

Western Australian Boxing Commission

**2003 - 2004
Annual Report**



Western Australian Boxing Commission
Government of Western Australia

HON BOB KUCERA APM JP MLA
Minister for Sport and Recreation

In accordance with Section 62 of the Finance Administration and Audit Act 1985, I hereby submit for your information and presentation to parliament the annual report for the Western Australian Boxing Commission for the period 1 July 2003 to 30 June 2004.

Simon Watters
Chairman
26 August 2004

Western Australian Boxing Commission
PO Box 66
WEMBLEY WA 6913

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Summary of Highlights

1. Long serving commissioners to retire were Mr William Grayden, Dr Richard Reid, Mr Merv Abraham and Sergeant Simon Leaning.
2. Appointment from 1 February 2004 of an interim Boxing Commission, including two observers from combat sports, to complete the regulations to the *Professional Combat Sports Act 1987*.
3. Documentation was completed for the approval of the Minister for Sport and Recreation for drafting of the regulations to the *Professional Combat Sports Act 1987*.
4. Granted one Western Australian title fight in the Middleweight Division. Domenico De Vanna won the title in a point's decision from Jeremy Allan.
5. Western Australian registered boxers to win Australian titles were:
 - a. Daniel Dawson, Australian Light Middleweight Title
 - b. Ben Cruz, Australian Super Featherweight Title
6. Western Australian registered boxers winning international and world titles were:
 - a. Danny Green, WBC Super Middleweight Title (Interim Title)
 - b. Daniel Dawson, PABA Light Middleweight Title, WBF International Middleweight Title
 - c. Ben Cruz, PABA Super Featherweight Title (Interim Title), WBF International Lightweight Title
 - d. Naoufel Ben Rabah, WBF International Light Welterweight Title.
7. Green Machine promotion held at Challenge Stadium on 21 March 2004 had an audience of 5000 people.
8. The Standing Committee on Recreation and Sport (SCORS) Working Party on Combat Sports reached agreement for a national on-line database for combat sports to be developed and hosted by Sport and Recreation Victoria.

Corporate Overview

The Western Australian Boxing Commission is committed to developing a strong professional boxing industry in Western Australia that is easily accessible, encourages maximum participation and develops talent.

Responsible Minister

The Western Australian Boxing Commission reports to the Hon Bob Kucera APM JP MLA in his capacity as Minister for Sport and Recreation.

Commissioners

The Western Australian Boxing Commission during the period to 31 January 2004 has benefitted from a stable commissioner membership. Four of the six commissioners retired on 1 February 2004. Appreciation is recorded for the dedicated leadership of the retiring commissioners in developing the Western Australian Boxing Commission.

Retiring Commissioners:

- Mr W Grayden (Chairman)
- Sergeant S Leaning, nominee of the Commissioner of Police
- Dr R Reid, nominee of the Australian Medical Association WA Branch
- Mr M Abraham, community member

An interim commission was appointed on 1 February 2004 by the Minister for Sport and Recreation with the task of preparing the regulations to the *Professional Combat Sports Act 1987* to enable proclamation of the Act. Two commissioners were re-appointed:

- Mr J Fanderlinden, community member
- Mr G McLennan, nominee of the Director General, Department of Sport and Recreation.

New commissioners:

- Mr S Watters (Chairman)
- Mrs A Backshall, community member
- Dr R Choong, nominee of the Australian Medical Association WA Branch
- Assistant Commissioner I Johnson, nominee of the Commissioner of Police.

Two observers with knowledge of combat sports other than boxing were appointed:

- Ms M Sherlock
- Mr K Junior

Mission

The mission of the Western Australian Boxing Commission is to improve all aspects of safety and organisation of professional boxing in Western Australia.

Objectives of the commission are to:

- Develop guidelines for proper standards in professional boxing;
- Establish standards for the training of persons involved in boxing;
- Provide protection for all those involved in professional boxing, be they promoters, contestants or other industry participants;
- Ensure the physical safety of professional contestants; and
- Advise the Minister for Sport and Recreation on boxing matters.

