

# **CLUB TUMUT**

## **BOARD OF DIRECTORS FOR 2022 - 2023**

### **CHAIRPERSON**

Jon Baker

### **VICE CHAIRPERSON**

Stephen Poole

### **DIRECTORS**

Maureen Dowling

Peter Hawken

Philip Hodges

Richard McAlister

Rav Reddy (Resigned 19/7/2022)

### **CHIEF EXECUTIVE OFFICER**

Jarrad Rossiter

### **AUDITORS**

Adams Kenneally White & Co

### **SOLICITORS**

Allan R. Kelly

### **LIFE MEMBERS**

Gloria Hartshorn

Neil Hartshorn

Colin Stubbs

Kenneth Thomas

Beryl Piper

Graeme Jennings (RSL Club)



**NOTICE TO MEMBERS  
CLUB TUMUT  
ABN 62 001 001 074**

Notice is hereby given that the fiftieth Annual General Meeting of Club Tumut will be held at the Company's Registered Office, 24 – 30 Richmond Street, Tumut, on Sunday 24 September 2023 at 11.30am.

**AGENDA**

1. Chairman's welcome;
2. Confirmation of the minutes of the 2022 Annual General Meeting;
3. Consideration of the Annual Report, Balance Sheet and Statement of Accounts;
4. To elect Directors for the ensuing year, who shall constitute the Board of Management of the Club;
5. Nomination for Life Membership
6. Business of which due notice has been given;
7. Appointment of the Auditor; and
8. General discussions and recommendations to the Board of Directors but no decisions shall be taken in relation to such business.

JARRAD ROSSITER

CHIEF EXECUTIVE OFFICER

**ANNUAL SUBSCRIPTIONS BECAME DUE ON 31 MAY 2023**

Total number of members 2,044

**NOTICE**

**SECTION 41H REGISTERED CLUBS ACT 2006**

**FINANCIAL REPORTING REQUIREMENTS**

In accordance with Section 41H of the Registered Clubs Amendment Act 2006, financial reporting requirements in relation to Directors and key personnel, the Secretary's Register is available for viewing by members at the office upon written request.

# **CLUB TUMUT**

## **NOTES TO MEMBERS**

1. Section 41J (2) of the Registered Clubs Act requires the annual report to specify the Core Property and Non Core Property of the Club as at the end of the financial year to which the report relates.

### **2. Core Property;**

Is any real property owned or occupied that comprises;

- a. The defined premises of the Club; or
- b. Any facility provided by the Club for the use of its members and their guests; or
- c. Any other property declared by a resolution passed by the majority of members present at a General Meeting of Ordinary members of the Club to be Core Property of the Club.

### **3. Non Core Property;**

Is any other property other than that referred to above as Core Property and any property which is declared by the members at a General Meeting of Ordinary members of the Club not to be Core Property.

4. The significance of the distinction between the two is that the Club cannot dispose of any Core Property unless;
  - a. The property has been valued by a registered valuer within the meaning of the Valuers Act 2003;
  - b. The disposal has been approved at a General Meeting of Ordinary members of the Club at which the majority of the votes cast support the approval; and
  - c. Any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.

The disposal provisions and what constitutes a disposal for the purpose of Section 41J are to some extent modified by regulations made under the Registered Clubs Act and by Section 41J itself.

Example, the requirements in paragraph 4 do not apply to:

- a. Core Property that is being leased or licensed for a period not exceeding 10 years on terms that have been the subject of a valuation by a registered valuer; and
- b. Core Property that is leased or licensed to a telecommunications provider for the purpose of a telecommunication tower.

#### **DEFINITION OF CORE PROPERTY**

- Defined space of the Clubhouse (building);
- Greens 1, 2 and 3
- Top Clubhouse
- Greenkeepers shed, barbecue area and toilet block
- Richmond Street carpark, carport and shed

#### **DEFINITION OF NON CORE PROPERTY**

Is any other property other than that referred to above as Core Property and any property which is declared by the members at a General Meeting of Ordinary members of the Club not to be Core Property.

## **CLUB TUMUT CHAIRPERSON'S REPORT**

It is my pleasure to present my first annual report to members. It was an honour to be elected by my fellow Directors to be Chair of the Board and also Chair of the Finance Committee.

Firstly, I would like to offer the Club's sincere condolences to the families of the members who have passed away during the last year.

My thanks go to C.E.O. Jarrad and his staff for the excellent effort they put in to keep our Club operating smoothly. To the bar staff, door attendants, courtesy bus drivers, greenkeepers, cleaners and numerous volunteers, thank you all. To Amy, Jimmy and their staff, thank you for the lovely meals, it draws a lot of visitors and many functions to our Club.

To all bowling and social members, thank you for your contribution to our success, without you the Club would find it nearly impossible to continue to flourish.

Financially, the Club is in a strong position and has performed well under the duress of ever-changing rules and regulations imposed upon it, posting a profit for this financial year of \$89k. There will be comprehensive details of the financials in the A.G.M. booklet and C.E.O.'s Report.

One piece of unsettling news is that the indecision of the State Government over the purchase of the Crown Land that the Club sits on has now been decided and unfortunately we are unable to acquire the land due to legislative provisions.

To my fellow Directors, who give their time freely for the betterment of the Club, thank you for your continued support, especially Maureen who has decided to step down this year, for your dedicated years of service.

We look forward to a prosperous 2023 / 2024.

Jon Baker  
Chairperson

## **CLUB TUMUT CHIEF EXECUTIVE OFFICER'S REPORT**

It's with pleasure that I submit my report for the 2022 – 2023 financial year. After a challenging twelve months we have continued to maintain a sound financial footing, ensuring the Club's future viability in a trying environment.

With an increase of 11% to costs of operations of the Company during the financial year, a result of increases in areas such as sponsorships, insurance, contract cleaning, poker and members promotions, the Club's financial position remains positive with a profit of \$89,000.00. This is primarily driven by notable increases in various revenue streams including bar sales with a 47% growth (\$75,000.00), while the coffee shop, Keno and TAB also showing positive outcomes. On the other hand, gaming income experienced a 2% decrease in net takings after an 8% increase in turnover, mainly due to the high volatility of today's gaming machines. The positive outcome has allowed the Club to stay well in advance of its ANZ borrowings, which I'm proud to say has since been paid out in full, four [4] years ahead of schedule.

Cashflow and controlling debt have been well managed, with thanks to the administration team of Karyn and Jodie, placing the Club in a healthy position moving forward. With looming gaming reforms, this will be the next challenge forced upon us by the Government, in an already heavily regulated industry.

