

Year ended 30 June 2021

# Financial Statements including Audit Report

Gulgong Bowling & Sporting Club Ltd  
ABN: 68 001 068 417

## PRESIDENT'S REPORT 2021

Dear Members

Another year has come to an end, with COVID very much continuing to be a part of life with outbreaks still occurring. We have been fortunate at this stage to have been able to continue trading whilst other areas are in lockdown. In spite of this the effects can still be seen in all aspects of trading around our town, let's hope everything turns out for the best in the long term.

Gulgong Bowling Club has had another successful year with our loyal members coming along to support us in every way. The strength of our members drives our staff and Directors to deliver the best possible amenities and surrounds we can offer to our town. I cannot say enough for their support and friendly smiles seen as they enjoy themselves.

Thank you to our staff, led by Manager Collen Ryan and Bar Manager Bec Hendry. As always, they have set a very high standard and the staff support them extremely well. Credit goes to our Groundsman Darrin for the very good greens we have to play bowls on, along with Bruce who lends a hand when required.

Special mention goes to our bar staff Alyxe, Jess, Dave, Darrin, Tom, Bec and Colleen and to our cleaning staff Peter and Trish. Thank you very much for your support over the past year.

Also extremely deserving of a special mention is Bec Hendry. Bec has just completed nineteen years of service for our club which is a wonderful achievement. Congratulations Bec on a job very well done.

Thank you to our manager Colleen for keeping everything ticking over in a very challenging environment. Without your leadership I don't know where the club would be today.

I would also like to thank my fellow Directors for all the work they do, without your dedication and commitment to the club it would be extremely difficult for things to continue running so smoothly.

Last but not least I acknowledge Johnny and Apple. Without you and your talented staff at The Lucky Star Bistro the club would not survive. The meals you serve are, in my opinion, the absolute best and this is supported by feedback received regularly from members and guests. Thank you for a great effort from everyone involved.

Our thoughts go out to our departed members and their families.

Wishing you all a Merry Christmas and a prosperous New Year.

H.J. Mobbs  
Chairman

## SECRETARY MANAGER'S REPORT 2021

Once again, the Covid19 Pandemic and the resulting forced shut down of business has been a trying time for us all. With your support The Club has been able to stabilise despite the loss of income, and we have been able to offer continued support to all staff during this trying period.

Our Covid19 restrictions look like staying with us for some time though, and while it is not quite 'business as usual' we are doing the best we can to offer our members as many of your normal weekly social activities as possible. Our region has been relatively clean so far and it is up to us all to continue to follow the guidelines published by NSW Health to protect our community in the only ways available. To that end you will all have noticed that we at the Club have taken all steps to distance, sanitise and ensure we are able to trace all visitors.

We were able to further secure the future of the Club this financial year with the purchase of the residential property at 11 Bulga Street which is currently being leased. Further we are now in the process of adding to our rental portfolio with the purchase of 9 Bulga Street, which should settle early in January.

As you will see in our Financial Statement we have with your support achieved very positive results for the year. Our very loyal staff have all remained on board through their own hardships, and indeed adapted to the changing needs of the Club during these trying times. Their support and loyalty along with the dedication of our Directors and volunteers and of course our members are the driving force behind our every success.

As our members will know Johnny and Apple continued to trade with takeaways only during the shut-down and we thank them for their loyalty and commitment to the Club. Johnny and Apple, along with their staff, are also major contributors to the success of our Club.

The weeks of lost revenue will obviously affect our bottom line this year. I am however pleased to report that even with the works carried out in that time we will still show a profit for 2021. This result is a direct indication of the support and loyalty of our membership, staff and Directors for which we are grateful.

Please consider showing your support of the Staff and Board of Directors by attending the Annual General Meeting in this ***Election*** year.

Colleen Ryan

Secretary/Manager

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

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# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Directors' Report 30 June 2021

The directors present their report on Gulgong Bowling & Sporting Club Ltd for the financial year ended 30 June 2021.

