depreciation

The depreciable amount of all fixed assets is depreciated over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

| Class of fixed asset | Depreciation rate |
|-----------------------------|--------------------------|
| Plant and equipment | 10 - 25% |

Intangible assets

Finite life intangible assets are subsequently measured at cost less amortisation and any impairment.

Software

Significant costs associated with software are deferred and amortised on a straight-line basis over the period of their expected benefit, being their finite life.

Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to the short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

Liabilities relating to contracts with customers

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the entity transfers the services/grant conditions are fulfilled. Contract liabilities include deferred income. Contract liabilities are recognised as revenue when the entity performs under the contract (i.e., transfers control of the related services to the customer/fulfils conditions of the grant).

Significant management judgement in applying accounting policies

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

Estimation uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

Receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An allowance for expected losses is included, where applicable, based on historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. The allowance for expected losses is based on the best information at the reporting date.

Inventories

Management estimates the net realisable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realisation of these inventories may be affected by future technology or other market-driven changes that may reduce future selling prices.

Long service leave

The liability for long service leave is recognised and measured at the present value of the estimated cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

| | 2024 | 2023 |
|---------------------------------------|----------------|----------------|
| | \$ | \$ |
| 4. Revenue | | |
| Permits and licences | 539,919 | 640,391 |
| Royalties | 117,945 | 50,200 |
| Grants income | 27,272 | 22,500 |
| Affiliation fees | 14,036 | 12,775 |
| Sale of goods | 61 | 1,200 |
| | 699,233 | 727,066 |
| Other income | | |
| Proceeds from litigation | - | 83,253 |
| Government subsidies | - | 2,822 |
| Bad debt recovery | 213 | - |
| Interest income | 6,649 | 548 |
| Other income | 1,091 | 5,012 |
| | 7,953 | 91,635 |
| 5. Cash and cash equivalents | | |
| Cash at bank | 932,613 | 887,324 |
| | 932,613 | 887,324 |
| 6. Trade and other receivables | | |
| Current | | |
| Trade receivables | 38,147 | 22,521 |
| Allowance for expected losses | - | (2,338) |
| Loans to various NSW Karting Clubs | (a) 10,008 | 10,024 |
| | 48,155 | 30,207 |
| Non-current | | |
| Loans to various NSW Karting Clubs | (a) 9,118 | 19,102 |
| Loan to AKA KNSW Unit Trust | 287,747 | 257,747 |
| | 296,865 | 276,849 |

(a) The Australian Karting Association Ltd as trustee for the AKA Track Development Fund makes funds available from time to time for AKA affiliated go kart clubs for the purposes of track development.

As at 30 June 2024, the only existing Deed of Loan agreement involves Australian Karting Association Ltd as the lender and the entity and Combined Districts Kart Club Inc as co-borrowers. As security, Australian Karting Association Ltd has a floating charge over Revolving Assets and a fixed charge over all other Collateral of the co-borrowers.

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

| | 2024 | 2023 |
|---------------------------|---------------|---------------|
| | \$ | \$ |
| 7. Inventories | | |
| Inventory on hand at cost | 11,335 | 10,089 |
| | 11,335 | 10,089 |

8. Other financial assets

Non-current

| | | |
|--|----------|----------|
| Financial assets - investment in AKA KNSW Unit Trust | 1 | 1 |
| | 1 | 1 |

9. Other assets

Current

| | | |
|-------------|---------------|---------------|
| Prepayments | 29,288 | 43,895 |
| | 29,288 | 43,895 |

10. Property, plant and equipment

| | | |
|--|--------------|--------------|
| Plant and equipment at cost | 42,339 | 43,569 |
| Plant and equipment accumulated depreciation | (37,441) | (36,502) |
| | 4,898 | 7,067 |

| | Plant & Equipment | Total |
|----------------------------------|----------------------------------|----------------|
| | \$ | \$ |
| Net carrying amount 1 July 2023 | 7,067 | 7,067 |
| Additions | 2,595 | 2,595 |
| Disposals | (1,770) | (1,770) |
| Depreciation | (2,994) | (2,994) |
| Net carrying amount 30 June 2024 | 4,898 | 4,898 |

| | 2024 | 2023 |
|-----------------------------------|---------------|---------------|
| | \$ | \$ |
| 11. Intangible assets | | |
| Software at cost | 71,980 | 44,820 |
| Software accumulated amortisation | (18,566) | (6,747) |
| | 53,414 | 38,073 |

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

11. Intangible assets (continued)

| | Software | Total |
|----------------------------------|---------------|----------------------|
| | \$ | \$ |
| Net carrying amount 1 July 2023 | 38,073 | 38,073 |
| Additions | 27,160 | 27,160 |
| Disposals | - | - |
| Amortisation | (11,819) | (11,819) |
| Net carrying amount 30 June 2024 | <u>53,414</u> | <u>53,414</u> |

12. Trade and other payables

Current

| | 2024 | 2023 |
|--|----------------------|-----------------------|
| | \$ | \$ |
| Trade payables | 7,545 | 75,809 |
| Accrued expenses | 33,007 | 24,446 |
| Net GST payable | 14,606 | 9,219 |
| Insurance financing | - | 40,375 |
| Other creditors | - | 1,093 |
| Loan from Australian Karting Association Ltd | (a) 10,008 | 10,024 |
| | <u>65,166</u> | <u>160,966</u> |

Non-current

| | | |
|--|---------------------|----------------------|
| Loan from Australian Karting Association Ltd | (a) 9,118 | 19,102 |
| | <u>9,118</u> | <u>19,102</u> |

(a) The Australian Karting Association Ltd as trustee for the AKA Track Development Fund makes funds available from time to time for AKA affiliated go kart clubs for the purposes of track development.