As with previous years, the Board and Management have identified areas for further improvements to the Club's facilities. These include the much-needed renovation completed to the ladies toilet facilities in the bistro, cool room upgrade, stage one of the installation of a boundary fence and office equipment including telephone system, photocopier and tills. A budget provision has been allocated for the coming financial year for new furniture, air conditioning and gaming floor upgrades as part of the Club's strategic plan. Community support remained strong with donations, sponsorships and in-kind support totalling over \$70,000.00, and not forgetting our loyal members with bar, coffee shop and bistro discounts, entertainment, cash, bonanza and members draws over \$105,000.00.

I would like to thank all the Directors for their time and continued commitment in their responsibility in maintaining good governance and direction of the Club over the last twelve months. I would also like to acknowledge the contribution of volunteers, in particular, Merle Stockwell, for her contribution to bowls and Steve Longobardi for his time and knowledge in turning around the misfortunes our turf green. Also Phil Hodges and Greens Director Peter Hawken, and all those associated in giving up their time helping out with catering and barbecues.

Our staff also deserve special recognition for the manner in which they have performed their duties over the past year. The friendly, professional and positive attitude of all our staff, along with a clean and well-maintained clubhouse was the subject of many favourable comments.

In closing, I would like to thank Club members for their continued patronage and welcome any new members to the Board of Directors.

Jarrad Rossiter  
Chief Executive Officer

## **CLUB TUMUT BOWLING CLUB REPORT**

This year has seen big changes coming from the top with Bowls NSW changing the playing year from a calendar year to a financial year, which took a while for a lot of us to get our heads around. A big thanks to Rick McAlister for his continued support and guidance during this transition. Also to Steve Poole and Mandy Shoard for the many hours spent compiling the bowls program for 2022 / 2023 and beyond.

To the members of our Bowling Club committee, a huge thank you for the time and effort you have spent in guiding our club through the past year, without you, this club would not function.

A special thank you to Mandy and Mel (radio / paper) who have put in timeless hours for many years keeping our members and community informed with all the latest bowls news and happenings around the club.

Our greenkeeper Phil, greens advisor Steve Longobardi and all those volunteer, thanks for your great work keeping the greens and surrounds looking so good.

To all our Club Champions and those bowlers who represented the club at District, Zone and State level, well done.

Pennant selectors Geoff, Michael and Adam, thanks for your time and effort in selecting teams, this is never an easy task.

On the tournament front, tournaments were well supported from near and far with positive feedback on how smoothly they ran. A credit to the administration team of Jarrad, Karyn and Jodie. Thank you Maureen for your assistance on the table and keeping everything under control. To our great support team of breakfast cooks and servers, hotpot makers, barbecue chefs, you know who you are – exceptional job and thank you.

To Merle Stockwell, who consistently attracts good numbers for Super Sunday Bowls, thank you for your support and keeping us all active on Sunday mornings.

Peter Hawken  
President

## **CLUB TUMUT NOTICE OF RESOLUTIONS**

### **FIRST RESOLUTION**

That approval is given to a budget provision of an annual sum (not exceeding \$30,000.00) to meet such of the following expenses of the Club that may be approved by the Board of Director's from time to time.

- i. Presentations to members (other than in form of money) or to other persons to acknowledge services which in the opinion of the Director's were of benefit to the Club;
- ii. Sponsorship by payment of money or provision of benefits to such sporting events, sports persons or community organisations which in the opinion of Director's will be of benefit to the Club or the community;
- iii. The reasonable cost of meal and beverages for each Director or Senior Management Officer's at an appropriate time before or after a Board or Committee meeting and which is incurred on the day of that meeting;
- iv. Reasonable expenses incurred by a Director either within the Club or elsewhere in relation to duties of a Director, including the entertainment of special guests of the Club in relation to Club business and such other promotional activities as may be approved by the Board; and
- v. Reasonable expenditure of food and refreshments for Director's and Senior Management Officer's in entertaining guests of the Club in the Club dining rooms, where such expenditure is reasonable and properly incurred in the course of that Director's or Senior Management Officer's Club duties.

The Board of Director's shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorising payment.

Items one (i) and two (ii) are inserted to meet the disclosure requirements of the Registered Clubs Act and the Corporation Law. They formalise items of expenditure which have been shown for some years in the Club's Annual Accounts under various headings and which were previously approved by members on adoption of accounts.

Items three (iii), four (iv) and five (v) need not be included in the resolution as the Act allows those resolutions to be approved by the Board, but the Director's would prefer to inform members clearly of the type of expenses that may be approved by the Board and adoption of this resolution will confirm and set an upper limit on the amount to be expended.

### **SECOND RESOLUTION**

That approval is given to a budget provision of an annual sum (not exceeding \$30,000.00) to be used for such professional developments and education of Director's, the Chief Executive Officer or any other employee of the Club as shall be approved by the Board of Director's from time to time.

- i. The reasonable cost (including to cost of meals, accommodation and travel) of selected Director's attending the Clubs NSW meetings, the meetings of other associations of which the Club is a member, as well as educational industry meetings;
- ii. The cost of selected Director's attending formal functions to represent the Club (including but not limited to functions and dinners conducted by Clubs NSW in conjunction with its Annual General Meeting) and the cost associated with the attendance of Director's spouses' at any such function, where the attendance is expected or required;



## **CLUB TUMUT NOTICE OF RESOLUTIONS**

- iii. Costs of, and incidental to, Director's fact finding and information tours including, but not limited to, seminars, trade displays, lectures, organised study tours and other like events as may be approved by the Board from time to time;
- iv. Attendance of selected Director's at gaming conferences and other educational or business related activities on behalf of the Club; and
- v. Such other reasonable out of pocket expenses incurred by the Chief Executive Officer, an employee or Director of the Club in the course of carrying out their duties in relation to the Club.

The Board of Director's shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorised payment.

The Second Resolution is also not strictly necessary under the Act as all the specified expenditure can be approved by the Board of Director's without reference to a General Meeting of members. However, once more, the Director's would like to set out clearly for the benefit of the members, the type of expenditure being incurred to ensure that Director's keep up to date with current club industry developments and that the Club is represented by selected Director's and employees at various meetings of associations of which the Club is a member.

The adoption of this resolution by members will confirm and set an upper limit on the amount to be expended.

### **THIRD RESOLUTION**

That the following honorariums be paid to: Chairperson (\$2,000.00), Vice Chairperson (\$1,000.00) and Directors {five [5] positions (\$500.00 each)} in respect of his / her services, such sums to be paid quarterly in arrears.

### **FOURTH RESOLUTION**

It was resolved to propose to nominate Adams Kenneally White & Co to be appointed as auditor of the Company from the conclusion of the next Annual General Meeting.