### 1. General information

#### Information on directors

The names of each person who has been a director during the year and to the date of this report are:

John Hilton Mobbs

Experience Over 20 years of experience as Director and Chairman  
Special responsibilities Chairman

Graham Germon

Experience Over 6 years of experience as Director  
Special responsibilities Vice Chairman

Alex Lithgow

Experience 7 years as Director and 20 years as IT experience  
Special responsibilities Vice Chairman

Julie Wood

Experience 6 years as Treasurer at Gulgong Bowling & Sporting Club Ltd.  
Special responsibilities Treasurer

Roger Howard

Experience 5 years as Director at Gulgong Bowling & Sporting Club Ltd.  
Special responsibilities Director

Mary Woolford

Experience 6 years as Director at Gulgong Bowling & Sporting Club Ltd.  
Special responsibilities Bowls Secretary

Colin Ferguson

Experience 5 years as Director of representing Mens Bowls (Resigned on 02/08/2020)  
Special responsibilities Director President of Mens Bowls

Catherine Metcraft

Experience 2 years as Director at Gulgong Bowling & Sporting Club Ltd.  
Senior Administration Assistant in Education Department  
Special responsibilities Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Directors' Report

30 June 2021

### 1. General Information (continued)

#### Principal activities

The principal activity of Gulgong Bowling & Sporting Club Ltd during the financial year was:

- To provide social and sporting facilities to members and guests.
- Continue to support local charities and sporting associations.
- Continue the program of community involvement and support.

#### Short term objectives

The Club's short-term objectives are to:

- To increase revenue streams.
- To provide highest standard of goods, services and facilities.
- Continue a program of maintenance and renovation for the comfort of members and guests.

#### Long term objectives

The Club's long term objectives are to:

- Maintain the reputation for the best bowling greens in the District.
- Develop the land held by the Club to create added income streams.

#### Strategy for achieving the objectives

To achieve these objectives, the Club has adopted the following strategies:

- Building relationship with local sporting organisations.
- Promotion of the Club's facilities.
- Continued renovation and maintenance of Club facilities.
- Increased budgetary controls and measures of efficiency for major expenses including utilities.
- Diligence with service and product reviews.
- Research Grant funding.

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Directors' Report

30 June 2021

### 1. General information (continued)

#### Performance measures

The following measures are used within the Club to monitor performance:

- Monthly board meetings are held with review of financial information including monthly and year to date trading results with comparisons to previous year.
- Review of reports on revenue trends including gaming analysis, profitability measures, wage and overhead costs
- Membership for the financial year was 2021:1,435 (2020: 1,039).
- The company has complied with all Workplace Health and Safety, Employment and Environmental reviews conducted by external regulatory bodies.

#### Members' guarantee

Gulgong Bowling & Sporting Club Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$1 per member towards the company's liabilities subject to the provision of the company's constitution.

At 30 June 2021 the collective liability of members was \$1,420 (2020: \$1,032).

#### Meetings of directors

During the financial year, 8 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
John Hilton Mobbs	8	8
Graham Germon	8	8
Alex Lithgow	8	6
Julie Wood	8	7
Roger Howard	8	7
Mary Woolford	8	7
Catherine Metcraft	8	6

**Gulgong Bowling & Sporting Club Ltd**

ABN: 68 001 068 417

**Directors' Report**

**30 June 2021**

**Auditor's independence declaration**

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the year ended 30 June 2021 has been received and can be found on page 5 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:  .....  
John Hilton Mobbs

Director:  .....  
Graham Germon

Dated this 24 day of NOVEMBER 2021

**Gulgong Bowling & Sporting Club Ltd**

ABN: 68 001 068 417

**Crowe Central West**  
ABN 73 139 862 923  
Audit and Assurance Services

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## Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Gulgong Bowling & Sporting Club Ltd

