

**ADELONG SERVICES AND CITIZENS
AND BOWLING CLUB LIMITED**

**FINANCIAL STATEMENTS
AS AT
31 DECEMBER 2019**

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
ABN: 18 001 011 865
DIRECTORS' REPORT

Your Directors submit their report on the financial accounts of the Company for the year ended 31 December 2019.

DIRECTORS

The names of Directors in office during the year were:

Michael Neyland	Bertha Susanne May Hockey
Peter David Branch	Matt Neyland
Gregory Radley	Kim Leanne Kendall
John Beattie (Appointed 14/4/2019)	Nerida Maher (Appointed 14/4/2019)
Troy Anthony McDonald (Appointed 14/4/2019)	

Directors have been in office the full year unless stated above.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the year remained unchanged and was to conduct the business of a registered club and other recreational activities for members.

OPERATING RESULT

The result of operations for the year was a loss of \$8,578 (2018 loss of \$65,516).

REVIEW OF OPERATIONS

The company will continue to pursue its policy of providing facilities for the recreation of its members and providing the company is successful in containing costs the Directors are confident that profits will be obtained.

STATE OF AFFAIRS

On 23rd March 2020 the Club was required to immediately shutdown all services as part of the Commonwealth Government's COVID-19 response (a federal mandate issued to all Australian registered Clubs). The Directors are confident the once restrictions are lifted, trading will return to normal.

In the opinion of the Directors there were no other significant changes in the state of affairs of the company that occurred during the financial year under review not otherwise disclosed in this report or the accounts.

LIKELY DEVELOPMENTS

At the date of this report there were no likely developments in the operations of the Company which would cause material change to future operations of the Company.

EVENTS SUBSEQUENT TO BALANCE DATE

There has not arisen in the interval between the end of the financial year and the date of this report, any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the company, to affect significantly the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years, other than those listed at Note 15.

SHORT AND LONG TERM OBJECTIVES

The short and long term objectives of the Club is to continue to maintain the facility for the benefit of its members.

KEY PERFORMANCE INDICATORS

The Club monitors key performance indicators against industry standards and internal expectations. The indicators are both financial and non-financial with the results presented for Director's discussion.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED

ABN: 18 001 011 865

DIRECTORS' REPORT

DIRECTORS DETAILS

Name	Occupation	Years Experience	Meeting Attendances
Michael Neyland	Assistant Ranger	29	12/12
Peter David Branch	Mill Operator	18	9/12
Gregory Radley	Storeman	12	10/12
Troy Anthony McDonald	Yardsperson	8	7/8
Kim Leanne Kendall	Home Duties	10	4/12
Bertha Susanne May Hockey	Retired	9	12/12
Matt Neyland	Mechanic	6	11/12
John Beattie	Retired	1	8/8
Nerida Maher	Pharmacy Assistant	1	7/8

DIRECTORS' BENEFITS

Since the end of the previous financial year, no Director of the Company has received or become entitled to receive a benefit, other than a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the accounts, or the fixed salary of a full time employee of the Company or a related body corporate, by reason of a contract made by the Company or a related body corporate with the Director or with a firm of which he/she is a member, or with a company in which he/she has a substantial financial interest other than as indicated in Note 12.

INDEMNIFYING OFFICERS OR AUDITOR

During or since the end of the financial year the Company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

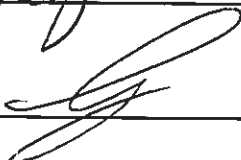
The Company has during the financial year, in respect of the Directors and officers of the Company, paid a premium in respect of a contract insuring against a liability incurred as Directors and officers of the Company for the costs or expenses to defend legal proceedings.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

Signed in accordance with a resolution of the Board of Directors


_____, Director


_____, Director

Dated this 1st day of April 2020

**AUDITORS' INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED**

As lead auditor for the review of the Adelong Services and Citizens and Bowling Club Limited for the year ended 31 December 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review and
- (b) No contraventions of any applicable code of professional conduct in relation to the review.