### **NOTE TO MEMBERS**

- i. Each resolution must be passed as a whole and cannot be amended by a motion from the floor of the meeting or divided into separate resolutions;
- ii. To be passed, each resolution must receive votes in favour from not less than a simple majority of those members who, being entitled to do so, vote in person at the meeting; and
- iii. The payment and benefits referred to in resolutions one [1] to three [3] are not available to members generally, but to those who are Director's of the Club.

# Club Tumut

## Table of contents

For the year ended 31 May 2023

Directors' report . . . . .11

Statement of profit or loss and other comprehensive income . . . . .15

Statement of financial position . . . . .16

Statement of changes in equity . . . . .17

Statement of cash flows . . . . .18

Notes to the financial statements . . . . .19

Directors' declaration . . . . .40

Detailed profit or loss statement . . . . .41

The directors present their report on Club Tumut for the financial year ended 31 May 2023.

### Information on directors

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

J Baker

M Dowling

R McAlister

P Hawken

P Hodges

S Poole

R Reddy (ceased 19 July 2022)

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

Name	Position	Qualifications and experience	Directors meeting attendance	Finance Committee meeting attendance
J Baker	Chairperson, Finance Committee Chair	Supervisor	12 of 14	11 of 12
M Dowling	Director, Finance Committee	Retired	14 of 14	12 of 12
R McAlister	Director, Finance Committee	Retired	13 of 14	12 of 12
P Hawken	Director	Supervisor	11 of 14	N/a
P Hodges	Director	Retired	12 of 14	N/a
S Poole	Director	Aged Care Worker	13 of 14	N/a
R Reddy	Director	Teacher	0 of 1	N/a

### Principal activities

The principal activity of Club Tumut during the financial year was fostering and promoting the spirit of lawn bowls, holding competitions and the conduct of a Registered Club.

### Strategies

The Club utilises revenue from trading activities and adopts current licensed club industry practices to meet the Company's objectives.

No significant changes in the nature of the Company's activity occurred during the financial year.

### Operating results

The profit/(loss) of the Company after providing for income tax amounted to \$89,080 (2022: \$163,134)

### Liability of Members

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstanding obligations of the entity. At 31 May 2023 the number of members was 2,059 (2022: 2,008).

### Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

### Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

### Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

### Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

### Key Performance Measures

The Club measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the Club and whether the Club's objectives are being achieved.

Key measures utilised to monitor performance include the following:

- Quality of service and facilities provided to members
- Ability to generate strong cash flows from operating activities
- Trading and overall financial results
- Stability of the Statement of Financial Performance with respect to the Company's liquidity.

### Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Club Tumut.

### Objectives

The Company's objectives are to provide bowling, social and entertainment facilities for members. Specific objectives include the following:

- The Club will maintain a stable level of membership with strong engagement with the local community.
- The Board will regularly monitor membership levels, customer satisfaction and participation in Club events.
- The Board will monitor the ongoing financial viability of the Company.
- The Board will manage the finances of the Company to enable the Club to support local charity and sporting organisations.
- The Board will ensure management continue to provide entertainment and promotional activities for the enjoyment of members.
- The Board will ensure the Company has appropriate governance and risk management strategies in place, including, but not limited to ensuring the appropriate level of training is provided to Board and Staff members and that the Company is complying with applicable legislation.

Signed in accordance with a resolution of the Board of directors.



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J Baker  
Chair

Dated:


**AUDITORS INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE  
CORPORATIONS ACT 2001 TO THE DIRECTORS OF  
TUMUT BOWLING & RECREATION CLUB LIMITED**

I declare that, to the best of my knowledge and belief, during the year ended 31 May 2023, 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.



ADAMS KENNEALLY WHITE & CO.

  
**Carolyn Rosetta-Walsh**  
 Partner  
 Tumut  
 31 August 2023

**ADAMS KENNEALLY WHITE & CO**  
 CHARTERED ACCOUNTANTS  
 ABN 48 035 849 620

**ASSOCIATES**  
 B Wood CA  
 S Mandaglio CA  
 A Davis CA  
 D Simmonds B Ag Eco

**PARTNERS**  
 M Wakeling CA  
 G Obst FCA  
 J Debono CA  
 A Manton CA  
 C Rosetta-Walsh CA  
 R Fry CA  
 J McLaren AFFILIATE CA  
 Z Morden-Jones AFFILIATE CA

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<b>TUMUT</b>	02 6947 6947
<b>GRIFFITH</b>	02 6962 6199
<b>GUNDAGAI</b>	02 6944 1522
<b>NARRANDERA</b>	02 6937 7900
<b>LAKE CARGELLIGO</b>	02 6898 1102
<b>LEETON</b>	02 6937 7900
<b>HENTY</b>	02 6929 3204
<b>BATLOW</b>	02 6937 7900

  
**CHARTERED ACCOUNTANTS**  
 AUSTRALIA • NEW ZEALAND  
*Liability limited by a scheme  
 approved under Professional  
 Standards Legislation.*

# Club Tumut

## Statement of profit or loss and other comprehensive income For the year ended 31 May 2023

	Note	2023 \$	2022 \$
<b>Revenue</b>	<b>5</b>		
Revenue from contracts with customers		1,873,673	1,732,671
Revenue from other sources		28,024	68,646
<b>Total Revenue</b>		<b>1,901,697</b>	<b>1,801,317</b>
Cost of sales		(332,323)	(260,953)
<b>Gross profit</b>		<b>1,569,374</b>	<b>1,540,364</b>
Finance income	6	4,737	216
Other income	5	197,679	159,753
<b>Administrative expenses</b>			
Administrative expenses		(37,428)	(38,812)
Employee benefit expenses		(645,179)	(610,067)
<b>Total Administrative expenses</b>		<b>(682,607)</b>	<b>(648,879)</b>
Poker machine maintenance & taxes		(132,530)	(129,409)
Finance expenses	6	(25,535)	(22,610)
Marketing expenses		(14,383)	(8,534)
Occupancy costs		(184,872)	(127,055)
Restructuring cost		(4,180)	(4,239)
<b>Other expenses</b>			
Other expenses		(205,964)	(163,706)
Depreciation expenses		(202,236)	(241,551)
<b>Total Other expenses</b>		<b>(408,200)</b>	<b>(405,257)</b>
<b>Other Club expenses</b>			
Directors expenses		(3,575)	(2,706)
Members promotions		(103,752)	(92,130)
Bowling club expenses: Men's, Women's & tournaments		(20,067)	(14,599)
Entertainment expenses		(82,217)	(64,080)
Sundry Club expenses		(20,792)	(17,701)
<b>Total Other Club expenses</b>		<b>(230,403)</b>	<b>(191,216)</b>
<b>Profit (loss) before income taxes</b>		<b>89,080</b>	<b>163,134</b>
Income tax		-	-
<b>Profit (loss) from continuing operations</b>		<b>89,080</b>	<b>163,134</b>
<b>Profit (loss) for the year</b>		<b>89,080</b>	<b>163,134</b>
<b>Total comprehensive income for the year</b>		<b>89,080</b>	<b>163,134</b>

The accompanying notes form part of these financial statements.