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**CROWE CENTRAL WEST**

**Gabriel Faponle**  
**Audit Partner**  
**Registered Company Auditor No. 513644**

Dated at Dubbo on the 24th day of November 2021

*Liability limited by a scheme approved under Professional Standards Legislation.*

*The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.*

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## Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2021

		2021	2020
	Note	\$	\$
Total revenue and other income	4	1,646,380	1,188,351
Cost of sales		(266,202)	(215,746)
Employee benefits expense	5	(456,736)	(387,156)
Depreciation and amortisation expense	5	(115,154)	(104,446)
Other expenses	5	(418,543)	(376,022)
<b>Surplus for the year</b>		<b>389,745</b>	104,981
Income tax expense		-	-
<b>Other comprehensive income, net of income tax</b>			
Gain/(Loss) on revaluation of land and buildings		(219,201)	-
<b>Other comprehensive income for the year, net of tax</b>		<b>(219,201)</b>	-
<b>Total comprehensive income for the year</b>		<b>170,544</b>	104,981

The accompanying notes form part of these financial statements.

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Statement of Financial Position As At 30 June 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	6	498,377	367,063
Trade and other receivables	7	2,832	15,302
Inventories	8	15,115	14,545
Other assets	9	8,770	10,940
TOTAL CURRENT ASSETS		<u>525,094</u>	<u>407,850</u>
NON-CURRENT ASSETS			
Property, plant and equipment	10	1,045,182	1,292,955
Investment property		333,685	-
Intangible assets	11	50,000	50,000
TOTAL NON-CURRENT ASSETS		<u>1,428,867</u>	<u>1,342,955</u>
TOTAL ASSETS		<u>1,953,961</u>	<u>1,750,805</u>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	12	99,056	51,611
Borrowings	13	-	4,500
Employee benefits provisions	14	67,205	63,706
TOTAL CURRENT LIABILITIES		<u>166,261</u>	<u>119,817</u>
NON-CURRENT LIABILITIES			
Borrowings	13	28,696	45,411
Employee benefits provisions	14	14,871	11,988
TOTAL NON-CURRENT LIABILITIES		<u>43,567</u>	<u>57,399</u>
TOTAL LIABILITIES		<u>209,828</u>	<u>177,216</u>
NET ASSETS		<u>1,744,133</u>	<u>1,573,589</u>
<b>EQUITY</b>			
Reserves		291,605	510,806
Retained earnings		1,452,528	1,062,783
TOTAL EQUITY		<u>1,744,133</u>	<u>1,573,589</u>

The accompanying notes form part of these financial statements.

## Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

### Statement of Changes in Equity For the Year Ended 30 June 2021

2021

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
<b>Balance at 1 July 2020</b>	<b>1,062,783</b>	<b>510,806</b>	<b>1,573,589</b>
Surplus for the year	389,745	-	389,745
Revaluation increment (decrement)	-	(219,201)	(219,201)
<b>Balance at 30 June 2021</b>	<b>1,452,528</b>	<b>291,605</b>	<b>1,744,133</b>

2020

	Retained Earnings	Asset Revaluation Reserve	Total
	\$	\$	\$
<b>Balance at 1 July 2019</b>	957,802	510,806	1,468,608
Surplus for the year	104,981	-	104,981
<b>Balance at 30 June 2020</b>	<b>1,062,783</b>	<b>510,806</b>	<b>1,573,589</b>

The accompanying notes form part of these financial statements.

## Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

### Statement of Cash Flows For the Year Ended 30 June 2021

	2021	2020
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,831,805	1,294,104
Payments to suppliers and employees	(1,259,725)	(1,091,343)
Interest received	716	2,618
Net cash provided by/(used in) operating activities	16 <u>572,796</u>	<u>205,379</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of non-current assets	<u>(420,267)</u>	(282,366)
Net cash used by investing activities	<u>(420,267)</u>	<u>(282,366)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	<u>(21,215)</u>	37,911
Net cash used by financing activities	<u>(21,215)</u>	37,911
Net increase/(decrease) in cash and cash equivalents held	131,314	(39,076)
Cash and cash equivalents at beginning of year	<u>367,063</u>	406,139
Cash and cash equivalents at end of financial year	6 <u><u>498,377</u></u>	<u><u>367,063</u></u>

The accompanying notes form part of these financial statements.