Vision

The vision of the commission is continued improvement in the monitoring of the health and safety of professional contestants and officials at contests through:

- Detection of diseases passed on by contact with body fluids;
- Presence of required medical equipment and staff at contests;
- Pre and post medical examinations;
- Protection of professional contestants and officials through stringent medical requirements for registration;
- Requiring serology and general medical certificates;
- Improvement in the efficiency and administration of boxing promotions;
- Proof of the financial capacity of the promoter to promote a contest; and
- Appropriateness of venues.

How the commission operates

- Provision of statewide leadership and coordination to the professional boxing industry;
- Establishes partnerships within the industry, across government and with other stakeholders;
- Involves clients in all aspects of service planning and delivery; and
- Provision of consultancy services to individuals and organisations delivering professional boxing.

Enabling Legislation

The Western Australian Boxing Commission is established as a statutory authority under Section 4 of the *Boxing Control Act 1987*.

Legislation Impacting on the Activities of the Commission

In performance of its functions the Western Australian Boxing Commission complies with the following legislation:

- *Equal Opportunity Act 1984*
- *Disability Services Act 1993*
- *Financial Administration and Audit Act 1985*
- *Salaries and Allowances Act 1975*
- *State Supply Commission Act 1991*
- *State Records Act 2000.*
- *Freedom of Information Act 1992*
- *Government Employees Superannuation Act 1987*
- *Occupational Health and Safety Act 1984*
- *Workers' Compensation and Rehabilitation Act 1981 (as amended Workers' Compensation and Rehabilitation Amendment Act 1993).*

Chairman's Report

One incident highlights the significance and reason why the Western Australian Boxing Commission is needed. The commission may be responsible for saving the life of a boxer.

The rules of the commission require unregistered international contestants to register with the commission. A visiting international boxer completed a Fitness Certificate in Perth in readiness to participate in a contest. The medical practitioner made the entry 'epileptic' on the certificate indicating the boxer had a past history of epilepsy.

Intense lobbying of the commission by the promoter and industry participants sought to lay aside the medical practitioner's note because it was claimed the boxer had not had a recent seizure. Fifteen minutes before the contestant was to enter the ring the commission ruled on the grounds of a history of epilepsy that the boxer was not fit for a boxing tournament. The contest was cancelled.

When the cost of maintaining the commission is compared to the cost of medical services and/or a coronial inquest had the contestant sustained an epileptic seizure while in the ring, it is readily evident that pro-active care and maintenance is low cost and the preferred way to manage the industry.

Documentation for drafting the regulations to the *Professional Combat Sports Act 1987* has been a high priority for the commission. Appointment of the interim Western Australian Boxing Commission on 1 February 2004, including two observers with combat sports experience and knowledge, was instrumental in completing this task in readiness for Parliamentary Counsel drafting of the regulations. The Act should be ready to proclaim before the end of 2004.

The task proved to be complex due to a void in knowledge about the sports to be prescribed and the extent that participation occurred at the professional level. Combat sport promotions other than boxing were visited to assess the sports and to familiarise the commission with industry members. The opinion of the State Solicitor's Office was obtained to assist with clarification on the sports to be regulated.

A consultation was held with martial art groups to identify the issues in regulation as perceived by the industry. The consultation highlighted the need to provide good quality information to gain the confidence of the industry and to allay fears that regulation will negatively impact on how the industry conducts itself.

Since my appointment to chair the interim Western Australian Boxing Commission I have had cause to reflect on the work of the previous commission under the chairmanship of Mr William Grayden. A sound and practical framework for management of the professional boxing industry in Western Australia had been developed. I appreciate the work of the past commission in providing such a good foundation as a basis for operation of the soon to be appointed Professional Combat Sports Commission.

Five boxing promotions were planned during the year with three eventuating. The standard of promotions is very high due to good planning. The state has a small but dedicated group of good officials who have been supported by Mr Brad Vocale, an international referee and official who resides in Queensland.

