



Department of Local Government,  
Sport and Cultural Industries  
Combat Sports Commission

# Annual Report 2016/17

For the Safety and Organisation of Combat Sports





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# Minister for Sport and Recreation

Hon. Mick Murray MLA  
Minister for Sport and Recreation.

In accordance with Section 66 of the *Financial Administration and Audit Act 1985*, I hereby submit for your information and presentation to Parliament the annual report for the Combat Sports Commission (the Commission) for the period 1 July 2016 to 30 June 2017.

The Annual Report has been prepared in accordance with the provisions of the *Financial Administration and Audit Act 1985*.



**Cassandra Wright**  
Commission Chair



**Nick Sloan**  
Commission Member on behalf of the  
Department of Sport & Recreation

# Supporters and Partners of the Commission

Without the support of the Combat Sports Commission's (the Commission) major partners a great deal of the Commission's work would not be possible. The contribution of these partners and supporters is gratefully acknowledged.

*Department of Sport and Recreation Western Australia*

*Western Australian Police*

*New South Wales Combat Sports Authority*

*Victorian Boxing and Combat Sports Board*

*South Australian Boxing and Martial Arts Advisory Committee*

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# Commission Structure

The structure of the Combat Sports Commission (the Commission) refers to its size and composition and is outlined in section 4(2) of the *Combat Sports Act 1987* (the *Act*). Section 4(2) of the *Act* requires that the Commission maintain a mix of knowledge, skills and experience to ensure that it can effectively regulate combat sports contests.

Commissioner	Role within the Commission	Term
<b>Ms. Cassandra Wright</b>	Chair	Ends January 2019
<b>I. Mark Longman</b>	A police officer nominated in writing by the Commissioner of Police.	Commenced January 2016*
<b>Dr Roslyn Carbon</b>	A medical practitioner who in the opinion of the Minister has knowledge of injuries suffered by contestants.	Ends January 2020
<b>Mr Anthony Van Der Wielen</b>	A person who in the opinion of the Minister has knowledge of the boxing industry	Ends January 2020
<b>Mr Derrick Chan</b>	A person who in the opinion of the Minister has knowledge of the industry relating to combat sports other than boxing.	Ends January 2019
<b>Mr Wayne Rowland</b>	A person who in the opinion of the Minister represents persons who are or have been registered as contestants in a class relevant to boxing.	Ends January 2018
<b>Ms Renee Felton</b>	A person who in the opinion of the Minister represents persons who are or have been registered as contestants in a class other than a class relevant to boxing.	Ends January 2020
<b>Mr Dean Woodhams</b>	A person who in the opinion of the Minister has knowledge of the industry relating to combat sports known as mixed martial arts.	Ends January 2020
<b>Mr Nick Sloan</b>	An officer of the Department of Sport and Recreation nominated by the chief executive officer.	Commenced December 2016*

\*Commissioners in these positions are nominated by other government bodies and remain on the Commission until their nomination is withdrawn.

# Commissioners



**Ms Cassandra  
Wright**

***Chair of the Commission.***

Ms Cassandra Wright was appointed Chair of the Combat Sports Commission in 2017.

Cass is a Lawyer with significant experience in litigation (in many jurisdictions including the High Court of Australia) and dispute resolution. Cass has in-depth knowledge of relevant legislation, regulatory compliance and governance.

Cass holds a Bachelor of Laws, a Bachelor of Health Science, a Diploma in Management and is currently completing an Executive Leadership course.

Cass is passionate about health, safety, diversity and inclusion and fitness.



**Dr Roslyn Carbon**

***A medical practitioner who, in the opinion of the Minister, has knowledge of injuries suffered by contestants.***

Dr Roslyn Carbon was appointed to the Commission in 2014 and is a medical practitioner with knowledge of injuries suffered by contestants. Dr Carbon was nominated to provide specialist advice backed by her extensive sports medicine knowledge.

Roslyn has worked with the Australian Institute of Sport, the Perth Wildcats, the English Institute of Sport and the British Olympic Medical Centre. She has also been the medical officer for the British Olympic Team on six occasions and during this time worked with the British Olympic Boxing, Judo and Taekwondo teams.

Roslyn is focussed on ensuring that proper health and medical standards are maintained in combat sports.



**I. Mark Longman**

***A police officer nominated in writing by the Commissioner of Police.***

Inspector Mark Longman joined the Commission in January 2016 as the Western Australian Police Commissioner's representative.

Mark is a career police officer having served for over 30 years in metropolitan and regional areas predominantly in frontline uniform roles. He has been the Officer in Charge of both metropolitan and country police stations providing the integral link between the communities he policed and the Western Australia Police. Mark has also served with the Australian Federal Police in East Timor, as the Officer in Charge of a large police station. He is currently attached to the Licensing Enforcement Division where one of his roles is to ensure the integrity of relevant industries through a stringent and ongoing probity process.

Mark brings this experience and knowledge to the combat sports industry and is focused on ensuring that persons involved in the various professions are deemed to be 'fit and proper'. On that basis Mark provides valuable assistance and advice to the Commission during the assessment of permit applications.



**Mr Anthony  
Van Der Wielen**

***A person with knowledge of the boxing industry.***

Mr Anthony Van Der Wielen was appointed by the Commission in January 2017 as a person who has knowledge of the boxing industry.

Anthony fought as an amateur in the 1980's and has had a long association with the sport. Anthony has run a successful sports management company for 15 years, managing a large stable of high profile athletes across many different sports including world champion boxers.

Anthony is an entrepreneur with an extensive business knowledge. His board experience across private business as well as AFL clubs and not for profit business groups such as CCI Australia are an asset to the Commission.

## Commissioners – continued



**Mr Derrick Chan**

***A person who in the opinion of the Minister has knowledge of the industry relating to combat sports other than boxing.***

Mr Derrick Chan was appointed to the Commission in January 2011 as a person who has knowledge of combat sports other than boxing.

Derrick's martial arts experience extends over 36 years in the areas of Kyokushin Kai and Shotokan Karate, Jujitsu, Kung-Fu and Taekwondo both WTF and ITF, having competed at State, National and World Championships for Australia. Over this time, he has continued as a registered official / referee for these styles of Karate and Taekwondo. Derrick brings to the Commission not only experience and knowledge from his martial arts background but also years of experience from his professional work background in both project management and quality assurance.

Derrick is focused on ensuring the health and welfare of competitors and officials of all combat sports and hopes to assist in the development and improvement of the combat sports industry through improved industry relationships, encouraging further industry professional development, continuing the development of policies and procedures and implementing better strategic and forward planning.



**Mr Wayne Rowland**

***A person who in the opinion of the Minister represents persons who are or have been registered as contestants in a class relevant to boxing.***

Mr Wayne Rowland was appointed to the Commission in January 2011 and is a person who has knowledge of persons who are or have been registered as a contestant in a class relevant to boxing.

Wayne has been involved in the combat sports industry for over 20 years in the capacity of a Contestant, Trainer, Judge, Promoter and now a Commissioner.

Wayne wants to help in the development of combat sport to ensure it grows into a larger industry not only in WA but also nationally and internationally. He wants combat sport to be considered a true sport that sportspeople (whether children or adult) can take up with the knowledge that their health and safety as an athlete comes first.



**Ms Renee Felton**

***A person who in the opinion of the Minister represents persons who are or have been registered as contestants in a class other than a class relevant to boxing.***

Ms Renee Felton was appointed to the Commission in January 2017 as the person who has knowledge of registered contestants in a class other than a class relevant to boxing.

Renee has an extensive career and experience as a competitor, promoter and contestant manager. Renee would like to continue to develop her knowledge and continue to build the relationship between contestants, industry participants and the Commission.

As the Combat Sports Industry grows, Renee wishes to utilise her passion and knowledge that has spanned over 10 years to ensure that all competitors have a healthy and safe environment to perform in.



**Mr Dean Woodhams**

***A person who in the opinion of the Minister has knowledge of the industry relating to combat sports known as mixed martial arts.***

Mr Dean Woodhams was appointed to the Commission in October 2014 as a person who in the opinion of the Minister has knowledge of the industry relating to combat sports known as mixed martial arts.

Dean has been involved in the combat sports industry for nearly 35 years. In this time, he has reached the levels of seventh degree black belt in Zen Do Kai karate, seventh degree trainer in kickboxing and first degree black belt in shoot wrestling. He also has a special interest in practical weaponry and holds first degrees in modern Bojutsu and Kombat Anis

Dean has competed in touch-contact and full contact Zen Do Kai competitions at one time being the undefeated state champion. He has also been a registered official with the Combat Sports Commission for a decade holding registrations in the capacity of referee, judge and timekeeper for Mixed Martial Arts, Muay Thai and professional boxing.



Dean has been a senior official for the World Muay Thai Council in WA, the senior official's advisor for the Oceania Muay Thai Federation and has previously been engaged by the Combat Sports Commission to train amateur and professional officials.

## Commissioners – *continued*



**Mr Nick Sloan**

***An officer of the Department of Sport and Recreation nominated by the chief executive officer.***

Mr Nick Sloan was appointed to the Commission in December 2016 as an officer of the Department of Sport and Recreation, nominated by the Director General.

Nick is currently the Director of Industry Development and Participation at the Department, having previously worked with the Department of Sport and Recreation as the Regional Manager, Pilbara.