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Notes to the Financial Statements For the Year Ended 30 June 2021

The financial report covers Gulgong Bowling & Sporting Club Ltd as an individual entity. Gulgong Bowling & Sporting Club Ltd is a not-for-profit company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Gulgong Bowling & Sporting Club Ltd is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

### **New or amended Accounting Standards and Interpretation adopted**

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

### **1 Basis of Preparation**

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Act 2001.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

### **2 Summary of Significant Accounting Policies**

#### **(a) Income Tax**

No provision for income tax has been raised as the company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### **(b) Revenue and other income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the not-for-profit company limited by guarantee and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Revenue from the sale of goods is recognised upon delivery of goods to customers.

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

#### **Sale of goods**

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

# Gulgong Bowling & Sporting Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2021

### 2 Summary of Significant Accounting Policies (continued)

#### (b) Revenue and other income (continued)

##### Interest revenue

Interest is recognised using the effective interest method.

#### (c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of Inventory is determined using the first-in-first-out basis and is net of any rebates and discount received.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

#### (e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment of losses.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

##### Land and buildings

Land and buildings are measured using the revaluation model.

##### Plant and equipment

Plant and equipment are measured using the cost model.

# Gulgong Bowling & Sporting Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2021

### 2 Summary of Significant Accounting Policies (continued)

#### (e) Property, plant and equipment (continued)

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the company, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2.5%
Plant & Equipment	10% - 40%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

#### (f) Investment property

Investment property principally comprises of freehold land and buildings held for long-term rental and capital appreciation. Investment properties are initially recognised at cost, including transaction costs and are subsequently remeasured annually at fair value. Movement in fair value are recognised directly to profit or loss.

Investment properties are derecognised when disposed of or when there is no future economic benefit expected.

Investment properties also include properties under construction for future use as investment properties. These are carried at fair value, or at cost where fair value cannot be reliably determined and the construction is incomplete.

#### (g) Impairment of non-financial assets

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

##### Impairment of Financial Assets

At the end of the reporting period the company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

##### *Financial assets at amortised cost*

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 2 Summary of Significant Accounting Policies (continued)

#### (g) Impairment of non-financial assets (continued)

##### Impairment of Financial Assets (continued)

###### *Available-for-sale financial assets*

A significant or prolonged decline in value of an available-for-sale asset below its cost is objective evidence of impairment, in this case, the cumulative loss that has been recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment. Any subsequent increase in the value of the asset is taken directly to other comprehensive income.

#### (h) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### (i) Employee Benefits

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Employee Benefit Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

### 3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

#### **Key estimates - employee benefits**

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

#### **Key estimates - receivables**

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

# Gulgong Bowling & Sporting Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2021

### 4 Revenue and Other Income

	2021	2020
	\$	\$
- Bar Sales	526,199	429,978
- Poker machine revenue	808,712	547,056
<b>Total operating revenue</b>	<b>1,334,911</b>	977,034
Finance income		
- Interest income	716	2,618
	<b>716</b>	2,618
Other Income		
- GST rebate	17,180	17,180
- Competition revenue	624	3,095
- Raffles income	68,892	40,169
- Subscriptions	19,214	10,914
- Commissions received	55,790	39,375
- Other revenue	149,054	97,968
	<b>310,754</b>	208,700
<b>Total revenue and other income</b>	<b>1,646,380</b>	1,188,351

### 5 Result for the Year

	2021	2020
	\$	\$
- Employee benefits expense	456,736	387,156
- Depreciation and amortisation expense	115,154	104,446
	<b>571,890</b>	491,602