A highlight for the year was the Green Machine Promotion on 21 March 2004 that attracted an audience of 5000 people to Challenge Stadium. The best of Western Australia's boxers were matched against some of the best Australian and international contestants.

One Western Australian title fight in the Middleweight Division was held in 2003-04 and won by Domenico De Vanna in a point's decision from Jeremy Allan.

Western Australian registered boxers to win Australian titles during 2003/04 were:

- Daniel Dawson, Australian Light Middleweight Title
- Ben Cruz, Australian Super Featherweight Title

Western Australian registered boxers winning international and world titles during 2003/04 were:

- Danny Green, WBC Super Middleweight Title (Interim Title)
- Daniel Dawson, PABA Light Middleweight Title, WBF International Middleweight Title
- Ben Cruz, PABA Super Featherweight Title (Interim Title), WBF International Lightweight Title
- Naoufel Ben Rabah, WBF International Light Welterweight Title.

The trainer of Daniel Dawson, Ben Cruz and Naoufel Ben Rabah is Craig Christian from Perth.

Having a small number of registered contestants in Western Australia worked against holding regular promotions in the state. Registered boxers are of Australian quality resulting in them accepting contracts to fight interstate to build follower support for launching international careers. The role of the commission is to support these contestants by ensuring that their health status is maintained at peak level and that they are cleared to compete outside of the state.

Support has been maintained for a harmonised database for all of Australia for recording details of contestants and industry participants and contests. The executive officer twice attended meetings held in Victoria to plan for the introduction of an on-line electronic database to be managed by Sport and Recreation Victoria. A trial version of the database will be available for testing by the commission later in 2004.

The on-line electronic database will make possible interrogation of all combat sport records held by State boxing and combat sport authorities, boards and commissions. The benefit will be instant access to data on the registration status of contestants and industry participants, their contest and medical history, and will facilitate administration processes for management.

Human resource, finance and public affairs services for the commission have been provided by the Department of Sport and Recreation. Improved financial reporting on a monthly basis has been implemented to assist the work of the commissioners. The highly professional standard of services provided by the department is appreciated and acknowledged.

Following proclamation of the *Professional Combat Sports Act 1987* the commission will conduct a series of consultations with the combat sports industry to provide information on what regulation means and will do to support their industry.

Registration will be implemented and promoters will be supported through their initial promotions under the Act.

The 2004/05 operational period will see significant changes to how the professional combat sports industry is conducted in Western Australia and will for the first time introduce standards for its management.

Simon Watters, Barrister at Law
Chairman

Meeting the Government's Strategic Outcomes

The Western Australian Boxing Commission's strategic intent is to ensure its alignment with strategic outcomes identified in the Government's *Strategic Planning Framework - Better Planning: Better Services* document.

Specific contributions are detailed in the following table.

Goal	Commission Contribution to Strategic Outcomes
People and Communities	<ul style="list-style-type: none"> Monitoring the health and safety of professional contestants and officials at contests. Development of guidelines for proper standards in professional boxing. Creating a professional sport industry that is safe for youth 18 to 25 years of age. Encouraging promoters of professional boxing events to provide a family friendly activity. Improved access to promotions by people with disabilities. Supporting the initiatives of the Department of Sport and Recreation on People and Communities.
The Economy	<ul style="list-style-type: none"> Assisting promoters to conduct events involving interstate and international contestants and officials. Supporting the initiatives of the Department of Sport and Recreation on the economy.
The Environment	<ul style="list-style-type: none"> Supporting the initiatives of the Department of Sport and Recreation on the environment.
The Regions	<ul style="list-style-type: none"> Encouraging people in regions to participate in professional boxing as officials. Supporting the initiatives of the Department of Sport and Recreation on regions.
Governance	<ul style="list-style-type: none"> Sound financial management, including unqualified audited financial statements. Supporting the initiatives of the Department of Sport and Recreation on Governance.

