

OCEANIA FOOTBALL CONFEDERATION (INC)

SPECIAL PURPOSE FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2009

CONTENTS	PAGES
Auditor's Report	2
Statement of Financial Performance	3
Statement of Movements in Accumulated Funds	4
Statement of Financial Position	5
Statement of Accounting Policies	6
Notes to the Special Purpose Financial Report	7-8



AUDIT REPORT

TO THE MEMBERS OF OCEANIA FOOTBALL CONFEDERATION (INC)

We have audited the special purpose financial report on pages 3 - 8. The special purpose financial report provides information about the past financial performance and the financial position of the Confederation as at 31 December 2009. This information is stated in accordance with the accounting policies set out on page 6.

Treasurer's Responsibilities

The Treasurer of the Confederation is responsible for the preparation of the special purpose financial report which fairly reflects the financial position of the Confederation as at 31 December 2009 and the results of operations for the year ended on that date.

Auditor's Responsibilities

It is our responsibility to express an independent opinion on the special purpose financial report presented by the Treasurer and report our opinion to you.

Basis of opinion

An audit includes examining on a test basis, evidence relevant to the amounts and disclosures in the special purpose financial report. It also includes assessing:

- the significant estimates and judgments made by the Treasurer in the preparation of the special purpose financial report;
- and
- whether the accounting policies are appropriate to the Confederation's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the special purpose financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the special purpose financial report.

Other than this and in our capacity as auditors we have no other relationship with, or interests in, the Confederation.

Unqualified opinion

We have obtained all the information and explanations we have required.

In our opinion:

- Proper accounting records have been kept by the Confederation as far as appears from examination of those records;
- and
- The special purpose financial report on pages 3 - 8;
- fairly reflect the financial position of the Confederation as at 31 December 2009 and the results of its operations for the year ended on that date.

Our audit was completed on 10th March 2010 and our unqualified opinion is expressed as at that date.

Lynch Phibbs & Associates

Lynch Phibbs & Associates
Chartered Accountants
Auckland



OCEANIA FOOTBALL CONFEDERATION (INC)
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2009

	Note	2009	2008
Revenue			
FIFA World Club Championship		1,412,676	879,662
FIFA-Confederation Cup		1,305,082	-
FIFA Financial Assistance Programme		4,217,384	2,760,872
FIFA Win in Oceania Programme		1,559,855	-
UEFA - Just Play Assistance Programme		252,383	-
AUSAID Assistance Programme		45,090	-
Sponsorships Received		153,752	-
FIFA Olympic Games		-	1,845,018
Co-operation Income		185,290	181,506
Investment Income		17,391	37,800
FIFA Ambassadors Programme		1,444	89,589
OFC Presidents Travel		351,494	192,426
France 98		-	313,636
FIFA Special Projects		107,184	292,508
Sundry Income		229,586	292,199
Total Revenue		9,838,611	6,885,216
Less Expenses			
Courses & Tournaments			
Academy Courses		80,550	32,633
Member Courses		102,340	64,235
OFC Equipment		116,860	41,812
Tournaments		1,040,686	1,279,454
Total Courses & Tournaments		1,340,436	1,418,134
Meeting Costs			
Congress/Executive Meetings		153,046	117,802
Other Meetings		30,289	43,675
Travel & Visits		124,227	113,390
Total Meeting Costs		307,562	274,867
OFC Special Projects			
Youth Conference		126,726	-
Just Play - UEFA		252,383	-
AUSAID		75,608	-
CUE Sport		111,388	-
		566,105	-
Member Country Assistance			
Equipment & Coaching		-	2,539
Financial Assistance to Member Associations		1,736,465	1,405,169
Total Member Country Assistance		1,736,465	1,407,708
FIFA Ambassadors Programme Expenses		1,444	89,598
FIFA Special Projects		458,678	798,570
FIFA WIO Programme Expenses		1,467,931	-
Less Administration Expenses			
Audit		25,000	13,330
Communication Costs		241,693	179,476
Depreciation	6	139,795	143,142
Exchange Losses (Gains)		319,787	(192,185)
Academy & Office Expenses		685,649	419,481
Wages & Allowances	1	1,822,438	1,278,818
Total Administration Expenses		3,234,362	1,842,062
Total Expenses		9,112,983	5,830,939
Operating Surplus (Deficit) for Year		\$725,628	\$1,054,277