# Gulgong Bowling & Sporting Club Ltd

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## Notes to the Financial Statements

### 5 Result for the Year

The result for the year includes the following specific expenses:

	2021	2020
	\$	\$
Other expenses:		
- Advertising & promotions	105,060	108,689
- Repairs and maintenance	46,491	32,951
- Insurance	24,866	21,388
- Other operating expenses	130,454	123,552
- Entertainment & membership	67,480	47,933
- Utilities	44,190	41,509
<b>Total Other Expenses</b>	<b>418,541</b>	<b>376,022</b>

### 6 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash at bank and in hand	498,377	367,063
<b>Cash at bank and in hand</b>	<b>498,377</b>	<b>367,063</b>

### 7 Trade and Other Receivables

	2021	2020
	\$	\$
Trade receivables	1,046	13,858
Other receivables	1,787	1,444
<b>Total current trade and other receivables</b>	<b>2,833</b>	<b>15,302</b>

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

### 8 Inventories

	2021	2020
	\$	\$
At cost:		
Stock on hand	15,115	14,545
<b>Total inventories</b>	<b>15,115</b>	<b>14,545</b>

# Gulgong Bowling & Sporting Club Ltd

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## Notes to the Financial Statements For the Year Ended 30 June 2021

### 9 Other Assets

	2021	2020
	\$	\$
Prepayments	3,770	5,940
Deposits paid	5,000	5,000
Total other assets	<u>8,770</u>	<u>10,940</u>

### 10 Property, plant and equipment

	2021	2020
	\$	\$
Freehold land		
At independent valuation	174,000	250,000
Total Land	<u>174,000</u>	<u>250,000</u>
Buildings		
At independent valuation	690,847	834,048
Accumulated depreciation	(144,976)	(114,767)
Total buildings	<u>545,871</u>	<u>719,281</u>
Total land and buildings	<u>719,871</u>	<u>969,281</u>
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	1,382,993	1,296,411
Accumulated depreciation	(1,057,682)	(972,737)
Total plant and equipment	<u>325,311</u>	<u>323,674</u>
<b>Total property, plant and equipment</b>	<u><b>1,045,182</b></u>	<u><b>1,292,955</b></u>

#### (a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Plant & Equipment	Total
	\$	\$	\$	\$
<b>Year ended 30 June 2021</b>				
Balance at the beginning of the year	250,000	719,281	323,674	1,292,955
Additions	-	-	86,582	86,582
Depreciation expense	-	(30,209)	(84,945)	(115,154)
Revaluation decrease	(76,000)	(143,201)	-	(219,201)
<b>Balance at the end of the year</b>	<u><b>174,000</b></u>	<u><b>545,871</b></u>	<u><b>325,311</b></u>	<u><b>1,045,182</b></u>

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 10 Property, plant and equipment

#### (a) Movements in Carrying Amounts (continued)

	Land	Buildings	Plant & Equipment	Total
	\$	\$	\$	\$
<b>Year ended 30 June 2020</b>				
Balance at the beginning of the year	250,000	649,202	265,834	1,165,036
Additions	-	97,438	134,924	232,362
Depreciation Expense	-	(27,359)	(77,084)	(104,443)
<b>Balance at the end of the year</b>	<b>250,000</b>	<b>719,281</b>	<b>323,674</b>	<b>1,292,955</b>

#### Revaluation of Land and Building

All revaluations were conducted in accordance with the revaluation policy. On 29 April 2021, an independent valuer conducted the revaluation of land and building.

A revaluation decrement of \$76,000 for land was debited to the Asset Revaluation Reserve by asset class and included in the equity section of the Statement of Financial Position.

A revaluation decrement of \$143,201 for buildings was debited to the Asset Revaluation Reserve by asset class and included in the equity section of the Statement of Financial Position.