Corporate Legislation and Compliance

- No Freedom of Information applications were received.
- Publications produced by the commission available to the public are the:
 - *Boxing Control Act 1987*
 - *Boxing Control Amendment Act 1990*
 - *Boxing Control Regulations 1990*
 - Western Australian Boxing Commission Code of Conduct
 - Annual Report
- Removal of six month imprisonment terms from the *Boxing Control Act* reduced the penalty for damaging or defacing a medical record book or a medical record card or, without lawful excuse, remove a medical record card from a medical record book. Commissioners consider such acts to be serious offenses and will seek to amend the Act to provide a nine month imprisonment term.
- No ministerial directives were received during the year.
- The commission has discretion to charge for rendered services and goods subject to ministerial approval.
- In compliance with Principle 6 of the *State Records Act 2000* the Western Australian Boxing Commission is required to report on its compliance with the Act. The Western Australian Boxing Commission had its Recordkeeping Plan approved by the State Records Advisory Committee (SRAC) earlier this year.
- As part of the requirements for the recordkeeping plan the Department of Sport and Recreation conducts record keeping training for staff. Each induction program addresses the roles and responsibilities of the employees in regard to compliance with the Recordkeeping Plan.
- In compliance with section 175ZE of the *Electoral Act 1907*, the Western Australian Boxing Commission is required to report on its compliance with the Act. The Western Australian Boxing Commission report on expenditure with:

Advertising Agencies	\$503
Market Research Agencies	\$0
Polling Agencies	\$0
Direct Mail Agencies	\$0
Media Advertising Agencies	\$0
TOTAL EXPENDITURE	\$503

Major Partners of the Commission

- Peak industry organisations
- Sport and recreation service agencies, e.g. medical practitioners
- State departments, e.g. Sport and Recreation and Police
- Boxing and combat sport authorities in New South Wales, Victoria and South Australia
- Non-government organisations, e.g. Australian Medical Association WA Branch



AUDITOR GENERAL

INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

WESTERN AUSTRALIAN BOXING COMMISSION PERFORMANCE INDICATORS FOR THE YEAR ENDED JUNE 30, 2004

Audit Opinion

In my opinion, the key effectiveness and efficiency performance indicators of the Western Australian Boxing Commission are relevant and appropriate to help users assess the Commission's performance and fairly represent the indicated performance for the year ended June 30, 2004.

Scope

The Commission's Role

The Commission is responsible for developing and maintaining proper records and systems for preparing performance indicators.

The performance indicators consist of key indicators of effectiveness and efficiency.

Summary of my Role

As required by the Financial Administration and Audit Act 1985, I have independently audited the performance indicators to express an opinion on them. This was done by looking at a sample of the evidence.

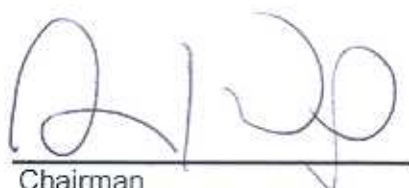
An audit does not guarantee that every amount and disclosure in the performance indicators is error free, nor does it examine all evidence and every transaction. However, my audit procedures should identify errors or omissions significant enough to adversely affect the decisions of users of the performance indicators.

D D R PEARSON
AUDITOR GENERAL
September 17, 2004

CERTIFICATION OF PERFORMANCE INDICATORS

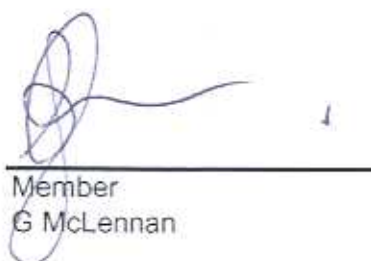
FOR THE YEAR ENDED 30 JUNE 2004

We hereby certify that the performance indicators are based on proper records, are relevant and appropriate for assisting users to assess the Western Australian Boxing Commission's performance, and fairly represent the performance of the Western Australian Boxing Commission for the financial year ended 30 June 2004.