In this role, Nick works with many State Sporting Associations and Industry Representative groups on issues relating to their delivery of sport and recreation to the WA community.

Prior to this role, Nick has worked in senior positions across Government in the Sport and Recreation and Local Government and Communities portfolio.

# Outgoing Commissioners

There were several changes to the structure of the Commission during 2016/17.

After five years with the Commission, Mr Seamus Rafferty retired from his position as Chairman. Seamus provided the Commission with invaluable advice and leadership and his contribution will be missed. The Commission thanks Seamus for his hard work and wishes him all the best as he moves on from the Commission.

Mr Victor Stuart was appointed to the Commission for a period of 6 years as the Commissioner who represented contestants in a class other than boxing. Victor's contribution towards the strategic direction for the continued development of combat sports has been vital to the Commission. The Commission wishes him all the very best in his future endeavours.

Mr Arron Minchin was appointed to the Commission in 2013 as the Department of Sport and Recreation (DSR) appointed nominee. In 2016, Arron moved onto the Department of Regional Development. Arron's knowledge of government processes was instrumental to the Commission. The Commission wishes him all the very best.

Mr Paul Heaney was appointed to the Commission as the Chairman from August to November 2016. Paul briefly fielded the Chair position before moving onto a role on another board. The Commission thanks Paul for his contribution during his time.



**Mr Seamus Rafferty**  
Mr Rafferty was appointed to the Commission as the Chairman.



**Mr Victor Stuart**  
Mr Stuart was appointed to the Commission as a person who in the opinion of the Minister represents persons who are or have been registered as contestants in a class other than a class relevant to boxing.



**Mr Arron Minchin**  
Mr Minchin was appointed to the Commission as an officer of the Department of Sport and Recreation nominee by the Director General.



**Mr Paul Heaney**  
Mr Paul Heaney was appointed to the Commission as the Chairman from 1 August 2016 to 2 November 2016.

# Chair's Report

The 2016/17 financial year was a productive yet challenging year for the Commission with several new initiatives being implemented and several changes to the composition of the Commission.

## Changes to Commissioner Positions

This year saw seven changes in the membership of the Commission with Seamus Rafferty, Victor Stuart, Arron Minchin and Paul Heaney moving on and the introduction of Renee Felton and Anthony Van der Wielen. Dr Roslyn Carbon fulfilled the position of Chair from December 2016 until May 2017 when Ms Cassandra Wright was appointed.

The Commission welcomed Renee Felton in January 2017. Renee has a background as a contestant, promoter and manager in the Combat Sports Industry. Renee boasts 10 years of invaluable experience within the combat sports industry which she wishes to use to contribute to the Commission. I would like to welcome Renee to the Commission.

The Commission also welcomed Anthony Van Der Wielen in January 2017. Anthony has a strong policy and development background coupled with board and boxing experience. I would like to welcome Anthony to the Commission.

Dr Roslyn Carbon fulfilled the position of Chair from 5 December 2016 to 25 May 2017 and has returned to the position of Medical Practitioner on the Commission. During Roslyn's time as Chair, she imparted valuable policy and compliance direction with the Commission. I would like to thank Roslyn for her contribution as Chair.

Derrick Chan and Dean Woodhams have been reappointed to their positions within the Commission. I would like to thank Derrick and Dean for their ongoing commitment to the Commission.

## Chairman's Resignation

With Seamus' resignation as Chair in July 2016, retired Magistrate Paul Heaney was appointed Seamus' successor in the Chairman's role in August 2016. Paul remained as the Commission's Chair for a short period before accepting a new appointment which necessitated stepping down from the role.

## Rules Review

The Commission undertook a full rules review during 2016/17. Commissioners and Commission staff imparted industry knowledge and gained external information to update the pre-existing rules of Boxing, Muay Thai, MMA and Kick Boxing.

The Minister approved the rules that allowed for the use of the Safety Enclosure (the enclosure) in MMA contests. The Commission have also reinstated and published in the Government Gazette the rules surrounding the enclosure for MMA.

The revised rules for MMA allow for the contest to be held in either a boxing ring or an enclosure.

## Reinstatement of the Safety Enclosure

In 2013, the Government, made the decision to ban the use of the enclosure for MMA contests, however allowed for these contests to be held in a boxing ring. The ban of the enclosure saw a decline in MMA contests in WA from 2013.

In 2015/2016 the Commission undertook a risk review for the use of boxing rings for MMA contests. The review included MMA contestants, trainers and promoters who provided the most valuable information given their specialist industry knowledge. Interviews took place which indicated that there was a broad support for the return of the

enclosure at an industry level, because it was the safest contest area for contestants. The review also highlighted that utilising the enclosure was considered best practice.

The reinstatement of the enclosure in 2017 was a pre-election commitment that has been upheld by the incoming McGowan Government. The rules for the use of an enclosure were drafted and approved by the Commission and the Minister in May 2017 with the rules being finalised and Gazetted in June 2017. The first MMA contest to be held in the enclosure took place on 29 July 2017.

## **Policy Work**

The Commission undertook a significant amount of policy work during 2016/17, reviewing or implementing a range of policies to guide Commission decision making and provide greater clarity to the industry.

The most notable policies that were reviewed or implemented during the year were:

- the Children Participating in Promotions policy;
- the Junior Contests policy;
- the Suspension policy;
- the Fit and Proper Person – Other than Promoter; and
- the Code of Conduct for Contestants and Industry Participants.

Steps are being taken to ensure that these policies are available to the general public through the Commission website and this work will be completed in the coming months.

In addition to these policies the Conditions and Guidelines for Registration were also reviewed during the year with a view to making them more concise and clearer for registrants. The Commission has also worked towards the completion of the Contestant Preparations and Guidelines that will be made available through the Commissions website.

## **Mixed Martial Arts Seminar and Ringsport Industry Training and Sparring day**

A Mixed Martial Arts Seminar was held at the MMA Clinic Willetton on 25 and 26 March 2017 with the Commission inviting Peter Hickmott, Mix Martial Arts Australasian Head Referee and Official, to deliver the seminar.

The seminar was based around Refereeing and Judging criteria, Corner man/Seconds conduct, hand wraps and the expectations of Officials. Current Officials, Trainers and those wishing to become an official were strongly encouraged to attend and highlight any areas they wished Peter to cover.

The weekend was successful with positive feedback from all that attended.

Alan Pond, a registered Promoter, Official and owner of Midland Martial Arts Ultimate Fitness Centre, held a Ringsport event during the year. Such seminars are supported by the Commission and assist with the development of Industry Participants.

These seminars are well attended by industry professionals such as Dr Patrick Golden (Medical Practitioner), Mr Mark Simpson (Head Referee), Bill Seth and Alan Pond who delivered presentations on concussion, after contest medical treatment and the latest rules. This year Oliver Barley (student of ECU - Master of Science) delivered his finding of Prevalence of Rapid Weight Loss at Mixed Martial Arts events.

The Commission hopes to see these events continue throughout the year as they offer people both inside and outside the industry the opportunity to either learn new skills or hone and refresh current skills.

I also wish to acknowledge the contribution of all members of the Commission. I thank them for their dedication and personal assistance that they have provided me. I acknowledge Commissioners Derrick Chan, Dean Woodhams and Renee Felton who have a significant level of industry knowledge and experience in combat sports and have attended most promotions in 2016/17.

I wish to publicly acknowledge the efforts of Greg McGuire, Tracey Roper, Stacey Newton, Lisa Pearson, Antoni Grover and Alice Ferro. It is their commitment and professionalism that ensures the smooth running of the Commission. Each of them made my task as Chair extremely easy.

I would also like to acknowledge the outgoing Commissioners Arron Minchin and Victor Stuart. Your contribution to the Commission has been greatly appreciated and I thank you for your involvement during your time with the Commission.

On behalf of the Commission, I would like to again thank the Hon. Mick Murray for his support of the Commission and would also like to personally commend all Commission members and support staff for their efforts in enforcing the *Act* during the year.

A handwritten signature in black ink, appearing to read 'C Wright', written in a cursive style.

Cassandra Wright  
Commission Chair  
July 2017

## Mission Statement and Priorities

The mission of the Combat Sports Commission (the Commission) is to improve all aspects of safety, integrity and organisation of combat sports contests in Western Australia.

1. Industry leadership – The Commission consists of individuals with knowledge appropriate to combat sports. The appointment of these representatives ensures that the Commission remains at the fore-front of all issues and trends relating to combat sports events.
2. Support – Meeting with industry participants on a regular basis and attending all combat sports contests, provides promoters and other industry participants with a visible level of support.
3. Education – The Commission provides industry participants with access to a number of courses run in conjunction with the Department of Sport and Recreation as well as training initiatives that are specific to combat sports.

These priorities assist the Commission to provide advice and direction to all participants which has resulted in an increased level of health, safety and event management outcomes.

## Minister Responsible

The Combat Sports Commission reports to the Hon. Mick Murray, in his capacity as Minister for Sport and Recreation.

# Objectives

*The objectives of the Commission are to:*

- Carry out the functions conferred on the Commission under the *Combat Sports Act 1987*.
- Recommend standards, specifications, codes of conduct and guidelines to ensure proper standards in combat sports.
- Devise and approve standards or guidelines for the preparation or training of persons participating in or proposing to participate in contests, and
- Advise the Minister for Sport and Recreation on combat sport matters or any other matter incidental to combat sports.