# Club Tumut

## Statement of financial position

As at 31 May 2023

	Note	2023 \$	2022 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	8	814,996	886,304
Inventories		25,236	20,503
Prepayments		77,125	91,145
<b>Total current assets</b>		<b>917,357</b>	<b>997,952</b>
<b>Non-current assets</b>			
Property, plant and equipment	9	2,762,223	2,793,894
Right-of-use assets	10	27,860	-
<b>Total non-current assets</b>		<b>2,790,083</b>	<b>2,793,894</b>
<b>Total assets</b>		<b>3,707,440</b>	<b>3,791,846</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	11	93,201	80,272
Current tax liabilities	16	9,432	39,191
Borrowings	12	94,600	87,688
Employee benefits	15	147,781	130,056
Provisions	14	8,246	9,015
Lease liabilities	10	5,618	-
Other liabilities	13	20,156	27,537
<b>Total current liabilities</b>		<b>379,034</b>	<b>373,759</b>
<b>Non-current liabilities</b>			
Borrowings	12	72,675	278,215
Employee benefits	15	6,905	3,898
Lease liabilities	10	23,772	-
<b>Total non-current liabilities</b>		<b>103,352</b>	<b>282,113</b>
<b>Total liabilities</b>		<b>482,386</b>	<b>655,872</b>
<b>Net assets</b>		<b>3,225,054</b>	<b>3,135,974</b>
<b>Equity</b>			
Retained earnings		3,225,054	3,135,974

The accompanying notes form part of these financial statements.



# Club Tumut

## Statement of changes in equity For the year ended 31 May 2023

2022	Retained earnings	Total	Total equity
	\$	\$	\$
Opening balance	2,972,840	2,972,840	2,972,840
Profit for the year	163,134	163,134	163,134
<b>Closing balance</b>	<b>3,135,974</b>	<b>3,135,974</b>	<b>3,135,974</b>

2023	Retained earnings	Total	Total equity
	\$	\$	\$
Opening balance	3,135,974	3,135,974	3,135,974
Profit for the year	89,080	89,080	89,080
<b>Closing balance</b>	<b>3,225,054</b>	<b>3,225,054</b>	<b>3,225,054</b>

The accompanying notes form part of these financial statements.

# Club Tumut

## Statement of cash flows

For the year ended 31 May 2023

	2023	2022
	\$	\$
<b>Cash flows from operating activities:</b>		
Receipts from customers	2,269,506	2,119,114
Payments to suppliers and employees	(1,975,699)	(1,820,836)
Interest received	4,737	216
Interest paid	(19,597)	(17,706)
<b>Net cash flows from/(used in) operating activities</b>	<b>278,947</b>	<b>280,788</b>
<b>Cash flows from investing activities:</b>		
Proceeds from sale of plant and equipment	31,443	21,586
Purchase of property, plant and equipment	(177,635)	(121,997)
<b>Net cash provided by/(used in) investing activities</b>	<b>(146,192)</b>	<b>(100,411)</b>
<b>Cash flows from financing activities:</b>		
Repayment of borrowings	(198,628)	(118,544)
Repayment of lease liabilities	(5,435)	-
<b>Net cash provided by/(used in) financing activities</b>	<b>(204,063)</b>	<b>(118,544)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(71,308)</b>	<b>61,833</b>
Cash and cash equivalents at beginning of year	886,304	824,471
<b>Cash and cash equivalents at end of financial year</b>	<b>814,996</b>	<b>886,304</b>

The accompanying notes form part of these financial statements.

### 1. Introduction

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

The functional and presentation currency of Club Tumut is Australian dollars.

The principal activities of the Company for the year ended 31 May 2023 were fostering and promoting the spirit of lawn bowls, holding competitions and the conduct of a Registered Club.

The financial report was authorised for issue by the Directors on 27 July 2023.

Comparatives are consistent with prior years, unless otherwise stated.

The Company is an entity to which ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 applies and, accordingly amounts in the financial statements and directors' report have been rounded to the nearest dollar.

### 2. Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures 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.

**3. Summary of significant accounting policies****a. Revenue****i. Revenue from contracts with customers**

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Generally, the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as the only category of revenue that has more than 12 months between receipt of funds and satisfaction of performance obligations, is the three-year membership subscriptions, and these are not considered to be material to the financial statements.

**ii. Specific revenue streams**

The revenue recognition policies for the principal revenue streams of the Company are:

**Sale of goods**

Revenue from the sale of goods is recognised upon the delivery of the goods to customers as this is deemed to be the point in time when risk and reward are transferred and there is no longer any control or ownership over the goods.

**Poker machine revenue**

Poker machine revenue is recognised upon the receipt of poker machine takings, net of the payment of winnings.

**Subscription revenue**

Subscription revenue is brought to account in the year for which it relates. membership subscriptions received in advance incurs an obligation for the Company to honour the terms and conditions of membership for the term of the membership. This represents a constructive obligation to provide all benefits associated with membership to the members. As such, memberships in advance are treated and recognised on the statement of financial position as a liability, until the anniversary date of the memberships.

**Interest revenue**

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax.

**iii. Other income**

Other income is recognised on an accruals basis when the Company is entitled to it.

### **b. Borrowing costs**

All borrowing costs are recognised as an expense in the period in which they are incurred.

### **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. Cash and cash equivalents**

Cash and cash equivalents comprises 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.

### **e. 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 discounts received. 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.

### **f. 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.

#### **i. Land and buildings**

Land and buildings are measured using the cost model.

#### **ii. Plant and equipment**

Plant and equipment are measured using the cost model.

#### **iii. Depreciation**

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

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Buildings	40 years
Plant and equipment	1-10 years
Office equipment	1-10 years
Furniture, fixtures and fittings	5-10 years
Car park freehold land	N/a

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.

When an asset is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

## g. Leases

At inception of a contract, the Company assesses whether a lease exists.

### i. Lessee accounting

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

The Company has chosen not to apply AASB 16 to leases of intangible assets.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

*Exceptions to lease accounting*

The Company has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Company recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

**h. Impairment of non-financial assets**

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

**i. Provisions**

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.