Chairman
S Watters

26 August 2004



Member
G McLennan

26 August 2004

Performance Indicators for 2003/04

For each output, agencies are required to report measures of quantity, quality, timeliness and cost.

Consistent with this, the commission identified two outputs as a framework for external reporting.

Output 1

Desired outcome

Ensuring that professional contestants and officials taking part in professional contests can do so with reasonable confidence that the risks of contracting diseases from body fluids are minimal and that their contract with the promoter will be fulfilled.

Effectiveness Indicators

1. Percentage of registered professional boxers with a positive serology test.

Period	Percentage of Positive Serology Tests
2003/04	0%
2002/03	0%
2001/02	0%

2. Percentage of instances of non-compliance with the *Boxing Control Act 1987* and its Regulations.

Period	Percentage of Non-compliance
2003/04	0%
2002/03	0%
2001/02	0%

Output 2

Efficiency Indicator

The cost of issuing a permit for a contest registered by the Commission.

This measure is calculated by:

$$\frac{\text{Total Operating Cost}}{\text{Number of Registered Promotions}}$$

Total costs include:

- Chairman's fee
- Commissioner fees and contest attendance allowances
- Commissioner superannuation
- Operating costs including any professional/non professional services.

Cost of issuing a permit in 2003/04

<u>Total Operating Cost</u>	\$26,690
No of Registered Promotions	3

Costs	2003/04 \$	2002/03 \$	2001/02 \$
Chairman's fee	5,717	5,610	5,482
Commissioner fees and allowances	3,726	1,168	473
Commissioner superannuation	745	610	333
Operating costs	16,502	10,077	3,818
Total	26,690	17,465	10,106
Cost of issuing a permit	8,899	3,493	0

Note: No contests were held in 2001/02

WESTERN AUSTRALIAN BOXING COMMISSION

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2004**



AUDITOR GENERAL

INDEPENDENT AUDIT OPINION

To the Parliament of Western Australia

WESTERN AUSTRALIAN BOXING COMMISSION PERFORMANCE INDICATORS FOR THE YEAR ENDED JUNE 30, 2004

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An audit does not guarantee that every amount and disclosure in the performance indicators is error free, nor does it examine all evidence and every transaction. However, my audit procedures should identify errors or omissions significant enough to adversely affect the decisions of users of the performance indicators.

D D R PEARSON
AUDITOR GENERAL
September 17, 2004

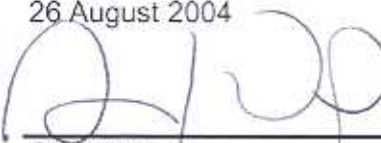
CERTIFICATION OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2004

The accompanying financial statements of the Western Australian Boxing Commission have been prepared in compliance with the provisions of the Financial Administration and Audit Act 1985 from proper accounts and records to present fairly the financial transactions for the financial year ended 30 June 2004 and the financial position as at 30 June 2004.

At the date of signing we are not aware of any circumstances which would render any particulars included in the financial statements misleading or inaccurate.



Principal Accounting Officer
J Ough
26 August 2004

Member
G McLennan
26 August 2004

Chairman
S Watters
26 August 2004

**WESTERN AUSTRALIAN BOXING COMMISSION
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2004**

	Note	2003/2004	2002/2003
		\$	\$
COST OF SERVICES			
Expenses from ordinary activities			
Members' remuneration	2	10,188	7,388
Travel expenses	3	2,638	1,566
Administration expenses	3	13,864	8,511
Total cost of services		26,690	17,465
Revenues from ordinary activities			
<i>Revenue from operating activities</i>			
User charges and fees	4	890	855
Total revenues from ordinary activities		890	855
NET COST OF SERVICES		25,800	16,610
REVENUES FROM STATE GOVERNMENT			
Grants	5	22,000	20,000
Resources received free of charge	5	7,105	7,736
Total revenues from State Government		29,105	27,736
CHANGE IN NET ASSETS		3,305	11,126
Total changes in equity other than those resulting from transactions with WA State Government as owners		3,305	11,126

The Statement of Financial Performance should be in conjunction with the accompanying notes.