# Vision

*The vision of the Commission is the improvement in the monitoring of the health and safety of all contestants both professional and amateur by:*

- Protection of contestants and officials through stringent medical requirements for registration.
- Detection of blood borne diseases through ongoing serology testing.
- Presence of a medical practitioner and required medical equipment at all contests.
- Pre-and post-medical examinations.

# Highlights

## ***Reinstatement of the Safety Enclosure***

In 2013, the government of the day, made the decision to ban the use of the enclosure for MMA contests, but allowed for the contest to be held in a boxing ring. Although the ban of the enclosure saw a decline in MMA contests in WA from 2013, several Promoters continued to hold MMA contests in a boxing ring.

The reinstatement of the Safety Enclosure in 2017 was a pre-election commitment that has been upheld by the incoming McGowan Government. The rules for the use of an enclosure were drafted and approved by the Commission and the Minister in May 2017 with the rules being finalised and Gazetted in June 2017.

The first MMA contest to be held in the enclosure is scheduled for July 2017 with the Commission expecting to see a significant increase in MMA contests in Western Australia.

## ***Mixed Martial Arts seminar and Ringsport Industry Training and Sparring days***

A Mixed Martial Arts Seminar was held at the MMA Clinic Willetton on 25 and 26 March 2017 with the Commission inviting Peter Hickmott the Mix Martial Arts Australasian Referee and Official to deliver the seminar.

Peter boasts an extensive career spanning over 12 years and has held such positions as a Senior Referee and Arena Supervisor at the International Mixed Martial Arts Federation World Championships in Los Angeles in 2016 and a Referee and Judge for the Australia and New Zealand UFC between 2013 and 2016.

The seminar was based around refereeing and judging criteria, corner man/seconds conduct, hand wraps and the expectations of Officials. Current officials, trainers and those wishing to become an official were strongly encouraged to attend and highlight any areas they wished Peter to cover.

The weekend was deemed successful with positive feedback from all that attended.

Alan Pond has held two Ringsport events throughout the year. The seminars are supported by the Commission as they assist existing Industry Participants to expand and grow their abilities and encourage those new to the industry to develop new ones.

Each seminar hosts industry professionals such as Dr Patrick Golden (Medical Practitioner), Mr Mark Simpson (Head Referee), Bill Seth and Alan Pond who deliver the most current information on concussion, post contest medical treatment and the latest rules.

The Commission hopes to see these events continue throughout the year.

## ***Injury Statistics***

In 2016/17 the Commission continued to maintain a database of reportable injuries suffered by contestants. Reportable injuries are defined as any injury sustained during a contest that is recorded on the Post Contest Medical Examination Form and required treatment from the ringside medical practitioner or follow up treatment after the contest.

The Commission can report that of the 950 contestants participating in the 39 promotions directly overseen by the Commission in 2016/17, there were 115 reportable injuries. This equates to 12.1% of contestants suffering an injury during a contest and is a 2.7% increase from 2015/2016. This was due to an increase in contests between 2016/17. Once again, the Commission is pleased to report that it is significantly less than the industry average for all combat sports which sits around 20%.

Further analysis of the 117 reportable injuries show; 29 mandatory medical suspensions due to stoppages, 44 lacerations requiring steri-strips, glue or sutures, 7 dislocations, breaks or referrals for x-rays and 37 miscellaneous injuries ranging from bruises to sprains and strains.



# Business Management

## **Human Resources**

During 2016/17 there were some short-term changes to Commission staffing.

Alice Ferro fulfilled the role of Administration Officer from April to October 2016 while Lisa Pearson was seconded to the Director General's office. Alice brought with her a wealth of administrative experience that assisted in streamlining the administration role. The Commission would like to thank Alice for her contribution to the Commission.

Antoni Grover fulfilled the role of Compliance and Client Services Officer from April to September 2016 while Tracey Roper took some well-deserved long service leave. The Commission would like to thank Antoni for fulfilling the role and for continuing with the Commission as a Compliance Officer.

Paul Heaney was recruited to fulfil the role of Chairman at the time of Seamus' resignation. Unfortunately, Paul's tenure with the Commission was only short. Dr Roslyn Carbon took up the position of Chair for six months. I would like to personally thank Roslyn for stepping into the role of Chair.

Victor Stuart left the Commission after six years in the role. Victor's contribution to the development and continued improvement in combat sports was vital to the Commission. The Commission would like to thank Victor for his time and contribution to the Commission.

Arron Minchin's knowledge of government processes was instrumental to the Commission. The Commission would like to wish Arron all the very best as he moves on to another department.

## **Financial Management**

The Commission remains on an ongoing funding arrangement with the Department of Treasury.

The Commission's finances are managed by the Department of Sport and Recreation's finance branch under a service level agreement. The finance branch provides effective governance of the Commission's financial policies and processes.

## **Industry contact**

The Commission provided the industry with an array of information over the last year, including information on:

- First aid courses,
- Strapping courses,
- Proposed promotion dates, and
- Injury management.

In addition to providing the industry with this information the Commission also held an MMA Officials seminar during 2016/17. The seminar was well attended and those that were there gained a valuable refresher on judging and refereeing contests. The Commission thanks Peter Hickmott for presenting this seminar.

The Commission continued to use social media as a communication tool with the industry. The Commission's Facebook account continues to prove invaluable in contacting contestants and industry participants and in providing timely information to the industry.

# Statutory Reporting

## **Freedom of Information (FOI) Act 1992**

The Commission abides by the DSR's Freedom of Information policy. The Department provides all FOI services to the Commission and liaises with the community, public and media regarding FOI requests.

The Freedom of Information policy is available at [www.dlgsc.wa.gov.au](http://www.dlgsc.wa.gov.au).

One FOI request was received during 2016/17.

## **Public sector standards and ethical codes**

No compliance issues arose during the 2016/17 year in relation to the Public Sector Standards. The Commission continues to monitor all complaints made to the Commission Chair.

## **Equity, access, inclusion and substantive equality**

The Commission has adopted all the Department of Sport and Recreation principles, standards or procedures in relation to equity, access, inclusion and substantive equality.

## **Advertising and marketing expenditure**

In compliance with section 175ZE of the *Electoral Act 1907*, the Commission is required to report on expenditure incurred during the financial year in relation to advertising agencies, market research organisations, polling organisations, direct mail organisations and media advertising organisations.

Advertising agencies	
Adcorp	\$1,784.66
Market research agencies	\$0.00
Polling agencies	\$0.00
Direct mail agencies	\$0.00
Media advertising agencies	\$0.00
<b>TOTAL</b>	<b>\$1,784.66</b>

# Enabling Legislation

The Commission is established as a statutory authority under Section 4 of the *Combat Sports Act 1987*.

## Legislation Impacting Activities of the Commission

In performing its functions, the Commission must comply 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 the amended Workers' Compensation and Rehabilitation Amendment Act 1993)*
- *Public Interest Disclosure Act 2003*

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## **Independent Audit Opinion**



## Auditor General

### INDEPENDENT AUDITOR'S REPORT

To the Parliament of Western Australia

### COMBAT SPORTS COMMISSION

#### Report on the Financial Statements

##### **Opinion**

I have audited the financial statements of the Combat Sports Commission which comprise the Statement of Financial Position as at 30 June 2017, the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended, and Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial statements are based on proper accounts and present fairly, in all material respects, the operating results and cash flows of the Combat Sports Commission for the year ended 30 June 2017 and the financial position at the end of that period. They are in accordance with Australian Accounting Standards, the *Financial Management Act 2006* and the Treasurer's Instructions.

##### **Basis for Opinion**

I conducted my audit in accordance with the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Commission in accordance with the *Auditor General Act 2006* and the relevant 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 my audit of the financial statements. I have also fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

##### **Responsibility of the Commission for the Financial Statements**

The Commission is responsible for keeping proper accounts, and the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the *Financial Management Act 2006* and the Treasurer's Instructions, and for such internal control as the Commission determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Commission is responsible for assessing the agency'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 Western Australian Government has made policy or funding decisions affecting the continued existence of the Commission.

##### **Auditor's Responsibility for the Audit of the Financial Statements**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial statements. The objectives of my audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my 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 statements.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the agency's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Commission.
- Conclude on the appropriateness of the Commission's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the agency's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Commission regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

## **Report on Controls**

### ***Opinion***

I have undertaken a reasonable assurance engagement on the design and implementation of controls exercised by the Combat Sports Commission. The controls exercised by the Commission are those policies and procedures established by the Commission to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions (the overall control objectives).

My opinion has been formed on the basis of the matters outlined in this report.

In my opinion, in all material respects, the controls exercised by the Combat Sports Commission are sufficiently adequate to provide reasonable assurance that the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities have been in accordance with legislative provisions during the year ended 30 June 2017.

### ***The Commission's Responsibilities***

The Commission is responsible for designing, implementing and maintaining controls to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities are in accordance with the *Financial Management Act 2006*, the Treasurer's Instructions and other relevant written law.

### **Auditor General's Responsibilities**

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the suitability of the design of the controls to achieve the overall control objectives and the implementation of the controls as designed.

I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3150 *Assurance Engagements on Controls* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements and plan and perform my procedures to obtain reasonable assurance about whether, in all material respects, the controls are suitably designed to achieve the overall control objectives and the controls, necessary to achieve the overall control objectives, were implemented as designed.