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. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the unwinding of the discount is taken to finance costs in the statement of profit or loss and other comprehensive income.

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

**j. Employee benefits**

Provision is made for the Company's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

**i. Defined contribution schemes**

Obligations for contributions to defined contribution superannuation plans are recognised as an employee benefit expense in profit or loss in the periods in which services are provided by employees.

**k. Financial instruments**

Financial instruments are recognised initially 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).

**i. Financial assets**

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

*Classification*

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)
- fair value through other comprehensive income - debt investments (FVOCI - debt)

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.



### *Amortised cost*

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

### *Impairment of financial assets*

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost
- debt investments measured at FVOCI.

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

### **ii. Financial liabilities**

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and lease liabilities.

**I. Adoption of new and revised accounting standards**

The Company has adopted all standards which became effective for the first time at 31 May 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

**m. New accounting standards and interpretations**

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards.

The following table summarises those future requirements, and their impact on the Company where the standard is relevant:

Standard name	Effective date for entity	Impact
AASV 17 - Insurance Contracts	1 January 2023	Nil - as the Company does not engage in underwriting of insurance contracts

#### 4. Critical accounting estimates and judgements

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.

##### **a. Key estimates - impairment of property, plant and equipment**

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

##### **b. Key estimates - inventory**

Each item of inventory is reviewed on an annual basis to determine whether it is being carried at higher than its net realisable value. During the year, management will write down inventory based on best estimate of the net realisable value, although until the time that inventory is sold this is an estimate.

##### **c. Key estimates - provisions**

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.

##### **d. Key judgments - lease classification**

The Company is a party to a lease arrangement with the NSW Department of Land and Water Conservation, in relation to a block of land. A right-of-use asset has been recognised for the lease, along with a corresponding lease liability. The right-of-use asset will be depreciated over the life of the lease. The lease liability will be repaid in accordance with the repayment terms of the lease agreement. Interest has been charged on the lease liability at the incremental borrowing rate, as per the NSW Treasury Website.

5. Revenue and other income

a. Revenue from continuing operations

	2023	2022
	\$	\$
<b>Revenue from contracts with customers</b>		
<b>Sale of goods</b>		
Bar Sales - Liquid	697,163	551,986
Bar Sales - Other	567	647
Coffee Shop Sales	31,500	27,048
<b>Total Sale of goods</b>	729,230	579,681
Member subscriptions	18,102	17,093
Other revenue from contracts with customers	1,126,341	1,135,897
	1,873,673	1,732,671
<b>Revenue from other sources</b>		
<b>Promotions</b>		
Housie	9,824	7,838
Raffles	6,205	5,416
<b>Total Promotions</b>	16,029	13,254
<b>Government revenue (including grants)</b>		
<b>State government</b>		
NSW Covid Grant / BNSW Grant	10,000	53,728
<b>Total Government revenue (including grants)</b>	10,000	53,728
Other revenue from other sources	1,995	1,664
	28,024	68,646
	1,901,697	1,801,317

# Club Tumut

## Notes to the financial statements

For the year ended 31 May 2023

### b. Other income

	2023	2022
	\$	\$
Bowling club income: Men's & Women's	22,000	23,700
<b>Commissions</b>		
Confectionary Commission	766	-
Amusement Commission	1,668	878
ATM Commission	19,062	13,052
Keno Commission	44,485	44,032
TAB Commission	5,848	3,603
TAB / SKY Rebate	7,534	4,790
<b>Total Commissions</b>	<b>79,363</b>	<b>66,355</b>
Sponsorship	6,996	5,339
<b>Rental income</b>		
<b>Rental income</b>		
Room & Equipment Hire	25,866	6,232
Rent - Kitchen	2,400	2,400
<b>Total Rental income</b>	<b>28,266</b>	<b>8,632</b>
<b>Green fees, tournaments, events</b>		
Greens Fees - Bowls	16,064	18,244
Bowls Tournaments & Events	14,218	10,251
Green Fees - Croquet	2,713	3,516
<b>Total Green fees, tournaments, events</b>	<b>32,995</b>	<b>32,011</b>
<b>Total Rental income</b>	<b>61,261</b>	<b>40,643</b>
Net gain on disposal	24,374	21,586
Other income	3,685	2,130
	<b>197,679</b>	<b>159,753</b>

Club Tumut

Notes to the financial statements  
For the year ended 31 May 2023

c. Government grants and other assistance

	2023	2022
	\$	\$
State government		
Grants	10,000	53,728
	10,000	53,728

In the 2022-23 financial year, the Club received a sporting grant from NSW Office of Sport.

**6. Finance income and expenses**

<b>Finance income</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Interest income</b>		
Other interest income	4,737	216
	4,737	216
<b>Finance expenses</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Interest expense	19,597	17,706
Other finance expenses - bank fees	5,938	4,904
	25,535	22,610

**7. Auditor's remuneration**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Remuneration of the auditor of the Company, Adams Kenneally White &amp; Co, for:</b>		
Auditing the financial statements	11,812	11,750

The auditor of the Company for the years ended 31 May 2022 and 31 May 2023 was Adams Kenneally White & Co.

**8. Cash and cash equivalents**

**a. Cash and cash equivalent details**

	2023	2022
	\$	\$
Cash at bank	219,294	179,674
Cash on hand	100,000	100,000
Short-term deposits	495,702	606,630
	814,996	886,304

**b. Reconciliation of cash**

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

	2023	2022
	\$	\$
Cash and cash equivalents	814,996	886,304



## 9. Property, plant and equipment

## a. Property, plant and equipment details

Summary	2023	2022
	\$	\$
Buildings	2,258,494	2,330,689
<b>Plant and equipment</b>		
Plant and Equipment	1,664,736	1,840,286
Less Provision for Depreciation - Property, Plant and Equipment	(1,297,967)	(1,498,618)
<b>Total Plant and equipment</b>	366,769	341,668
Office equipment	12,756	260
<b>Furniture, fixtures and fittings</b>		
Club Furn & Fittings at Cost	567,217	547,397
Less Provision for Depreciation - Club Furn & Fittings	(483,130)	(466,237)
<b>Total Furniture, fixtures and fittings</b>	84,087	81,160
Car park	40,117	40,117
	2,762,223	2,793,894

## Movement in PPE

	Buildings	Plant and equipment	Office equipment	Furniture, fixtures and fittings	Car park freehold land	Input
2022	\$	\$	\$	\$	\$	\$
At cost	2,440,419	323,825	2,379	106,708	40,117	2,913,448
Additions	-	102,631	-	19,366	-	121,997
Depreciation	(109,730)	(84,788)	(2,119)	(44,914)	-	(241,551)
Carrying amount 31 May 2022	2,330,689	341,668	260	81,160	40,117	2,793,894