WESTERN AUSTRALIAN BOXING COMMISSION
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2004

	Note	2003/2004	2002/2003 \$
Current Assets			
Cash assets	8 (a)	<u>69,630</u>	<u>67,404</u>
Total Current Assets		<u>69,630</u>	<u>67,404</u>
Total Assets		<u>69,630</u>	<u>67,404</u>
Current Liabilities			
Payables	6	<u>6,412</u>	<u>7,491</u>
Total Current Liabilities		<u>6,412</u>	<u>7,491</u>
Total Liabilities		<u>6,412</u>	<u>7,491</u>
NET ASSETS		<u>63,218</u>	<u>59,913</u>
Equity			
Accumulated surplus	7	<u>63,218</u>	<u>59,913</u>
TOTAL EQUITY		<u>63,218</u>	<u>59,913</u>

The Statement of Financial Position should be read in conjunction with the accompanying notes.

WESTERN AUSTRALIAN BOXING COMMISSION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2004

	Note	2003/2004 \$	2002/2003 \$
CASH FLOWS FROM STATE GOVERNMENT			
Grants		22,000	40,000
Net cash provided by State Government		<u>22,000</u>	<u>40,000</u>
Utilised as follows:			
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments			
Members' sitting fees		(15,165)	(1,517)
Travel expenses		(2,638)	(1,566)
Administration expenses		(2,861)	(672)
Receipts			
User charges and fees		890	855
Net cash used in operating activities	8 (b)	<u>(19,774)</u>	<u>(2,900)</u>
Net increase/(decrease) in cash held		2,226	37,100
Cash assets at the beginning of the financial year	8 (a)	67,404	30,304
CASH ASSETS AT THE END OF THE FINANCIAL YEAR	8 (a)	<u>69,630</u>	<u>67,404</u>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

WESTERN AUSTRALIAN BOXING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2004

1 Significant accounting policies

The following accounting policies have been adopted in the preparation of the financial statements. Unless otherwise stated, these policies are consistent with those adopted in the previous year.

General Statement

The financial statements constitute a general purpose financial report which has been prepared in accordance with Accounting Standards, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board, and Urgent Issues Group (UIG) Consensus Views as applied by the Treasurer's Instructions. Several of these are modified by the Treasurer's Instructions to vary application, disclosure, format and wording. The Financial Administration and Audit Act and the Treasurer's Instructions are legislative provisions governing the preparation of financial statements and take precedence over Australian Accounting Standards, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board, and UIG Consensus Views. The modifications are intended to fulfil the requirements of general application to the public sector, together with the need for greater disclosure and also to satisfy accountability requirements.

If any such modification has a material or significant financial effect upon the reported results, details of that modification and where practicable, the resulting financial effect, are disclosed in individual notes to these financial statements.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting using the historical cost convention, except for certain assets and liabilities which, as noted, are measured at fair value.

(a) Grants Revenue

Grants are recognised as revenue when the Commission obtains control over the assets comprising the contributions, or when the grant has been approved by the Department of Sport and Recreation.

Revenue from registrations and permits are recognised when the Commission receives the appropriate fee.

(b) Cash

For the purpose of the Statement of Cash Flows, cash includes cash assets and restricted cash assets. These include short-term deposits that are readily convertible to cash on hand and are subject to insignificant risk of changes in value.

(c) Receivables

Receivables are recognised at the amounts receivable as they are due for settlement no more than 30 days from the date of recognition.

Collectability of receivables is reviewed on an ongoing basis. Debts which are known to be uncollectable are written off. A provision for doubtful debts is raised where some doubts as to collection exists.

**WESTERN AUSTRALIAN BOXING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2004**

1 Significant accounting policies (continued)

(d) Payables

Payables, including accruals not yet billed, are recognised when the Commission becomes obliged to make future payments as a result of a purchase of assets or services. Payables are generally settled within 30 days.