An assurance engagement to report on the design and implementation of controls involves performing procedures to obtain evidence about the suitability of the design of controls to achieve the overall control objectives and the implementation of those controls. The procedures selected depend on my judgement including the assessment of the risks that controls are not suitably designed or implemented as designed. My procedures included testing the implementation of those controls that I consider necessary to achieve the overall control objectives.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Limitations of Controls**

Because of the inherent limitations of any internal control structure it is possible that, even if the controls are suitably designed and implemented as designed, once the controls are in operation, the overall control objectives may not be achieved so that fraud, error, or noncompliance with laws and regulations may occur and not be detected. Any projection of the outcome of the evaluation of the suitability of the design of controls to future periods is subject to the risk that the controls may become unsuitable because of changes in conditions.

### **Report on the Key Performance Indicators**

#### **Opinion**

I have undertaken a reasonable assurance engagement on the key performance indicators of the Combat Sports Commission for the year ended 30 June 2017. The key performance indicators are the key effectiveness indicators and the key efficiency indicators that provide performance information about achieving outcomes and delivering services.

In my opinion, in all material respects, the key performance indicators of the Combat Sports Commission are relevant and appropriate to assist users to assess the Commission's performance and fairly represent indicated performance for the year ended 30 June 2017.

#### **The Commission's Responsibility for the Key Performance Indicators**

The Commission is responsible for the preparation and fair presentation of the key performance indicators in accordance with the *Financial Management Act 2006* and the Treasurer's Instructions and for such internal control as the Commission determines necessary to enable the preparation of key performance indicators that are free from material misstatement, whether due to fraud or error.

In preparing the key performance indicators, the Commission is responsible for identifying key performance indicators that are relevant and appropriate having regard to their purpose in accordance with Treasurer's Instruction 904 *Key Performance Indicators*.

#### **Auditor General's Responsibility**

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the key performance indicators. The objectives of my engagement are to obtain reasonable assurance about whether the key performance indicators are relevant and appropriate to assist users to assess the agency's performance and whether the key performance indicators are free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes my opinion.

I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements relating to assurance engagements.

An assurance engagement involves performing procedures to obtain evidence about the amounts and disclosures in the key performance indicators. It also involves evaluating the relevance and appropriateness of the key performance indicators against the criteria and guidance in Treasurer's Instruction 904 for measuring the extent of outcome achievement and the efficiency of service delivery. The procedures selected depend on my judgement, including the assessment of the risks of material misstatement of the key performance indicators. In making these risk assessments I obtain an understanding of internal control relevant to the engagement in order to design procedures that are appropriate in the circumstances.

I believe that the evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**My Independence and Quality Control Relating to the Reports on Controls and Key Performance Indicators**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

**Matters Relating to the Electronic Publication of the Audited Financial Statements and Key Performance Indicators**

This auditor's report relates to the financial statements and key performance indicators of the Combat Sports Commission for the year ended 30 June 2017 included on the Commission's website. The Commission's management is responsible for the integrity of the Commission's website. This audit does not provide assurance on the integrity of the Commission's website. The auditor's report refers only to the financial statements and key performance indicators described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these financial statements or key performance indicators. If users of the financial statements and key performance indicators are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial statements and key performance indicators to confirm the information contained in this website version of the financial statements and key performance indicators.



DON CUNNINGHAME  
ACTING DEPUTY AUDITOR GENERAL  
Delegate of the Auditor General for Western Australia  
Perth Western Australia

23 August 2017

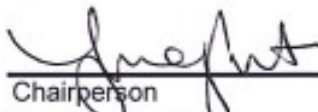


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## **Certification of Performance Indicators**

## CERTIFICATION OF PERFORMANCE INDICATORS FOR THE YEAR ENDED 30 JUNE 2017

We hereby certify that the key performance indicators are based on proper records, are relevant and appropriate for assisting users to assess the Combat Sports Commission's performance, and fairly represent the performance of the Combat Sports Commission for the reporting period ended 30 June 2017.

  
\_\_\_\_\_  
Chairperson  
Cassandra Wright

  
\_\_\_\_\_  
Member

Date: 22/8/17

Date: 22/08/17



# Performance Indicators

## Government Goal

Greater focus on achieving results in key service delivery areas for the benefit of all Western Australians

## Performance Indicators

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

## Service

The Combat Sports Commission (the Commission) has only one service, being: "To ensure that contestants and officials taking part in contests can do so with reasonable confidence that the risks of contracting disease from bodily fluids are minimal and that the promoter will fulfil their requirements under the *Combat Sports Act 1987* and the *Combat Sports Regulations 2004*".

## Desired Outcome

To improve all aspects of safety and organisation of combat sports contests in Western Australia.

### Effectiveness indicators:

#### Indicator one

Percentage of registered combat sports contestants with a positive serology test: This is the percentage of serology reports that the Commission received that showed a registered contestant was positive for either Hepatitis B, Hepatitis C, or HIV.

The target for this KPI is 0%.

Period	Percentage of positive serology reports
2016/17	0%
2015/2016	0%
2014/2015	0%
2013/2014	0%
2012/2013	0.96%
2011/2012	0%
2010/2011	0.52%

As required by the *Combat Sports Act 1987* and the *Combat Sports Regulations 2004* individuals that apply for registration and present with a positive serology report have their registration as a contestant was declined.

## Performance Indicators - continued

### Indicator two

Percentage of instances of non-compliance with the *Combat Sports Act 1987* and its *Combat Sports Regulations 2004*: This percentage represents the number of breaches out of all the potential breaches under the *Act* and *Regulations* over a financial year.

The target for this KPI is 0%.

Period	Percentage of non-compliance
2016/17	0.99%
2015/2016	1.13%
2014/2015	0.83%
2013/2014	1%
2012/2013	2.3%
2011/2012	2%
2010/2011	3%

Non-Compliance relates to any breach of the Act or its supporting Regulations. Examples include but are not limited to:

- Failing to hold a weigh-in in accordance with the provisions of the Act,
- Taking part in a contest without being registered,
- Arranging a contest without a permit,
- Failing to adhere to a medical suspension issued by a medical practitioner, or
- Failing to adhere to the mandatory rest periods specified in the Regulations.

Despite the Commission's best efforts there were breaches of the Act and the Regulations this financial year. However, the Commission is pleased to see that the number of breaches were lower this year and attributes this to the Commission's promotion feedback system. As with previous years' major breaches of the Act/Regulations that impact on contestant health and safety are not tolerated by the Commission and in these situations the breach is either addressed or the contest permit is cancelled. Low level breaches of the Act/Regulations that do not impact on contestant health and safety are generally raised with the relevant people at the time and if not addressed the Commission takes action after the contest through the promotion feedback process.

## Performance Indicators - continued

### Efficiency indicator:

#### Indicator 3

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

The measure is calculated by:

**Total operating cost**  
**Number of promotions held**

<b>Costs</b>	<b>2016/17</b>	<b>2015/2016</b>	<b>2014/2015</b>	<b>2013/2014</b>	<b>2012/2013</b>	<b>2011/2012</b>	<b>2010/2011</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Chairman's fee</b>	8,289	13,250	9,400	9,400	9,400	9,537	9,400
<b>Commissioner fees and allowances</b>	51,380	43,899	38,700	25,022	27,800	31,739	24,617
<b>Commissioner superannuation</b>	5,669	4,945	4,570	2,887	3,303	3,589	3,061
<b>Operating costs</b>	655,320	633,599	587,120	500,229	468,517	221,114	313,623
<b>Total</b>	<b>720,657</b>	<b>695,692</b>	<b>639,790</b>	<b>537,538</b>	<b>509,020</b>	<b>265,979</b>	<b>350,701</b>
<b>Number of promotions</b>	39	34	39	35	24	23	20
<b>Cost of issuing a permit</b>	18,478	20,462	16,405	15,358	21,209	11,564	17,535

NB: The target cost of issuing a permit in 2016-17 was \$20,350. This is based on estimated operating costs of \$814,000 and the estimated number of promotions of 40 for the 2016-2017 financial year.

The Commission met its efficiency indicator this year due to lower than budgeted operating costs and despite one less promotion than expected.

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## **Certification of Financial Statements**

## CERTIFICATION OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

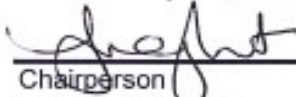
The accompanying financial statements of the Combat Sports Commission have been prepared in compliance with the provisions of the Financial Management Act 2006 from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2017 and the financial position as at 30 June 2017.