The Statement of Financial Performance must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



OCEANIA FOOTBALL CONFEDERATION (INC)
 STATEMENT OF MOVEMENT IN ACCUMULATED FUNDS
 FOR THE YEAR ENDED 31 DECEMBER 2009

	Note	2009	2008
Accumulated Funds as at 1 January 2009		4,934,091	3,873,287
Prior Year Adjustments	2	(1,028,354)	6,527
Net Surplus (Deficit) for the year		725,628	1,054,277
Accumulated Funds as at 31 December 2009		<u>\$4,631,365</u>	<u>\$4,934,091</u>

The Statement of Movements in Accumulated Funds must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



OCEANIA FOOTBALL CONFEDERATION (INC)
AS AT 31 DECEMBER 2009

CURRENT ASSETS	Note	2009	2008
ANZ NZ Accounts 51 A/c		746,988	4,451
ANZ WIO NZ Accounts 00 A/c		83,939	(10)
ANZ NZ Accounts 02 A/c		227,735	68,013
Cash in Safe		327	1,910
ANZ US Dollar Account		1,821,874	2,085,587
ANZ Win in Oceania US Dollar Account		834,600	(20)
ANZ EUR Account		585,407	68,594
FIFA Special Projects Fund	9	4,734	
OFC Presidents Travel Fund	10	65,522	65,619
Member Association Current Accounts	3	79,929	135,821
Member Association Loans	4	500,000	500,000
Accounts Receivable / Prepayments	5	871,435	2,033,669
GST Refund Due		55,065	16,485
Total Current Assets		<u>5,877,555</u>	<u>4,980,119</u>
Investments			
ANZ Bank NZ Term Deposits		-	351,531
Total Investments		-	351,531
Property, Plant & Equipment			
	6	<u>1,316,077</u>	<u>1,333,276</u>
Total Assets		<u>7,193,632</u>	<u>6,664,926</u>
Current Liabilities			
Accounts Payable & Accruals	7	707,490	1,024,232
ANZ Mastercards		9,045	15,095
FIFA FAP USD account		405,657	561,548
FIFA FAP NZD account		54,404	-
FIFA Win in Oceania Fund	11	313,053	-
FIFA Special Projects Fund	9		27,891
FIFA Ambassador Programme Fund	8	100,625	102,069
PYASC - UEFA Fund	12	270,083	-
AUSAID Fund		701,910	-
Total Current Liabilities		<u>2,562,267</u>	<u>1,730,835</u>
Total Liabilities		<u>2,562,267</u>	<u>1,730,835</u>
NET ASSETS		<u>\$4,631,365</u>	<u>\$4,934,091</u>
REPRESENTED BY CONFEDERATION FUNDS			
Accumulated Funds brought forward		4,934,091	3,873,287
Operating Surplus / (Deficit) for the year		725,628	1,054,277
Prior Year Adjustments		(1,028,354)	6,527
ACCUMULATED FUNDS CARRIED FORWARD		<u>\$4,631,365</u>	<u>\$4,934,091</u>



Tai Nicholas
 General Secretary

10th March 2009
 Dated



Claude Fournier
 Treasurer

10th March 2010
 Dated

The Statement of Financial Position must be read in conjunction with the Audit Report and the accompanying Statement of Accounting Policies and Notes.



OCEANIA FOOTBALL CONFEDERATION (INC)
STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31 DECEMBER 2009

Reporting Entity

Oceania Football Confederation (Inc) is an incorporated society registered under the Incorporated Societies Act 1908. These financial statements have been prepared as a special purpose financial report by the Treasurer.

Measurement Base

The measurement base adopted is that of historical cost. Reliance has been placed on the fact that the Confederation is a going concern. Accrual accounting is used to match expenses and revenues.

Specific Accounting Policies

The specific accounting policies adopted in the Special Purpose Financial Report and which have a significant effect on the results and financial position disclosed are:

Revenue Recognition

Revenue is recognised when received, except FIFA, UEFA, and AUSAID revenues from funding are recognised when the related expenses, that the funding purpose was based on, occur. Investment income is recognised on an accrual basis.