As at 30 June 2024, the only existing Deed of Loan agreement involves Australian Karting Association Ltd as the lender and the entity and Combined Districts Kart Club Inc as co-borrowers. As security, Australian Karting Association Ltd has a floating charge over Revolving Assets and a fixed charge over all other Collateral of the co-borrowers.

13. Provisions

Current

| | 2024 | 2023 |
|---------------------------------|----------------------|----------------------|
| | \$ | \$ |
| Provision for employee benefits | 28,329 | 28,811 |
| | <u>28,329</u> | <u>28,811</u> |

Karting (New South Wales) Incorporated
Notes to the Financial Statements
For the Financial Year Ended 30 June 2024

| | 2024 | 2023 |
|--|--------------|---------------|
| | \$ | \$ |
| 14. Contract liabilities | | |
| Current | | |
| Contract liabilities – Club Development Fund | 9,088 | 10,800 |
| Contract liabilities – grants in advance | - | 2,240 |
| | <u>9,088</u> | <u>13,040</u> |

15. Commitments

The entity had no material unrecognised contractual commitments as at 30 June 2024.

16. Contingencies

The entity is the joint trustee and 50% unitholder of AKA KNSW Unit Trust.

Given the audited accounts of AKA KNSW Unit Trust have not been made available to the entity for a number of years and the entity cannot reliably measure its share of any undistributed accumulated surplus/deficit of AKA KNSW Unit Trust, the entity has not recognised any such amount as at 30 June 2024.

As joint trustee for AKA KNSW Unit Trust, the entity is also party to a loan agreement, which contains a first registered mortgage over non residential real property located at 12 Macquarie Street, Penrith NSW 2751. For the financial year ended 30 June 2024, the entity has assisted AKA KNSW Unit Trust in servicing such a loan.

17. Subsequent events

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation of these accounts.

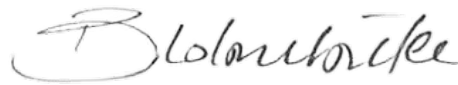
**Karting (New South Wales) Incorporated
Board's Declaration
For the Financial Year Ended 30 June 2024**

The Board declares that:

- a) the financial statements and notes are in accordance with the *Associations Incorporation Act 2009*, including:
 - i) giving a true and fair view of the entity's financial position as at 30 June 2024 and of its performance for the year ended on that date; and
 - ii) complying with applicable Australian Accounting Standards to the extent described in the notes to the financial report and the *Associations Incorporation Regulation 2022*; and
- b) there are reasonable grounds to believe that the entity is able to pay all of its debts, as and when they become due and payable.

Signed in accordance with a resolution of the Board:

Belinda Colombrita
Board Chair
27 September 2024



Carolyn Hume
Board Member
27 September 2024



Karting (New South Wales) Incorporated
Independent Auditor's Report to the Members of Karting (New South Wales) Incorporated
For the Financial Year Ended 30 June 2024

Opinion

We have audited the financial report of Karting (New South Wales) Incorporated (the entity), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income and the statement of changes in equity for the year then ended, and the notes to the financial statements, including a summary of material accounting policy information, and the Board's declaration.

In our opinion, the financial report of Karting (New South Wales) Incorporated has been prepared in accordance with the *Associations Incorporation Act 2009*, including:

- (a) giving a true and fair view of the entity's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (b) complying with applicable Australian Accounting Standards to the extent described in the notes to the financial report and the *Associations Incorporation Regulation 2022*.

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 are independent of the entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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.

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

We draw attention to the notes to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the entity's financial reporting responsibilities under the *Associations Incorporation Act 2009*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified further in respect of this matter.

Emphasis of Matter – AKA KNSW Unit Trust

A material uncertainty exists relating to the recoverability of the non-current receivable balance in Note 6 of the financial report and the reliability of its share of accumulated surplus in relation to the AKA KNSW Unit Trust as disclosed in Note 16. Our opinion is not modified in respect of these matters.

Information Other than the Financial Report and Auditor's Report Thereon

The Board is responsible for the other information. The other information is the Board's report accompanying the financial report.

Karting (New South Wales) Incorporated
Independent Auditor's Report to the Members of Karting (New South Wales) Incorporated
For the Financial Year Ended 30 June 2024

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 the Board for the Financial Report

The Board is 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 the notes to the financial report is appropriate to meet the needs of the members. The Board's responsibility also includes such internal control as the Board determines is necessary to enable the preparation of a 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 Board is responsible for assessing the entity'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 Board either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The Board is responsible for overseeing the entity's financial reporting process.

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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/>. This description forms part of our auditor's report.

SDJA

Sandeep Kumar

Partner

September 2024

Sydney, New South Wales