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



Chief Financial Officer  
Damian Rosielle

Date: 22/8/17



Chairperson  
Cassandra Wright

Date: 22/8/17



Member

Date: 22/05/17



# Statement of Comprehensive Income

*For the year ended 30 June 2017.*

<b>COST OF SERVICES</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
		<u>\$</u>	<u>\$</u>
<b>Expenses</b>			
Members' remuneration	6	65,337	62,094
Supplies and services	8	<u>655,320</u>	<u>633,599</u>
<b>Total cost of services</b>		<u><b>720,657</b></u>	<u><b>695,693</b></u>
<b>Income</b>			
<i>Revenue</i>			
User charges and fees	10	46,484	46,477
Other Revenue	11	1,455	568
<b>Total revenue</b>		<u><b>47,939</b></u>	<u><b>47,045</b></u>
<b>Total income other than income from State Government</b>		<u><b>47,939</b></u>	<u><b>47,045</b></u>
<b>NET COST OF SERVICES</b>		<u><b>672,719</b></u>	<u><b>648,648</b></u>
<b>Income from State Government</b>			
Grants	12	814,000	786,000
Services received free of charge	12	<u>8,547</u>	<u>20,888</u>
<b>Total income from State Government</b>		<u><b>822,547</b></u>	<u><b>806,888</b></u>
<b>SURPLUS/(DEFICIT) FOR THE PERIOD</b>		<u><b>149,828</b></u>	<u><b>158,240</b></u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<u><u><b>149,828</b></u></u>	<u><u><b>158,240</b></u></u>

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.



# Statement of Financial Position

For the year ended 30 June 2017.

	Note	2017	2016
		\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	21 (a)	699,581	649,989
Receivables	16	16,512	17,601
Other current assets	17	1,232	-
<b>Total Current Assets</b>		<b>717,325</b>	<b>667,590</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	13	-	-
Intangible assets (Works in Progress)	14	96,735	-
<b>Total Non-Current Assets</b>		<b>96,735</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>814,060</b>	<b>667,590</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	18	70,966	77,347
Other current liabilities	19	60,337	59,507
<b>Total Current Liabilities</b>		<b>131,303</b>	<b>136,854</b>
<b>Non-Current Liabilities</b>			
Other non-current liabilities	19	26,227	24,033
<b>Total Non-Current Liabilities</b>		<b>26,227</b>	<b>24,033</b>
<b>TOTAL LIABILITIES</b>		<b>157,530</b>	<b>160,887</b>
<b>NET ASSETS</b>		<b>656,530</b>	<b>506,702</b>
<b>EQUITY</b>			
Accumulated surplus/(deficit)	20	656,530	506,702
<b>TOTAL EQUITY</b>		<b>656,530</b>	<b>506,702</b>

# Statement of Cash Flows

For the year ended 30 June 2017.

	Note	2017 \$	2016 \$
<b>CASH FLOWS FROM STATE GOVERNMENT</b>			
Grants		814,000	786,000
<b>Net cash provided by State Government</b>		<b>814,000</b>	<b>786,000</b>
<b>Utilised as follows:</b>			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Payments</b>			
Members' sitting fees		(39,015)	(73,183)
Supplies and services		(674,107)	(638,843)
GST payments on purchases		(88,170)	(77,648)
GST payments to taxation authority		(5,249)	(6,977)
<b>Receipts</b>			
User charges and fees		50,229	44,657
Other receipts		1,455	568
GST receipts on sales		5,094	12,398
GST received from taxation authority		82,090	73,995
<b>Net cash provided by/(used in) operating activities</b>	21 (b)	<b>(667,673)</b>	<b>(665,033)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of non-current physical assets		<b>(96,735)</b>	-
<b>Net cash used in investing activities</b>		<b>(96,735)</b>	-
<b>Net (decrease)/increase in cash and cash equivalents</b>		49,592	120,967
Cash and cash equivalents at the beginning of the period	21 (a)	649,989	529,022
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	21 (a)	<b>699,581</b>	<b>649,989</b>

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

# Statement of Changes in Equity

*For the year ended 30 June 2017.*

	Note	Accumulated Surplus/(Deficit)	Total Equity
		\$	\$
<b>Balance at 1 July 2015</b>	20	348,462	348,462
Surplus/(Deficit)		158,240	158,240
<b>Balance as at 30 June 2016</b>		506,702	506,702
<b>Balance at 1 July 2016</b>		506,702	506,702
Surplus/(Deficit)		149,828	149,828
<b>Balance as at 30 June 2017</b>		656,530	656,530

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.

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## **Notes to the Financial Statements**

## Note 1 Australian Accounting Standards

### General

The Commission's financial statements for the year ended 30 June 2017 have been prepared in accordance with Australian Accounting Standards. The term 'Australian Accounting Standards' includes Standards and Interpretations issued by the Australian Accounting Standards Board (AASB).

The Commission has adopted any applicable new and revised Australian Accounting Standards from their operative dates.

### Early adoption of standards

The Commission cannot early adopt an Australian Accounting Standard unless specifically permitted by TI 1101 Application of Australian Accounting Standards and Other Pronouncements. There has been no early adoption of any other Australian Accounting Standards that have been issued or amended (but not operative) by the Commission for the annual reporting period ended 30 June 2017.

## Note 2 Summary of significant accounting policies

### (a) General Statement

The Commission is a not-for-profit reporting entity that prepares general purpose financial statements in accordance with Australian Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the AASB 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 Management Act 2006 and the Treasurer's Instructions impose legislative provisions that govern the preparation of financial statements and take precedence over Australian Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the AASB.

Where modification is required and has had a material or significant financial effect upon the reported results, details of that modification and the resulting financial effect are disclosed in the notes to the financial statements.

### (b) Basis of Preparation

The financial statements have been prepared on the accrual basis of accounting using the historical cost convention.

The accounting policies adopted in the preparation of the financial statements have been consistently applied throughout all periods presented unless otherwise stated.

The financial statements are presented in Australian dollars and all values are rounded to the nearest dollar.

Note 3 'Judgements made by management in applying accounting policies' discloses judgements that have been made in the process of applying the Commission's accounting policies resulting in the most significant effect on amounts recognised in the financial statements.

Note 4 'Key sources of estimation uncertainty' discloses key assumptions made concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

### (c) Reporting Entity

The reporting entity comprises the Commission and bodies included at note 27 'Related bodies'.

### (d) Income

#### *Revenue Recognition*

Revenue is recognised at fair value 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.

*Registrations and Permits (User Charges and Fees)*

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

*Service Appropriations (Grants from State Government)*

Service Appropriations are recognised as revenues at fair value in the period in which the Commission gains control of the appropriated funds. The Commission gains control of appropriated funds at the time those funds are deposited to the bank account by the Department of Sport and Recreation.

*Other Revenue*

The revenue from other activities including fines is recognised at fair value when the significant risks and rewards of ownership transfer to the Commission and can be measured reliably.

**(e) Property, Plant and Equipment**Capitalisation/expensing of assets

Items of property, plant and equipment costing \$5,000 or more are recognised as assets and the cost of utilising assets is expensed (depreciated) over their useful lives. Items of property, plant and equipment costing less than \$5,000 are immediately expensed direct to the Statement of Comprehensive Income (other than where they form part of a group of similar items which are significant in total).

Initial recognition and measurement

Property, plant and equipment and infrastructure are initially recognised at cost.

For items of property, plant and equipment acquired at no cost or for nominal cost, the cost is the fair value at the date of acquisition.

Derecognition

Upon disposal or derecognition of an item of property, plant and equipment and infrastructure, any revaluation surplus relating to that asset is retained in the asset revaluation surplus.

**(f) Depreciation of non-current assets**

All non-current assets having a limited useful life are systematically depreciated over their estimated useful lives in a manner that reflects the consumption of their future economic benefits.

Depreciation is calculated using the straight line method, using rates which are reviewed annually. Estimated useful lives for each class of depreciable asset are:

Plant and Equipment	3 - 5 years
Computer Hardware	3 years

**(g) Impairment of Assets**

Property, plant and equipment, infrastructure and intangible assets are tested for any indication of impairment at the end of each reporting period. Where there is an indication of impairment, the recoverable amount is estimated. Where the recoverable amount is less than the carrying amount, the asset is considered impaired and is written down to the recoverable amount and an impairment loss is recognised. Where an asset measured at cost is written down to recoverable amount, an impairment loss is recognised in profit or loss. Where a previously revalued asset is written down to recoverable amount, the loss is recognised as a revaluation decrement in other comprehensive income. As the Commission is a not-for-profit entity, unless a specialised asset has been identified as a surplus asset, the recoverable amount is the higher of an asset's fair value less costs to sell and depreciated replacement cost.

The risk of impairment is generally limited to circumstances where an asset's depreciation is materially understated, where the replacement cost is falling or where there is a significant change in useful life. Each relevant class of

assets is reviewed annually to verify that the accumulated depreciation/amortisation reflects the level of consumption or expiration of the asset's future economic benefits and to evaluate any impairment risk from falling replacement costs.

Intangible assets with an indefinite useful life and intangible assets not yet available for use are tested for impairment at the end of each reporting period irrespective of whether there is any indication of impairment.

The recoverable amount of assets identified as surplus assets is the higher of fair value less costs to sell and the present value of future cash flows expected to be derived from the asset. Surplus assets carried at fair value have no risk of material impairment where fair value is determined by reference to market-based evidence. Where fair value is determined by reference to depreciated replacement cost, surplus assets are at risk of impairment and the recoverable amount is measured. Surplus assets at cost are tested for indications of impairment at the end of each reporting period.

Refer to note 15 'Impairment of assets' for the outcome of impairment reviews and testing.

(h) Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalent assets comprise cash on hand. The Commission does not hold short term deposits or any bank overdrafts.

(i) Accrued members' remuneration

Accrued members' remuneration (see note 19 'Other Liabilities') represent the amount due to members but unpaid at the end of the reporting period. Accrued members' remuneration is settled within a fortnight of the reporting period end. The Commission considers the carrying amount of accrued members' remuneration to be equivalent to its fair value.