### 11 Intangible Assets

	2021	2020
	\$	\$
Poker machine licenses		
Cost	50,000	50,000
<b>Total Intangibles</b>	<b>50,000</b>	<b>50,000</b>

### 12 Trade and Other Payables

	2021	2020
	\$	\$
Trade payables	67,385	21,272
Sundry payables and Accrued Expenses	31,671	30,339
	<b>99,056</b>	<b>51,611</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

## Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

### Notes to the Financial Statements For the Year Ended 30 June 2021

#### 13 Borrowings

	2021	2020
	\$	\$
CURRENT		
Other financial liabilities	-	4,500
	<u>-</u>	<u>4,500</u>
NON CURRENT		
Hire Purchase Liability	28,696	45,411
<b>Total current borrowings</b>	<b><u>28,696</u></b>	<b><u>49,911</u></b>

#### 14 Employee Benefit Provisions

	2021	2020
	\$	\$
CURRENT		
Annual leave provision	50,611	48,035
Long service leave provision	16,594	15,671
	<u>67,205</u>	<u>63,706</u>
NON-CURRENT		
Employee benefits provisions	14,871	11,988
	<u>14,871</u>	<u>11,988</u>

#### 15 Contingencies

In the opinion of the Director, the company did not have any contingencies at 30 June 2021 (30 June 2020: None).

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 16 Cash Flow Information

#### (a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2021	2020
	\$	\$
Surplus for the year	389,745	104,981
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	115,154	104,446
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	12,470	260
- (increase)/decrease in other assets	2,170	1,939
- (increase)/decrease in inventories	(570)	12,266
- increase/(decrease) in trade and other payables	49,071	(19,767)
- increase/(decrease) in accruals	(1,627)	990
- increase/(decrease) in provisions	6,382	264
Cashflows from operations	<u>572,796</u>	<u>205,379</u>

### 17 Events after the end of the Reporting Period

An offer was made to the Club to purchase a residential property at 9 Bulga Street, Gulgong in September 2021. The Club accepted the offer and is looking for mortgage to fund the purchase of this investment property.

Apart from this, no other matter or circumstances has arisen since 30 June 2021 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the

## **Gulgong Bowling & Sporting Club Ltd**

ABN: 68 001 068 417

### **Notes to the Financial Statements For the Year Ended 30 June 2021**

#### **18 Company Details**

The registered office and principal place of business of the association is:

Gulgong Bowling & Sporting Club Ltd  
Tallawang Road  
GULGONG NSW 2852

# Gulgong Bowling & Sporting Club Ltd

ABN: 68 001 068 417

## Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 6 to 20, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 June 2021 and of the performance for the year ended on that date of the company.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director .....



John Hilton Mobbs

Director .....



Graham Germon

Dated this 24<sup>TH</sup> day of NOVEMBER 2021

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GULGONG BOWLING & SPORTING CLUB LTD**

**ABN: 68 001 068 417**

### **Opinion**

We have audited the financial report of Gulgong Bowling & Sporting Club Ltd (the Company), which comprises the statement of financial position sheet as at 30 June 2021, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report of the Company is prepared, in all material respects, in accordance with *Corporations Act 2001*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2021 and of its financial performance for the year ended that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and *Corporation Regulations 2001*.

### **Basis for Opinion**

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Information**

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2021 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

*Liability limited by a scheme approved under Professional Standards Legislation.*

*The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.*

*Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central West, an affiliate of Findex (Aust) Pty Ltd.*

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of the Directors for the Financial Report**

The directors of the Company are responsible for the preparation of the financial report in accordance with Australian Accounting Standards – (Reduced Disclosure Requirement) and Corporations Act 2001 and for such internal control as directors determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, directors is responsible for assessing the Company'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 directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

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

- Identify and assess the risks of material misstatement of the financial report, 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 our 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, misrepresentation, 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of the responsible entity'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 registered entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Crowe Central West*

**CROWE CENTRAL WEST**



**Gabriel Faponle**  
**Audit Partner**  
**Registered Company Auditor No. 513644**

Dated at Dubbo on the 24th day of November 2021