2023	Buildings \$	Plant and equipment \$	Office equipment \$	Furniture, fixtures and fittings \$	Other property, plant and equipment \$	Total \$
As at 31 May 2023	2,258,494	366,769	12,756	84,087	40,117	2,762,223
<b>Closing balance</b>	<b>2,258,494</b>	<b>366,769</b>	<b>12,756</b>	<b>84,087</b>	<b>40,117</b>	<b>2,762,223</b>
<b>As at 31 May 2023</b>						
Opening balance	2,330,689	341,668	260	81,160	40,117	2,793,894
Additions	37,162	94,649	14,382	31,442	-	177,635
Disposals	-	(5,123)	-	(1,946)	-	(7,069)
Depreciation	(109,357)	(64,425)	(1,886)	(26,569)	-	(202,237)
	<b>2,258,494</b>	<b>366,769</b>	<b>12,756</b>	<b>84,087</b>	<b>40,117</b>	<b>2,762,223</b>

#### b. Valuation of property, plant and equipment

Although the Company has elected to record property, plant and equipment on the cost basis, the following valuations of property, plant and equipment have been obtained by the Directors:

- At 26 June 2018, the independence valuation of the carpark freehold land at fair market value was \$180,000.
- At 22 June 2011, the independent valuation for insurance purposes on a replacement cost new basis for the Clubhouse, improvements and associated plant and equipment was \$5,250,000.
- The land associated with the Clubhouse and surrounding grounds is under perpetual lease with NSW Crown Lands. The market value of the land as determined by the valuer-general dated 1 July 2019 was \$171,000.

**10. Leases****a. Company as a lessee**

The Company has a lease over land.

**i. Terms and conditions of leases**

There is a lease in place between the Club and the NSW Department of Land and Water Conservation for land. The arrangement is a 30 year lease term that is due to expire on 31 December 2028. There are no extension options for this lease. The land is currently held in the registered title of the Club.

**ii. Right-of-use assets**

<b>2023</b>	<b>Land</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
Closing balance	27,860	27,860

**iii. Lease liabilities**

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
< 1 year	5,618	-
1 - 6 years	23,772	-
<b>Total undiscounted lease liabilities</b>	<b>29,390</b>	<b>-</b>
Lease liabilities included in the statement of financial position	29,390	-

**iv. Statement of profit or loss and other comprehensive income**

The amounts recognised in the statement of profit or loss and other comprehensive income relating to interest expense on lease liabilities and short-term leases or leases of low value assets are shown below:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Depreciation of right-of-use assets	6,965	-

**11. Trade and other payables**

<b>Current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Trade payables</b>		
Trade Creditors	57,031	38,390
PAYG Payable	9,705	11,035
<b>Total Trade payables</b>	<b>66,736</b>	<b>49,425</b>
GST payable	11,990	16,430
Accrued expenses	14,475	14,417
	<b>93,201</b>	<b>80,272</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

**12. Borrowings**

<b>Current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Secured</b>		
Bank loans	94,600	87,688
<b>Non-current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Secured</b>		
Bank loans	72,675	278,215

**a. Summary of borrowings**

The Company has a loan with ANZ bank. The initial loan facility was approved for \$700,000 repayable over 10 years from the drawdown date.

The ANZ loan is secured by a first registered mortgage over the properties situated at 24-30 Richmond Street Tumut and 25 Richmond Street Tumut. In addition there is a specific security agreement over a term deposit for the amount of \$100,000 on an ongoing basis.

**b. Defaults and breaches**

During the current and prior year, there were no defaults or breaches on any of the loans.

**c. Fair value measurement**

The Company measures borrowings at fair value on a recurring basis.

**13. Other liabilities**

<b>Current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Other liabilities</b>		
Payments in Advance	-	6,819
Subscriptions in Advance	20,156	20,718
<b>Total Other liabilities</b>	<b>20,156</b>	<b>27,537</b>
	<b>20,156</b>	<b>27,537</b>

**14. Provisions****a. Provision details**

<b>Current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Provision for Members bonus points	8,246	9,015

**15. Employee benefits****a. Employee benefit details**

<b>Current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Long service leave	57,192	59,861
Annual leave	90,589	70,195
	<b>147,781</b>	<b>130,056</b>
<b>Non-current</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Long service leave	6,905	3,898

**16. Tax assets and liabilities****a. Tax assets and liabilities details**

Current tax liabilities	2023	2022
	\$	\$
<b>Other current tax liabilities</b>		
Poker Machine Taxation	9,432	39,191
	9,432	39,191

**17. Financial risk management**

Financial assets	2023	2022
	\$	\$
<b>Held at amortised cost</b>		
Cash and cash equivalents	814,996	886,304
	814,996	886,304

**18. Contingencies**

In the opinion of the Directors, the Company did not have any contingencies at 2023 (2022: None).

**19. Related parties****a. The Company's main related parties are as follows:**

- Directors, director related entities and their close family members

The remuneration paid to key management personnel of the Company is \$112,030 (2022: \$109,187).

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

**b. Transactions with related parties**

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Director, Phil Hodge has been engaged by the Club as a contract green keeper. During the year ended 31 May 2023 he received \$436.36 as payment for services rendered.

## 20. Cash flow information

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

	2023	2022
	\$	\$
Profit for the year	89,080	163,134
<b>Add / (less) non-cash items:</b>		
(Profit) / loss on sale of assets	(24,374)	(21,586)
<b>Depreciation and amortisation</b>		
Depreciation expenses	202,236	241,551
Depreciation of right-of-use assets	6,965	-
	209,201	241,551
<b>Changes in assets and liabilities:</b>		
(increase) / decrease in receivables	-	418
(increase) / decrease in inventories	(4,733)	863
(increase) / decrease in other assets	14,020	(14,530)
increase / (decrease) in payables	12,929	(85,721)
increase / (decrease) in tax provision	(29,759)	6,327
increase / (decrease) in employee benefits	20,596	(15,257)
increase / (decrease) in other liabilities	(7,381)	6,222
increase / (decrease) in provisions	(632)	(633)
<b>Cash flows from operations</b>	<b>278,947</b>	<b>280,788</b>

## 21. Events occurring after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

## 22. Statutory information

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

Club Tumut  
24-30 Richmond St  
Tumut NSW Australia  
2720

## Club Tumut

### Directors' declaration

The directors of the Company declare that:

The financial statements and notes for the year ended 31 May 2023 are in accordance with the *Corporations Act 2001* and:

- comply with Australian Accounting Standards - Simplified Disclosures; and
- give a true and fair view of the financial position as at 31 May 2023 and of the performance for the year ended on that date of the Company.