(j) Receivables

Receivables are recognised at original invoice amount less an allowance for any uncollectible amounts (i.e. impairment). The collectability of receivables is reviewed on an ongoing basis and any receivables identified as uncollectible are written off. The allowance for uncollectible amounts (doubtful debts) is raised when there is objective evidence that the Commission will not be able to collect the debts. The carrying amount is equivalent to fair value as it is due for settlement within 30 days.

(k) Payables

Payables are recognised when the Commission becomes obliged to make future payments as a result of a purchase of assets or services. The carrying amount is equivalent to fair value, as settlement is generally within 30 days.

(l) Services

The Commission has only one service, being: "To ensure that contestants and officials taking part in amateur and 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 fulfil their requirements under the Combat Sports Act 1987 and the Combat Sports Regulations 2014". Accordingly, separate reports by service are not produced.

(m) Combat Sports Commission Prize Money and Suspended Postings Accounts

Statements have not been prepared for the Combat Sports Commission Prize Money Account and Suspended Postings Account as the balance of these accounts at the end of the financial year was nil (2015-16: Nil).

(n) Members' benefits

**Note 2 Significant accounting policies (continued)***Superannuation*

The Government Employees Superannuation Board (GESB) and other fund providers administer public sector superannuation arrangements in Western Australia in accordance with legislative requirements. Eligibility criteria for membership in particular schemes for public sector employees vary according to commencement and implementation dates.

Eligible employees contribute to the Pension Scheme, a defined benefit pension scheme closed to new members since 1987, or the Gold State Superannuation Scheme (GSS), a defined benefit lump sum scheme closed to new members since 1995.

Employees commencing employment prior to 16 April 2007 who were not members of either the Pension Scheme or the GSS became non-contributory members of the West State Superannuation Scheme (WSS). Commissioners commencing employment on or after 16 April 2007 became members of the GESB Super Scheme (GESBS). From 30 March 2012, existing members of the WSS or GESBS and new commissioners have been able to choose their preferred superannuation fund provider. The Commission makes contributions to GESB or other fund providers on behalf of Commissioners in compliance with the Commonwealth Government's Superannuation Guarantee (Administration) Act 1992. Contributions to these accumulation schemes extinguish the Commission's liability for superannuation charges in respect of employees who are not members of the Pension Scheme or GSS.

The Commission has no liabilities under the Pension Scheme, the GSS or the WSS schemes.

*Superannuation Expense*

The superannuation expense in the Statement of Comprehensive Income comprises employer contributions paid to the GESBS and other superannuation funds.

(o) Assets and services received free of charge or for nominal cost

Assets or services received free of charge or for nominal cost, that the Commission would otherwise purchase if not donated, are recognised as income at the fair value of the assets or services where they can be reliably measured. A corresponding expense is recognised for services received.

Assets or services received from other State Government agencies are separately disclosed under Income from State Government in the Statement of Comprehensive Income.

(p) Comparative Figures

Comparative figures are, where appropriate, reclassified to be comparable with the figures presented in the current reporting period.

**Note 3 Judgements made by management in applying accounting policies**

The preparation of financial statements requires management to make judgements about the application of accounting policies that have a significant effect on the amounts recognised in the financial statements. The Commission evaluates these judgements regularly.

**Note 4 Key sources of estimation uncertainty**

Key estimates and assumptions concerning the future are based on historical experience and various other factors that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next reporting period.



**Initial application of an Australian Accounting Standard**

The Commission has applied the following Australian Accounting Standards effective, or adopted, for annual reporting periods beginning on or after 1 July 2016 that impacted on the Commission.

AASB 1057	"Application of Australian Accounting Standards  This Standard lists the application paragraphs for each other Standard (and Interpretation), grouped where they are the same. There is no financial impact.
AASB 2014-3	Amendments to Australian Accounting Standards Accounting for Acquisitions of Interests in Joint Operations [AASB 1 & 11]  The Authority establishes Joint Operations in pursuit of its objectives and does not routinely acquire interests in Joint Operations. Therefore, there is no financial impact on application of the Standard.
AASB 2014-4	Amendments to Australian Accounting Standards Clarification of Acceptable Methods of Depreciation and Amortisation [AASB 116 & 138]  The adoption of this Standard has no financial impact for the Authority as depreciation and amortisation is not determined by reference to revenue generation, but by reference to consumption of future economic benefits.
AASB 2014-9	Amendments to Australian Accounting Standards Equity Method in Separate Financial Statements [AASB 1, 127 & 128]  This Standard amends AASB 127, and consequentially amends AASB 1 and AASB 128, to allow entities to use the equity method of accounting for investments in subsidiaries, joint ventures and associates in their separate financial statements. As the Authority has no joint ventures and associates, the application of the Standard has no financial impact.
AASB 2015-1	Amendments to Australian Accounting Standards Annual Improvements to Australian Accounting Standards 2012 2014 Cycle [AASB 1, 2, 3, 5, 7, 11, 110, 119, 121, 133, 134, 137 & 140]  These amendments arise from the issuance of International Financial Reporting Standard Annual Improvements to IFRSs 2012 2014 Cycle in September 2014, and editorial corrections. The Authority has determined that the application of the Standard has no financial impact.
AASB 2015-2	Amendments to Australian Accounting Standards Disclosure Initiative: Amendments to AASB 101 [AASB 7, 101, 134 & 1049]  This Standard amends AASB 101 to provide clarification regarding the disclosure requirements in AASB 101. Specifically, the Standard proposes narrow-focus amendments to address some of the concerns expressed about existing presentation and disclosure requirements and to ensure entities are able to use judgement when applying a Standard in determining what information to disclose in their financial statements. There is no financial impact.
AASB 2015-6	Amendments to Australian Accounting Standards Extending Related Party Disclosures to Not-for-Profit Public Sector Entities [AASB 10, 124 & 1049]  The amendments extend the scope of AASB 124 to include application by not-for-profit public sector entities. Implementation guidance is included to assist application of the Standard by not-for-profit public sector entities. There is no financial impact.

AASB 2015-10 Amendments to Australian Accounting Standards Effective Date of Amendments to AASB 10 & 128

This Standard defers the mandatory effective date (application date) of amendments to AASB 10 & AASB 128 that were originally made in AASB 2014 10 so that the amendments are required to be applied for annual reporting periods beginning on or after 1 January 2018 instead of 1 January 2016. There is no financial impact.

### Future impact of Australian Accounting Standards not yet operative

The Commission cannot early adopt an Australian Accounting Standard unless specifically permitted by TI 1101 Application of Australian Accounting Standards and Other Pronouncements or by an exemption from TI 1101. By virtue of a limited exemption, the Commission has early adopted AASB 2015 7 Amendments to Australian Accounting Standards – Fair Value Disclosures of Not for Profit Public Sector Entities. Where applicable, the Commission plans to apply the following Australian Accounting Standards from their application date.

		<b>Operative for reporting periods beginning on/after</b>
AASB 9	<p><i>Financial Instruments</i></p> <p>This Standard supersedes AASB 139 Financial Instruments: Recognition and Measurement, introducing a number of changes to accounting treatments.</p> <p>The mandatory application date of this Standard is currently 1 January 2018 after being amended by AASB 2012-6, AASB 2013-9 and AASB 2014-1 Amendments to Australian Accounting Standards. The Commission has not yet determined the application or the potential impact of the Standard.</p>	1 Jan 2018
AASB 15	<p><i>Revenue from Contracts with Customers</i></p> <p>This Standard establishes the principles that the Commission shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer.</p> <p>The Commission's income is principally derived from appropriations which will be measured under AASB 1058 Income of Not for Profit Entities and will be unaffected by this change. However, the Commission has not yet determined the potential impact of the Standard on 'User charges and fees' and 'Sales' revenues. In broad terms, it is anticipated that the terms and conditions attached to these revenues will defer revenue recognition until the Commission has discharged its performance obligations</p>	1 Jan 2019
AASB 16	<p><i>Leases</i></p> <p>This Standard introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value.</p> <p>The impact of AASB 16 has not yet been quantified. The Commission currently has no operating lease commitments. The worth of non cancellable operating leases which the Commission anticipates (if any) will be brought onto the statement of financial position, excepting amounts pertinent to short term or low value leases. Interest and amortisation expense will increase and rental expense will decrease.</p>	1 Jan 2019