(e) Outputs

The Commission has only one output, being: "To ensure that contestants and officials taking part in professional contests can do so with reasonable confidence that the risks of contracting disease from bodily fluids are minimal and that their contract with the promoter will be fulfilled".

Accordingly, separate reports by output are not produced.

(f) Western Australian Boxing Commission Prize Money and Suspended Postings Accounts

Statements have not been prepared for the Western Australian Boxing Commission Prize Money Account and Suspended Postings Account as the balance of these accounts at the end of the financial year was nil (2002/2003: Nil).

(g) Members benefits

Superannuation

Members of the Commission become non-contributory members of the West State Superannuation Scheme, an accumulation fund complying with the Commonwealth Government's Superannuation Guarantee (Administration) Act 1992. This scheme is administered by the Government Employees Superannuation Board (GESB).

The liability for superannuation charges under the West State Superannuation Scheme is extinguished by payment of employer contributions to the GESB.

(h) Resources Received Free of Charge or For Nominal Value

Resources received free of charge or for nominal value which can be reliably measured are recognised as revenues and as assets or expenses as appropriate at fair value.

(i) Comparative Figures

Comparative figures are, where appropriate, reclassified so as to be comparable with the figures presented in the current financial year.

(j) Rounding of amounts

Amounts in the financial statements have been rounded to the nearest dollar.

WESTERN AUSTRALIAN BOXING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2004

	2003/2004 \$	2002/2003 \$
2 Members' remuneration		
Chairman's fee	5,717	5,610
Other members' fees	3,726	1,168
Superannuation	745	610
	<u>10,188</u>	<u>7,388</u>
3 Travel and Administration Expenses		
Audit fees	4,000	3,500
Legal fees	7,105	4,236
Other expenses	2,759	775
Travel	2,638	1,566
	<u>16,502</u>	<u>10,077</u>
4 User charges and fees		
Boxers' registration fees	170	95
Industry participants' registration fees	420	360
Contest permits	200	250
Promoters' registration fees	100	150
	<u>890</u>	<u>855</u>
5 Revenues from State Government		
Grants	22,000	20,000
Resources received free of charge (i)		
Determined on the basis of the following estimates provided by agencies:		
Office of the Auditor General	-	3,500
Crown Solicitors Office	7,105	4,236
	<u>29,105</u>	<u>27,736</u>
(i) Where assets or services have been received free of charge or for nominal consideration, the Commission recognises revenues (except where the contribution of assets or services is in the nature of contributions by owners, in which case the Commission shall make a direct adjustment to equity) equivalent to the fair value of the assets and/or the fair value of those services that can be reliably determined and which would have been purchased if not donated, and those fair values shall be recognised as assets or expenses, as applicable.		
6 Payables		
Current		
Trade payables	4,000	103
Other - amounts due to Commission members	2,412	7,388
	<u>6,412</u>	<u>7,491</u>

WESTERN AUSTRALIAN BOXING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2004

	2003/2004 \$	2002/2003 \$
7 Equity		
Accumulated surplus		
Opening balance	59,913	48,787
Change in net assets	3,305	11,126
Closing balance	<u>63,218</u>	<u>59,913</u>

8 Notes to the Statement of Cash Flows

(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash assets	<u>69,630</u>	<u>67,404</u>
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(b) Reconciliation of net cost of services to net cash flows used in operating activities

Net cost of services	(25,800)	(16,610)
Non cash items:		
Resources received free of charge	7,105	7,736
Increase/(decrease) in liabilities:		
Payables	<u>(1,080)</u>	<u>5,974</u>
Net cash used in operating activities	<u>(19,775)</u>	<u>(2,900)</u>

(c) Non-cash financing and investing activities

During the financial year, there were no assets/liabilities transferred/assumed from other government agencies not reflected in the Statement of Cash Flows.