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 with the continuing support of creditors.

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



J Baker  
Chair

Dated:



**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF**  
**TUMUT BOWLING & RECREATION CLUB LIMITED**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the accompanying financial report, being a general-purpose financial report of Tumut Bowling and Recreation Club Limited (the Entity), which comprises the statement of financial position as at 31 May 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements and the directors' declaration.

In our opinion, the accompanying financial report of the Entity for the year ended 31 May 2023 is prepared, in all material respects, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Entity's financial position as at 31 May 2023 and of its performance for the year ended then ended; and
- (b) complying with Australian Accounting Standards and the *Corporations 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 auditor independence requirements of the *Corporations Act 2001* and 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 ethical 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**

The directors are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 31 May 2023, but does not include the financial report and our auditor's report thereon.

**ADAMS KENNEALLY WHITE & CO**  
CHARTERED ACCOUNTANTS  
ABN 48 035 849 620

**ASSOCIATES**  
B Wood CA  
S Mandaglio CA  
A Davis CA  
D Simmonds B Ag Eco

**PARTNERS**  
M Wakeling CA  
G Obst FCA  
J Debono CA  
A Manton CA  
C Rosetta-Walsh CA  
R Fry CA  
J McLaren AFFILIATE CA  
J Morden-Jones AFFILIATE CA

**WAGGA WAGGA**  
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GRIFFITH 02 6947 6947  
02 6962 6199  
GUNDAGAI 02 6944 1522  
NARRANDERA 02 6937 7900  
LAKE CARGELLIGO 02 6898 1102  
LEETON 02 6937 7900  
HENTY 02 6929 3204  
BATLOW 02 6937 7900

  
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Liability limited by a scheme  
approved under Professional  
Standards Legislation.

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

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 Management and Those Charged with Governance**

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Entity'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 management either intends to liquidate the Entity 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 the 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 this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



**Carolyn Rosetta-Walsh**  
**Partner**  
**ADAMS KENNEALLY WHITE & CO**  
**31 August 2023**  
**Tumut**

## DISCLAIMER ON SUPPLEMENTARY INFORMATION

The additional financial information included with this annual report, being the Detailed Trading and Profit and Loss Statement, does not form part of the audited General Purpose Financial Statements – Simplified Disclosures.

Our statutory audit covers the amounts and disclosures included in the General Purpose Financial Statements – Simplified Disclosures and is not expected or required to cover the details of the descriptive classification of income and expenditure amounts shown in the Detailed Trading and Profit and Loss Statement. While the books and records from which the Detailed Trading and Profit and Loss Statement have been prepared have been subjected to the audit procedures applied in our statutory audit of the Company for the year ended 31 May 2023, we do not express an opinion on the Detailed Trading and Profit and Loss Statement and no warranty of accuracy or reliability is given in respect of the additional financial information contained in that statement.

In accordance with our firm's policy, we advise that neither the Firm nor any member or employee of the Firm undertakes responsibility arising in any way whatsoever to any person (other than the company) in respect of such additional financial information, including any errors or omissions therein, arising through negligence or otherwise however caused.

Dated: 31 August 2023 at Tumut NSW

### ADAMS KENNEALLY WHITE & CO.

Carolyn Rosetta-Walsh  
Partner

*Doc ref 927881\_1*

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# Club Tumut

## Detailed profit or loss statement For the year ended 31 May 2023

Description	2023	2022
	\$	\$
<b>Detail profit or loss</b>		
<b>Profit</b>		
<b>Sale of goods</b>		
Bar Sales - Liquid	697,163	551,986
Bar Sales - Other	567	647
Coffee Shop Sales	31,500	27,048
<b>Total Sale of goods</b>	<b>729,230</b>	<b>579,681</b>
Member subscriptions	18,102	17,093
Other revenue from contracts with customers	1,126,341	1,135,897
<b>Fundraising</b>		
Housie	9,824	7,838
Raffles	6,205	5,416
<b>Total Fundraising</b>	<b>16,029</b>	<b>13,254</b>
<b>Government revenue (including grants)</b>		
<b>State government</b>		
NSW Covid Grant / BNSW Grant	10,000	53,728
<b>Total Government revenue (including grants)</b>	<b>10,000</b>	<b>53,728</b>
Other revenue from other sources	1,995	1,664
Cost of Sales - Bar	(324,611)	(254,628)
Cost of Sales - Coffee Shop	(7,712)	(6,325)
<b>Gross profit</b>	<b>1,569,374</b>	<b>1,540,364</b>
Interest income	4,737	216
<b>Bowling Club</b>		
Mens Bowling Club	22,000	23,500
Womens Bowling Club	-	200
<b>Total Bowling Club</b>	<b>22,000</b>	<b>23,700</b>
<b>Commissions</b>		
Confectionary Commission	766	-
Amusement Commission	1,668	878
ATM Commission	19,062	13,052
Keno Commission	44,485	44,032
TAB Commission	5,848	3,603
TAB / SKY Rebate	7,534	4,790
<b>Total Commissions</b>	<b>79,363</b>	<b>66,355</b>
Sponsorship	6,996	5,339
<b>Rental income</b>		
<b>Rental income</b>		
Room & Equipment Hire	25,866	6,232