AASB 1058	<i>Income of Not-for Profit Entities</i>	1 Jan 2019
	<p>This Standard clarifies and simplifies the income recognition requirements that apply to not for profit (NFP) entities, more closely reflecting the economic reality of NFP entity transactions that are not contracts with customers. Timing of income recognition is dependent on whether such a transaction gives rise to a liability, or a performance obligation (a promise to transfer a good or service), or, an obligation to acquire an asset. The Commission has not yet determined the application or the potential impact of the Standard.</p>	
AASB 2010-7	<i>Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023 &amp; 1038 and Int 2, 5, 10, 12, 19 &amp; 127]</i>	1 Jan 2018
	<p>This Standard makes consequential amendments to other Australian Accounting Standards and Interpretations as a result of issuing AASB 9 in December 2010.</p> <p>The mandatory application date of this Standard has been amended by AASB 2012-6 and AASB 2014-1 to 1 January 2018. The Commission has not yet determined the application or the potential impact of the Standard.</p>	
AASB 2014-1	<i>Amendments to Australian Accounting Standards</i>	1 Jan 2018
	<p>Part E of this Standard makes amendments to AASB 9 and consequential amendments to other Standards. It has not yet been assessed by the Commission to determine the application or potential impact of the Standard</p>	
AASB 2014-5	<i>Amendments to Australian Accounting Standards arising from AASB 15</i>	1 Jan 2018
	<p>This Standard gives effect to the consequential amendments to Australian Accounting Standards (including Interpretations) arising from the issuance of AASB 15. The Commission has not yet determined the application or the potential impact of the Standard.</p>	
AASB 2014-7	<i>Amendments to Australian Accounting Standards arising from AASB 9 (December 2014)</i>	1 Jan 2018
	<p>This Standard gives effect to the consequential amendments to Australian Accounting Standards (including Interpretations) arising from the issuance of AASB 9 (December 2014). The Commission has not yet determined the application or the potential impact of the Standard.</p>	
AASB 2014-10	<i>Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture [AASB 10 &amp; 128]</i>	1 Jan 2018
	<p>This Standard amends AASB 10 and AASB 128 to address an inconsistency between the requirements in AASB 10 and those in AASB 128 (August 2011), in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The mandatory effective date (application date) for the Standard has been deferred to 1 January 2018 by AASB 2015-10. The Commission has determined that the Standard has no financial impact.</p>	

AASB 2015-8	<i>Amendments to Australian Accounting Standards – Effective Date of AASB 15</i>	1 Jan 2019
	This Standard amends the mandatory effective date (application date) of AASB 15 Revenue from Contracts with Customers so that AASB 15 is required to be applied for annual reporting periods beginning on or after 1 January 2018 instead of 1 January 2017. For Not For Profit entities, the mandatory effective date has subsequently been amended to 1 January 2019 by AASB 2016 7. The Commission has not yet determined the application or the potential impact of AASB 15.	
AASB 2016-2	<i>Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107</i>	1 Jan 2017
	This Standard amends AASB 107 Statement of Cash Flows (August 2015) to require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. There is no financial impact.	
AASB 2016-3	<i>Amendments to Australian Accounting Standards – Clarifications to AASB 15</i>	1 Jan 2018
	This Standard clarifies identifying performance obligations, principal versus agent considerations, timing of recognising revenue from granting a licence, and, provides further transitional provisions to AASB 15. The Commission has not yet determined the application or the potential impact.	
AASB 2016-4	<i>Amendments to Australian Accounting Standards – Recoverable Amount of Non-Cash-Generating Specialised Assets of Not-for-Profit Entities.</i>	1 Jan 2017
	This Standard clarifies that the recoverable amount of primarily non-cash-generating assets of not-for-profit entities, which are typically specialised in nature and held for continuing use of their service capacity, is expected to be materially the same as fair value determined under AASB 13 Fair Value Measurement. The Commission has not yet determined the application or the potential impact.	
AASB 2016-7	<i>Amendments to Australian Accounting Standards Deferral of AASB 15 for Not for Profit Entities</i>	1 Jan 2017
	This Standard amends the mandatory effective date (application date) of AASB 15 and defers the consequential amendments that were originally set out in AASB 2014 5 Amendments to Australian Accounting Standards arising from AASB 15 for not for profit entities to annual reporting periods beginning on or after 1 January 2019, instead of 1 January 2018. There is no financial impact.	
AASB 2016-8	<i>Amendments to Australian Accounting Standards Australian Implementation Guidance for Not for Profit Entities</i>	1 Jan 2019
	This Standard inserts Australian requirements and authoritative implementation guidance for not for profit entities into AASB 9 and AASB 15. This guidance assists not-for-profit entities in applying those Standards to particular transactions and other events. There is no financial impact.	

This Standard clarifies the scope of AASB 12 by specifying that the disclosure requirements apply to an entity's interests in other entities that are classified as held for sale, held for distribution to owners in their capacity as owners or discontinued operations in accordance with AASB 5. There is no financial impact.

	2017	2016
	\$	\$
<b>Note 6 Members' remuneration</b>		
Chairman's fee	8,288	13,250
Other members' fees	51,380	43,899
Superannuation (a)	5,669	4,945
	<u>65,337</u>	<u>62,094</u>
(a) Defined contribution plans include West State, GESB Super and other eligible funds		

**Note 7 Compensation of Key Management Personnel**

The Commission has determined that key management personnel include Ministers, board members, and, senior officers of the Commission. However, the Commission is not obligated to compensate Ministers and therefore disclosures in relation to Ministers' compensation may be found in the Annual Report on State Finances:

**Compensation of members of the accountable authority**

Compensation Band (\$)	2017	2016
\$20,000 - \$25,000	1	1
\$15,000 - \$20,000	1	1
\$10,000 - \$15,000	-	1
\$0 - \$10,000	6	6
	<u>8</u>	<u>9</u>
Short term employee benefits	65,337	62,094
Post employment benefits	-	-
Other long term benefits	-	-
Termination benefits	-	-
<b>Total compensation of members of the accountable authority</b>	<u>65,337</u>	<u>62,094</u>

**Note 8 Supplies and services**

Audit fees	12,700	12,519
Services and Contracts	635,974	611,382
Advertising for Vacancies	1,622	2,357
Travel	3,547	6,288
Materials	1,477	1,053
	<u>655,320</u>	<u>633,599</u>

**Note 9 Related Party Transactions**

The Commission is a wholly owned and controlled entity of the State of Western Australia. In conducting its activities, the Commission is required to pay various taxes and levies based on the standard terms and conditions that apply to all tax and levy payers to the State and entities related to State.

Related parties of the Commission include:

- all Ministers and their close family members, and their controlled or jointly controlled entities;
- all senior officers and their close family members, and their controlled or jointly controlled entities;
- other departments and public sector entities, including related bodies included in the whole of government consolidated financial statements;
- associates and joint ventures, that are included in the whole of government consolidated financial statements; and
- the Government Employees Superannuation Board (GESB).

**Significant transactions with government related entities**

Significant transactions include:

- superannuation payments to GESB (Note 6);
- grants received from Department of Sport and Recreation (Note 12), and
- services received free of charge from State Solicitor's Office (Note 12)
- remuneration for services provided by the Auditor General (Note 26).

**Material transactions with related parties**

The Commission had no material related party transaction with Ministers/senior officers or their close family members or their controlled (or jointly controlled) entities for disclosure.

	2017	2016
	\$	\$
<b>Note 10 User charges and fees</b>		
Industry participants' registration fees	37,720	37,189
Contest permits	5,634	8,112
Promoters' registration fees	3,130	1,176
	<u>46,484</u>	<u>46,477</u>
<b>Note 11 Other Revenue</b>		
Sundry revenue	1,455	568
	<u>1,455</u>	<u>568</u>
<b>Note 12 Income from State Government</b>		
Grants (a)	814,000	786,000
	<u>814,000</u>	<u>786,000</u>
Services received free of charge from other State government agencies during the financial period:		
State Solicitors Office	8,547	20,888
	<u>8,547</u>	<u>20,888</u>
	<u>822,547</u>	<u>806,888</u>

		2017 \$	2016 \$
<b>Note</b>	<b>12</b>	<b>Income from State Government (continued)</b>	
	(a)	Grants from Department of Sport and Recreation are paid periodically as appropriations.	

<b>Note</b>	<b>13</b>	<b>Property, Plant and Equipment</b>	
		<u>Plant and equipment</u>	
		At cost	2,310
		Accumulated depreciation	(2,310)
			<u>                    -</u>

<b>Note</b>	<b>14</b>	<b>Intangible Assets</b>	
		<u>Computer Software</u>	
		Work in progress (at cost)	96,735
			<u>                    -</u>

**Reconciliation**

	Computer Software	Total
<b>2017</b>	<b>\$</b>	<b>\$</b>
Carrying amount at start of period	-	-
Additions	<u>96,735</u>	<u>96,735</u>
<b>Carrying amount at end of period</b>	<u>96,735</u>	<u>96,735</u>
	<b>Computer Software</b>	<b>Total</b>
<b>2016</b>	<b>\$</b>	<b>\$</b>
Carrying amount at start of period	-	-
Additions	<u>-</u>	<u>-</u>
<b>Carrying amount at end of period</b>	<u>-</u>	<u>-</u>

**Note 15 Impairment of Assets**

There were no indications of impairment to property, plant and equipment at 30 June 2017.

The Commission held no goodwill or intangible assets with an indefinite useful life during the reporting period. At the end of the reporting period there were no intangible assets yet available for use.

No surplus assets were identified at 30 June 2017.

