

The Secretary  
Tasmanian Ultimate Association Inc.  
72 Molle Street  
Hobart  
TAS 7000

**REPORT TO THE EXECUTIVE OF  
THE TASMANIAN ULTIMATE ASSOCIATION INC.(TUA) FOR 2007**

I have now completed my audit of the affairs of the above-mentioned organisation for the year ended 31<sup>st</sup> December 2007.

As you will be aware, I have formed an opinion of the accounts and the degree of adherence to the *Association's Constitution*, as well as the *Associations Incorporation Act & Regulations*. This opinion is attached to the Financial Statements which are to be presented to the members.

Please note that the Financial Statements reflect a profit for the year of \$4601. This figure was arrived after taking into account, the capital nature of equipment purchased with the VSE grant. As the cost of this equipment can be applied against income of future accounting periods, the funds used for its purchase has been treated as "Other Income" in 2007.

Once again, I wish to raise with the Committee, the apparent delay in some banking. From an internal control point of view, generally accepted accounting practice is that association received income is banked as soon as practicable after receipt (generally the next business day). As I stated last year, I do understand however, that your Association relies heavily on the good graces of volunteers, especially in the organisation of league activities, and that requiring next day banking would, in many cases, be an onerous, if not impossible task. It is recommended however, that these monies be banked as soon as possible after their receipt. I refer to the *Associations Incorporation Regulations No. 166 8(2)*:- "*The committee is to cause to be opened with any bank, building society, or credit union the committee selects, an account in the name of the Association into which all monies received is to be paid as soon as possible after receipt*". It is of some concern that substantial delays in banking are still occurring, and I cannot stress highly enough, the seriousness in this breakdown in internal control.

I wish to thank those officers of the Association that have been so helpful and informative in my conduct of the 2007 audit. I have been particularly impressed with the Association's professional and diligent approach to the recording of comprehensive & accurate Minutes of all of its meetings. It is also pleasing to note that these Minutes include the approval of expenditure of the Association's monies as evidenced by the regular tabling of accounts for payment.

Please note that this is an internal letter is to the TUA Executive only, and does not need to be presented at AGM nor enclosed with the Association's Annual Return documentation.



Brian S. Patrick CPA  
Honorary Auditor

16th March 2008

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