# Club Tumut

## Detailed profit or loss statement For the year ended 31 May 2023

Rent - Kitchen	2,400	2,400
<b>Total Rental income</b>	<b>28,266</b>	<b>8,632</b>
<b>Bowling fees, tournaments and events</b>		
Greens Fees - Bowls	16,064	18,244
Bowls Tournaments & Events	14,218	10,251
Green Fees - Croquet	2,713	3,516
<b>Total bowling fees, tournaments and events income</b>	<b>32,995</b>	<b>32,011</b>
<b>Total Rental &amp; Bowling Fees income</b>	<b>61,261</b>	<b>40,643</b>
Net gain on disposal	24,374	21,586
Other income	3,685	2,130
Auditor's remuneration	(11,812)	(11,750)
<b>Other administrative expenses</b>		
Professional Service Fees	-	(240)
Printing & Stationary	(7,148)	(5,330)
Compliance	(269)	(2,429)
Computer Expenses	(6,252)	(3,424)
Postage	(5,211)	(5,870)
Telephone	(6,736)	(9,769)
<b>Total Other administrative expenses</b>	<b>(25,616)</b>	<b>(27,062)</b>
<b>Salary and wage expenses</b>		
Bar Wages	(227,187)	(224,415)
Gaming Wages	(53,880)	(56,412)
Coffee Shop Wages	(7,477)	(7,596)
Bus Wages	(10,636)	(8,978)
Administration Wages	(215,841)	(195,589)
Doorman Wages	(17,377)	(23,355)
Cleaning Wages	(7,047)	(30,209)
Greens Wages	(9,025)	(9,195)
<b>Total Salary and wage expenses</b>	<b>(548,470)</b>	<b>(555,749)</b>
Superannuation contributions	(61,401)	(57,571)
Workers compensation	(14,577)	(12,004)
<b>Other employee benefit expenses</b>		
Provision for Long Service Leave	(337)	5,288
Provision for Annual Leave	(20,394)	9,969
<b>Total Other employee benefit expenses</b>	<b>(20,731)</b>	<b>15,257</b>
<b>Poker machine expenses</b>		
Hoppers - Change in Value	146	(2,080)
Poker Machine Taxation	(61,851)	(64,148)
Poker Machine Maintenance	(40,059)	(31,357)
C.M.S Expenses	(28,337)	(25,539)
P.M Authorisations	(1,429)	(785)

## Club Tumut

### Detailed profit or loss statement For the year ended 31 May 2023

Poker Machine Conversions	(1,000)	(5,500)
<b>Total Poker Machine expenses</b>	<b>(132,530)</b>	<b>(129,409)</b>
Interest expense	(18,182)	(17,706)
Interest expense on lease liability	(1,415)	-
Bank fees	(5,938)	(4,904)
Advertising	(14,383)	(8,534)
Rent - Crown Lands	(8,773)	(13,264)
<b>Repairs and maintenance</b>		
Repairs and maintenance	(18,399)	(14,737)
Greens Maintenance & Expenses	(11,685)	(13,166)
Contract Greens	(818)	-
<b>Total Repairs and maintenance</b>	<b>(30,902)</b>	<b>(27,903)</b>
<b>Other occupancy costs</b>		
Electricity / Gas	(50,554)	(48,672)
Cleaning / Laundry / Garbage	(13,645)	(13,979)
Contract Cleaning	(57,431)	(4,839)
Rates & Water	(20,102)	(16,629)
Security	(2,256)	(960)
Raw Water	(1,209)	(809)
<b>Total Other occupancy costs</b>	<b>(145,197)</b>	<b>(85,888)</b>
Restructuring cost	(4,180)	(4,239)
Depreciation expenses	(202,236)	(241,551)
Depreciation of right-of-use assets	(6,965)	-
Insurance	(86,288)	(74,421)
Donations	(14,225)	(14,332)
Entertainment	(31,108)	(30,885)
<b>Motor vehicles expenses</b>		
Club Vehicles	(2,913)	(2,480)
Petrol / Diesel	(3,143)	(1,974)
<b>Total Motor vehicles expenses</b>	<b>(6,056)</b>	<b>(4,454)</b>
Coffee Shop expenses	(1,781)	(1,143)
Sponsorship expenses	(45,063)	(28,332)
<b>Other expenses</b>		
Courtesy Bus	(7,018)	(3,416)
Discrepancies	685	(353)
CEO Expenses	(1,070)	(1,209)
Catering	(519)	(189)
Bonus Points - Redeemed	(1,334)	(809)
Staff / Directors uniforms	(3,366)	(1,251)
Staff / Directors Training	(495)	(2,055)
Workplace Health & Safety	(1,361)	(857)

## Club Tumut

### Detailed profit or loss statement For the year ended 31 May 2023

<b>Total Other expenses</b>	(14,478)	(10,139)
Directors expenses	(3,575)	(2,706)
<b>Members Promotions expenses</b>		
Members Promotions	(104,522)	(92,760)
Bonus Points - Provision	770	630
<b>Total Members Promotions expenses</b>	(103,752)	(92,130)
<b>Bowling Club expenses</b>		
Bowls Tournaments & Events	(13,225)	(6,810)
Bowling Club	(6,842)	(3,289)
Womens Bowling Club	-	(4,500)
<b>Total Bowling Club expenses</b>	(20,067)	(14,599)
<b>Other Gaming expenses</b>		
Housie	(23,870)	(22,683)
Keno	(4,033)	(3,096)
Tab Expenses	(5,091)	(3,306)
Sky Channel	(10,893)	(6,957)
Raffles	(8,937)	(9,988)
Poker	(29,393)	(18,050)
<b>Total Other Gaming expenses</b>	(82,217)	(64,080)
<b>Sundry Club expenses</b>		
Kitchen	(3,375)	(3,438)
Licences / Subscriptions	(17,417)	(14,263)
<b>Total Sundry Club expenses</b>	(20,792)	(17,701)
<b>Profit(loss) before income taxes</b>	89,080	163,134

## **CLUB TUMUT SPONSORS**

Club Tumut would like to sincerely thank all those who have sponsored our Bowls Tournaments, Super Sunday Mixed Bowls, Bowls Score Cards and Coasters, your support is appreciated.

### **B.C.I.B.**

**Beavan's Funeral Home  
Coca-Cola Australia Pty Ltd  
Commercial Hotel  
Franklin Butchery  
PRD Real Estate Tumut  
Ray White Real Estate Tumut  
Star Hotel  
Tooheys Pty Ltd  
Tumut Dental Clinic  
Tumut Mitre 10**



## **CLUB TUMUT SPONSORSHIPS**

Club Tumut has proudly sponsored the following organisations:

**Bowlie Bears**

**Club Tumut – Bowls Tournaments**

**Tumut Basketball Association**

**Tumut Campdraft Association**

**Tumut Minor Rugby League – 2022 Season**

**Tumut Netball Association**

**Tumut Rugby League Football Club – 2022 Season**

**Tumut Rugby League Football Club – 2023 Season**

**Tumut Turf Club**

**Wyangle Cricket Club**

## **CLUB TUMUT DONATIONS**

Club Tumut has proudly donated to the following organisations:

**Blakeney Lodge**  
**1st Tumut Scout Group**  
**Brungle Memorial Hall**  
**Can Assist Tumut**  
**Disaster Relief Australia**  
**Franklin Public School**  
**Home Start Family Services – Club GRANTS**  
**Jade Weir**  
**Little Wings – Club GRANTS**  
**McAuley Catholic Central School**  
**Snowy Valleys School**  
**Southern Highlands Legacy Group**  
**Steps for Snowy Valleys**  
**Tumut High School**  
**Tumut Show Society**  
**Wyangle Cricket Club**  
**Youth Three Sixty**