		2017 \$	2016 \$
<b>Note</b>	<b>16</b>	<b>Receivables</b>	
	<u>Current</u>		
	Receivables		
	GST receivable	16,512	17,601
		<u>16,512</u>	<u>17,601</u>
	The commission holds no collateral or provision for doubtful debts due to the low value of debts and low risk of delinquency		
<b>Note</b>	<b>17</b>	<b>Other Assets</b>	
	<u>Current</u>		
	Prepayments	1,232	-
		<u>1,232</u>	<u>-</u>
<b>Note</b>	<b>18</b>	<b>Payables</b>	
	<u>Current</u>		
	Trade payables	70,966	77,347
		<u>70,966</u>	<u>77,347</u>
<b>Note</b>	<b>19</b>	<b>Other Liabilities</b>	
	<u>Current</u>		
	Income received in advance	30,345	28,794
	Accrued Sitting Fees	16,022	16,942
	Accrued Audit Fees	13,970	13,771
		<u>60,337</u>	<u>59,507</u>
	<u>Non-Current</u>		
	Income received in advance	26,227	24,033
		<u>26,227</u>	<u>24,033</u>
<b>Note</b>	<b>20</b>	<b>Equity</b>	
	The West Australian Government holds the equity interest in the Commission on behalf of the community. Equity represents the residual interest in the net assets of the Commission.		
	<b>Accumulated surplus</b>		
	Balance at start of period	506,702	348,462
	Result for the period	149,828	158,240
	<b>Balance at end of period</b>	<u>656,530</u>	<u>506,702</u>
	<b>Total Equity at end of period</b>	<u>656,530</u>	<u>506,702</u>



<b>Note</b>	<b>21</b>	<b>Notes to the Statement of Cash Flows</b>
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<b>(a) Reconciliation of cash</b>	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
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 and cash equivalents	<u>699,581</u>	<u>649,989</u>
<b>(b) Reconciliation of net cost of services to net cash flows provided by / (used in) operating activities</b>	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Net cost of services	(672,719)	(648,648)
<u>Non-cash items:</u>		
Depreciation expense	-	-
Services received free of charge	8,547	20,888
<u>(Increase)/decrease in assets:</u>		
Current receivables (a)	(1,232)	110
Net GST receipts (b)	-	-
<u>Increase/(decrease) in liabilities:</u>		
Current payables (a)	(6,381)	(42,946)
Other Liabilities	3,024	1,184
Change in GST Receivables (c)	<u>1,089</u>	<u>4,380</u>
<b>Net cash provided by / (used in) operating activities</b>	<b><u>(667,673)</u></b>	<b><u>(665,033)</u></b>

(a) Note that the Australian Taxation Office (ATO) receivable/payable in respect of GST and the receivable/payable in respect of the sale/purchase of non-current assets are not included in these items as they do not form part of the reconciling items.

(b) This is the net GST paid/received, i.e. cash transactions

(c) This reverses out the GST in receivables and payables.

<b>Note</b>	<b>22</b>	<b>Commitments for expenditure</b>
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As at 30 June 2017 the Commission has no future non-cancellable commitments of either a capital, financial or operating nature (2015-16: no commitments).

**Note 23 Contingent liabilities and  
Contingent assets**

**Contingent liabilities**

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

**Note 23 Contingent liabilities and Contingent assets  
(continued)**

**Contingent assets**

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

**Note 24 Events occurring after the end of the reporting period**

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.

**Note 25 Financial Instruments**

**(a) Financial Risk Management Objectives and  
Policies**

Financial instruments held by the Commission are cash and cash equivalents, and receivables and payables. All of the Commission's cash is held in the public bank account (non-interest bearing) account. The Commission has limited exposure to financial risks. The Commission's overall risk management program focuses on managing the risks identified below.

*Credit Risk*

Credit risk arises when there is the possibility of the Commission's receivables defaulting on their contractual obligations resulting in financial loss to the Commission.

The maximum exposure to credit risk at the end of the reporting period in relation to each class of recognised financial assets is the gross carrying amount of those assets inclusive of any allowance for impairment as shown in the table at note 25(c) 'Financial instruments disclosures' and note 16 'Receivables'.

The Commission measures credit risk on a fair value basis and monitors risk on a regular basis.

Credit risk associated with the Commission's financial assets is minimal because the Commission trades only with recognised, creditworthy third parties. The Commission has policies in place to ensure that sales of products and services are made to customers with an appropriate credit history. In addition, receivable balances are monitored on an ongoing basis with the result that the Commission's exposure to bad debts is minimal. At the end of the reporting period there were no significant concentrations of credit risk.

*Liquidity risk*

Liquidity risk arises when the Commission is unable to meet its financial obligations as they fall due. The Commission is exposed to liquidity risk through its trading in the normal course of business. The Commission has appropriate procedures to manage cash flows by monitoring forecast cash flows to ensure that sufficient funds are available to meet its commitments.

*Market risk*

The Commission is not exposed to interest rate risk because cash and cash equivalents and restricted cash are non-interest bearing and have no borrowings.

**(b) Categories of financial instruments**

The carrying amounts of each of the following categories of financial assets and financial liabilities at the end of the reporting period are:

	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
<u>Financial Assets</u>		
Cash and cash equivalents	699,581	649,989
Receivables (a)	-	-
Other current assets	1,232	-
<u>Financial Liabilities</u>		
Payables (a)	70,966	77,347
Other liabilities	86,564	83,540

(a) The amount of loans and receivables excludes GST recoverable from the ATO (statutory receivable).

*Fair Values*

All financial assets and liabilities recognised in the Statement of Financial Position whether they are carried at cost or fair value, are recognised at amounts that represent a reasonable approximation of fair value unless otherwise stated in the applicable notes.

**COMBAT SPORTS COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**Note 25 Financial Instruments - continued**

Liquidity risk and interest rate exposure

The following table details the Commission's interest rate exposure and the contractual maturity analysis of financial assets and financial liabilities. The maturity analysis section includes interest and principal cash flows. The interest rate exposure section analyses only the carrying amounts of each item.

**Interest rate exposure and maturity analysis of financial assets and financial liabilities**

	Carrying Amount	Weighted Average Effective Interest Rate %	Interest rate exposure			Maturity dates							
			Fixed Interest rate \$	Variable Interest rate \$	Non-interest Bearing \$	Total Nominal Amount \$	Up to 1 months \$	1-3 months \$	3-12 months \$	1-5 years \$	More than 5 years \$		
<b>2017</b>													
<u>Financial Assets</u>													
Cash and cash equivalents	699,581				699,581	699,581	699,581						
Receivables (a)	-				-	-	-						
Other current assets	-				-	-	-						
	699,581				699,581	699,581	699,581						
<u>Financial Liabilities</u>													
Payables	70,966				-	70,966	70,966						
Other liabilities	86,564				-	86,564	86,564						
	157,530				-	157,530	157,530						
<b>2016</b>													
<u>Financial Assets</u>													
Cash and cash equivalents	649,989				649,989	649,989	649,989						
Receivables (a)	-				-	-	-						
Other current assets	-				-	-	-						
	649,989				-	649,989	649,989						
<u>Financial Liabilities</u>													
Payables	-				-	-	-						
Other liabilities	-				-	-	-						
	-				-	-	-						
	649,989				-	649,989	649,989						

COMBAT SPORTS COMMISSION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED 30 JUNE 2017

**Note 25 Financial Instruments - continued**

Liquidity risk and interest rate exposure

The following table details the Commission's interest rate exposure and the contractual maturity analysis of financial assets and financial liabilities. The maturity analysis section includes interest and principal cash flows. The interest rate exposure section analyses only the carrying amounts of each item.  
**Interest rate exposure and maturity analysis of financial assets and financial liabilities**

	Weighted Average Effective Interest Rate %	Carrying Amount \$	Interest rate exposure			Total Nominal Amount \$	Maturity dates							
			Fixed Interest rate \$	Variable Interest rate \$	Non-interest Bearing \$		Up to 1 months \$	1-3 months \$	3-12 months \$	1-5 years \$	More than 5 years \$			
<b>2017</b>														
<u>Financial Assets</u>														
Cash and cash equivalents		699,581			699,581	699,581								
Receivables (a)		-			-	-								
Other current assets		-			-	-								
		699,581	-	-	699,581	699,581								
<u>Financial Liabilities</u>														
Payables		70,966		-	70,966	70,966	70,966							
Other liabilities		86,564		-	86,564	86,564	86,564							
		157,530		-	157,530	157,530	157,530							
<b>2016</b>														
<u>Financial Assets</u>														
Cash and cash equivalents		649,989			649,989	649,989	649,989							
Receivables (a)		-			-	-	-							
Other current assets		-			-	-	-							
		649,989	-	-	649,989	649,989	649,989							

**Note 25 Financial Instruments - continued**

	Weighted Average Effective Interest Rate %	Interest rate exposure				Maturity dates						
		Carrying Amount \$	Fixed Interest rate \$	Variable Interest rate \$	Non-interest Bearing \$	Total Nominal Amount \$	Up to 1 months \$	1-3 months \$	3-12 months \$	1-5 years \$	More than 5 years \$	
<b>2017</b>												
<u>Financial Liabilities</u>												
Payables		77,347			77,347	77,347	77,347					
Other liabilities		83,540			83,540	83,540	83,540					
		160,887			160,887	160,887	160,887					

(a) The amount of receivables excludes the GST recoverable from the ATO (statutory receivable)

Interest rate sensitivity analysis

The Commission is not exposed to interest rate sensitivity.

**Note 26 Remuneration of Auditor**

Remuneration payable to the Auditor General in respect of the audit for the current financial year is as follows:

	2017	2016
	\$	\$
Auditing the accounts, financial statements and key performance indicators	12,700	12,519

**Note 27 Related Bodies**

The Combat Sports Commission has no related bodies.

**Note 28 Affiliated Bodies**

The Combat Sports Commission has no affiliated bodies.



Department of **Local Government,  
Sport and Cultural Industries**  
Combat Sports Commission