Foreign Currency

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date, foreign monetary assets and liabilities are translated at the closing rate, and exchange variations arising from these translations are recognised in the statement of financial performance.

Operating Lease

The entity leases certain plant, office equipment, motor vehicles and land and buildings. Payments under operating leases are charged as expenses in the period in which they are incurred.

Income Tax

The Confederation is a not for profit organisation and does not provide for income tax.

Accounts Receivable

Accounts receivable are stated at expected realisable values.

Goods & Services Taxation

These financial statements have been prepared exclusive of Goods and Services Taxation, with the exception of receivables and payables, which include GST.

Property, Plant & Equipment

All owned items of property, plant and equipment are initially recorded at cost and depreciated as outlined below. Initial cost includes the purchase consideration, and those costs directly attributable to bringing the asset to the location and condition necessary for its intended use.

Subsequent expenditure relating to an item of property, plant or equipment is added to its gross carrying amount when such expenditure either increases the future economic benefits beyond its existing service potential, or is necessarily incurred to enable future economic benefits to be obtained.

Items of property, plant and equipment are written down immediately if an impairment in the value of the asset causes its recoverable amount to fall below its carrying amount. The impairment is recognised in the statement of financial performance.

Where an item of property, plant and equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the net sale price and the carrying amount of the asset.

Depreciation is charged on assets on a straight line basis at the following rates:

Buildings	25 years
Office furniture & equipment	3 - 5 years
Motor vehicles	5 years

FIFA, UEFA, AUSAID Accounts

In accordance with OFC Statutes, the revenue and expenditure of OFC is to be managed so that they balance out over the financial period.

Liabilities from the FIFA Fund, UEFA Fund and AUSAID Fund accounts represent the granted funds that have not been spent for their designated purpose. These funds can be claimed back by FIFA, UEFA and AUSAID and are consequentially shown as current liabilities.

Assets from FIFA Fund, UEFA Fund and AUSAID Fund represent grants receivable on projects carried out.

Changes in Accounting Policies.

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.



OCEANIA FOOTBALL CONFEDERATION (INC)
NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORT

Note 1. Wages & Allowances

Wages - Employed staff	939,501	834,009
Executive & development allowances	882,937	444,809
Total Wages & Allowances	\$1,822,438	\$1,278,818

Note 2. Prior Year Adjustments

In December 2008 FIFA paid OFC a bonus from the Olympic Games of \$1,845,018. This was included in the Statement of Financial Performance under – FIFA Revenue. Subsequently \$946,000 of this bonus was paid out to Member Associations in January 2009. This should have been accrued as 2008 expenditure. A further sum of \$82,354 was expensed in the 2009 year that should have been taken up in the 2008 year. The sum of these two adjustments totaling \$1,028,354 have been treated as a prior year adjustment to accurately reflect the operating surplus of the 2009 year.

Note 3.	2009	2008
Member Country Current Accounts		
American Samoa	-	500
Cook Islands	16,827	(1,674)
Fiji	-	8,345
Kiribati	30,672	30,572
New Caledonia	193	7,565
Northern Marianas	-	400
Nuie Island Association	-	400
Papua New Guinea	-	1,972
Samoa	-	500
Solomon Islands	1,563	11,703
Tavalu	-	16,029
Tahiti	505	8,511
Tonga	-	369
Vanuatu	30,169	50,629
Total Member Country Current Accounts	\$79,929	\$135,821

Note 4.

Member Country Infrastructure Loans

American Samoa	250,000	250,000
New Caledonia	250,000	250,000
Total Member Country Infrastructure Loans	\$500,000	\$500,000

These infra-structure loans were made to America Samoa and New Caledonia on 22 December 2006 and 26 February 2008 respectively. To date these members have not provided an audited report on how the loans have been used and as such these loans remain repayable to OFC until such time as a satisfactory audit report is received at which point they will be converted to a grant and expensed.