(d) At the reporting date, the Commission had fully drawn on all financing facilities, details of which are disclosed in the financial statements.

9 Commitments for expenditure

As at 30 June 2004 the Commission has no future non-cancellable commitments of either a capital, financial or operating nature (2003: no commitments).

10 Contingent Liabilities and Contingent Assets

The Members of the Commission are not aware of any contingent liabilities or contingent assets as at reporting date.

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11 Events Occurring After Reporting Date

The Members of the Commission are not aware of any matters or circumstances that have arisen since the end of the financial year to the date of this report which has significantly affected or may significantly affect the activities of the Commission, the results of those activities or the state of affairs of the Commission in the ensuing or any subsequent years.

12 Explanatory Statement

(i) Significant variations between estimates and actual results for the financial year

No variances are reported as the Commission is not required to produce estimates for publication.

(ii) Significant variations between actual revenues and expenditures for the financial year and revenues and expenditures for the immediately preceding financial year

Details and reasons for significant variations between actual results with the corresponding items of the preceding year are detailed below. Significant variations are considered to be those greater than 10% or \$1,000.

	2003/2004	2002/2003	Variance
	\$	\$	\$
Members' remuneration	10,188	7,388	2,800
Travel expenses	2,638	1,566	1,072
Administration expenses	13,864	8,511	5,353

Members' remuneration

The variance is due to an increase in the number of meetings held during the year along with an increase in members fees.

Travel expenses

The increase is due to one additional interstate trip in 2004 (2003: one interstate trip).

Administration expenses

The increase is primarily the result of:

- an increase in audit fees; and
- an increase in legal fees in relation to the drafting of legislation for the establishment of the Professional Combat Sports Commission.

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2003/2004
\$

2002/2003
\$

13 Financial Instruments

(a) Interest Rate Risk Exposure

The following table details the Commission's exposure to interest rate risk at reporting date.

	Non-interest bearing	Non-interest bearing
Financial Assets		
Cash	69,630	67,404
Financial Liabilities		
Payables	6,412	7,491

(b) Credit Risk Exposure

Amounts owing by other government agencies are guaranteed and therefore no credit risk exists in respect of those amounts. In respect of cash assets, the carrying amount represents the maximum exposure to credit risk for those assets.

(c) Net Fair Values

The carrying amounts of financial assets and financial liabilities recorded in the financial statements are not materially different from their net fair values, determined in accordance with the accounting policies disclosed in note 1 to the financial statements.

14 Remuneration of Members of the Commission

Remuneration of Members of the Commission

The number of members of the Commission, whose total of fees, salaries, superannuation and other benefits for the financial year, fall within the following bands are:

	No.	No.
\$0 - \$10,000	9	4
	\$	\$

The total remuneration of the members of the Commission is: 10,188 7,388

The superannuation included here represents the superannuation expense incurred by the Commission in respect of members of the Commission.

No members of the Commission are members of the Pension Scheme.

15 Related Bodies

The Western Australian Boxing Commission has no related bodies.

16 Affiliated Bodies

The Western Australian Boxing Commission has no affiliated bodies.

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17 The Impact of Adopting International Accounting Standards

The Australian Accounting Standards Board (AASB) is adopting the Standards of the International Accounting Standards Board (IASB) for application to reporting periods beginning on or after 1 January 2005.

AASB 1047 'Disclosing the Impacts of Adopting Australian Equivalents to International Financial Reporting Standards' requires financial reports to disclose information about the impacts of any changes in accounting policies in the transition period leading up to the adoption date.

The Treasurer has released Treasurer's Instruction 1106 ("TI 1106") to assist agencies in meeting the disclosure requirements of the above standards. Where the new Standards offer alternative accounting treatments or disclosures, TI 1106 prescribes policies which mandate an accounting treatment or disclosure to ensure consistency across the public sector.

After reviewing the Standards in conjunction with TI 1106, the Commission believes the adoption of those Standards will have minimal impact on accounting treatments and disclosures either now or in the future.