Note 5. Accounts Receivable / Prepayments

Tournaments paid in advance	13,724	3,600
Other prepayments	80,826	34,879
Sundry Receivables	776,885	1,995,190
Total Accounts Receivable / Prepayments	\$871,435	\$2,033,669

Note 6. Property, Plant & Equipment

	Current Depn	Orig Cost	Accum. Depn.	Bk Value 31-Dec-09
Computer Equipment	16,369	134,428	98,921	35,507
Technical Equipment	4,127	17,684	12,489	5,195
Office Equipment	18,791	124,182	83,668	40,514
Office Furniture	2,257	28,624	20,134	8,490
President's Office	13,258	92,042	74,384	17,658
Total Office Equipment & Furniture	54,802	396,960	289,596	107,364
Academy Furnishings	3,137	271,316	264,732	6,584
Academy Buildings	78,440	1,958,003	796,770	1,161,233
Motor Vehicles	3,416	44,312	3,416	40,896
Total as at 31 December 2009	\$139,795	\$2,670,591	\$1,354,514	\$1,316,077
Computer Equipment	23,422	106,692	82,553	24,139
Technical Equipment	3,668	15,045	8,361	6,684
Office Equipment	15,129	103,250	64,878	38,372
Office Furniture	1,855	26,714	17,878	8,836
President's Office	18,526	75,497	61,126	14,371
Total Office Equipment & Furniture	62,600	327,198	234,796	92,402
Academy Furnishings	2,228	266,297	261,596	4,701
Academy Buildings	78,314	1,954,503	718,330	1,236,173
Motor Vehicles	-	-	-	-
Total as at 31 December 2008	\$143,142	\$2,547,998	\$1,214,722	\$1,333,276

The Academy buildings are owned by OFC on land leased from Auckland Regional Council for a peppercorn rental. The lease expires in eight year's time in 2018 with a right of renewal for another 20 years after 2018.

OCEANIA FOOTBALL CONFEDERATION (INC)
NOTES TO THE SPECIAL PURPOSE FINANCIAL REPORT

	2009	2008
Note 7. Accounts Payable & Accruals		
Trade Suppliers	279,376	277,116
Sundry Creditors / accruals	<u>428,114</u>	<u>747,116</u>
Total Accounts Payable & Accruals	<u>\$707,490</u>	<u>\$1,024,232</u>
Note 8. FIFA Ambassador Programme Fund		
FIFA Ambassador Programme Fund - Receivable	269,269	267,825
FIFA Ambassador Programme Fund - Payable	<u>369,894</u>	<u>369,894</u>
Net Amount - Receivable / (Payable)	<u>(\$100,625)</u>	<u>(\$102,069)</u>
Note 9. FIFA Special Projects Fund		
FIFA Special Projects Fund - Receivable	745,474	606,144
FIFA Special Projects Fund - Payable	<u>740,740</u>	<u>634,035</u>
Net Amount - Receivable / (Payable)	<u>\$4,734</u>	<u>(\$27,891)</u>
Note 10. OFC Presidents Travel Fund		
OFC Presidents Travel Fund - Receivable	543,920	192,426
OFC Presidents Travel Fund - Payable	<u>478,398</u>	<u>126,807</u>
Net Amount - Receivable / (Payable)	<u>\$65,522</u>	<u>\$65,619</u>
Note 11. FIFA - Win In Oceania Programme Fund		
FIFA - Win In Oceania Programme Fund - Receivable	528,608	-
FIFA - Win In Oceania Programme Fund - Payable	<u>841,661</u>	<u>-</u>
Net Amount - Receivable / (Payable)	<u>(\$313,053)</u>	<u>-</u>
Note 12. Pacific Youth & Sports Conference - UEFA Fund		
Pacific Youth & Sports Conference - UEFA Fund - Receivable	252,383	-
Pacific Youth & Sports Conference - UEFA Fund - Payable	<u>522,466</u>	<u>-</u>
Net Amount - Receivable / (Payable)	<u>(\$270,083)</u>	<u>-</u>

Note 13. Contingent Liabilities

At balance date the Confederation has no contingent liabilities. (Last year nil.)

Note 14. Capital Commitments

At balance date the Confederation has no capital commitments. (Last year nil.)

Note 15. Significant Events after Balance Date

There have been no significant events after balance date.