John L. Bush & Campbell

JOHN L BUSH & CAMPBELL
Chartered Accountants

DR

David Rosetta
Partner

Wagga Wagga
1 April 2020

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 \$	2018 \$
Revenues from ordinary activities	2	685,207	634,233
Bar costs		(102,074)	(99,225)
Operating expenses		(106,258)	(106,871)
Employee expenses		(270,931)	(269,832)
Repairs and maintenance		(43,775)	(49,390)
Insurance expenses		(39,862)	(39,812)
Depreciation		(97,409)	(98,362)
Other expenses from ordinary activities		(33,476)	(36,256)
Profit/(loss) from ordinary activities before income tax expense		(8,578)	(65,516)
Income tax expense relating to ordinary activities	1	-	-
Other comprehensive income for the year		-	-
Total comprehensive income		(8,578)	(65,516)

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the financial statements.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and cash equivalents	4	337,951	276,739
Inventories	5	15,896	14,396
Trade and other receivables	6	19,057	684
TOTAL CURRENT ASSETS		372,904	291,819
NON-CURRENT ASSETS			
Investments	7	15,000	15,000
Property plant and equipment	8	448,931	501,049
TOTAL NON-CURRENT ASSETS		463,931	516,049
TOTAL ASSETS		836,835	807,868
CURRENT LIABILITIES			
Trade and other payables	9	94,410	37,182
Provisions	10	54,899	49,766
Borrowings	11	23,782	24,816
TOTAL CURRENT LIABILITIES		173,091	111,764
NON-CURRENT LIABILITIES			
Borrowings	11	7,238	31,020
TOTAL NON-CURRENT LIABILITIES		7,238	31,020
TOTAL LIABILITIES		180,329	142,784
NET ASSETS		656,506	665,084
EQUITY			
Retained earnings		656,506	665,084
TOTAL EQUITY		656,506	665,084

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the financial statements.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
STATEMENT OF CHANGES IN EQUITY
AS AT 31 DECEMBER 2019

	2019	2018
	\$	\$
Retained earnings at 1 January	665,084	730,600
Net profit / (loss) from ordinary activities	(8,578)	(65,516)
Retained earnings at 31 December	<u>656,506</u>	<u>665,084</u>
Total equity	<u><u>656,506</u></u>	<u><u>665,084</u></u>

The Statement of Changes in Equity is to be read in conjunction with the notes to and forming part of the financial statements.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

	NOTE	2019 \$	2018 \$
CASHFLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and members		666,834	637,437
Payments to suppliers and employees		(532,596)	(577,661)
Net Cash provided by (used in) operating activities	13	<u>134,238</u>	<u>59,776</u>
CASHFLOWS FROM INVESTING ACTIVITIES			
Payments for Property, plant & equipment		(48,210)	(82,559)
Net cash provided by (used in) investing		<u>(48,210)</u>	<u>(82,559)</u>
CASHFLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(24,816)	(17,578)
Proceeds from borrowings		-	37,224
Net cash provided by (used in) financing		<u>(24,816)</u>	<u>19,646</u>
Net Increase/(Decrease) in cash held		61,212	(3,137)
Cash at beginning of financial year		<u>276,739</u>	<u>279,876</u>
Cash at end of financial year	14	<u>337,951</u>	<u>276,739</u>

The Statement of Cash Flows is to be read in conjunction with the notes to and forming part of the financial statements.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED

A.B.N. 18 001 011 865

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards – Reduced Disclosure Regime, and comply with other requirements of the law.

The financial report is for Adelong Services and Citizens and Bowling Club Limited as an individual entity, incorporated and domiciled in Australia. Adelong Services and Citizens and Bowling Club Limited is a company limited by guarantee.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs. It does not take into account changing money values or, except where stated, current valuations of non current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Accounting Policies

(a) Revenue

The Company applies AASB 15 for recognising revenue. Revenue is recorded as the amount of the transaction price that is allocated to the performance obligation, excluding any amounts of variable consideration, when the performance obligation has been satisfied. All revenue is stated net of the amount of goods and services tax (GST). The Company has the following specific policies for when the performance obligations have been met:

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

Poker machine revenue is recognised when received.

Interest revenue and distribution of income from investments is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Income from accommodation is recognised on a daily basis, this is deemed to be inline with the performance obligation.

Grant revenue is recognised in the income statement when it is controlled. When there are conditions attached to grant revenue relating to the use of those grants for a specific purpose, it is recognised in the statement of financial position as a liability until such conditions are met or services provided.

(b) Property, Plant and Equipment

Property, plant and equipment is carried at cost less, where applicable, accumulated depreciation and impairment losses.

The depreciable amount of all fixed assets including building, but excluding freehold land, is depreciated on a straight-line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use.

Applicable rates are as follows:

<i>Class</i>	<i>Depreciation Rate</i>
Land	Nil
Building	2.50%
Plant & Equipment	5-25%

(c) Inventories

Inventories are measured at the lower of cost and current replacement cost. Inventories acquired at no cost, or for nominal consideration are valued at the current replacement cost as at the date of acquisition. At year end goods for resale of \$15,896 were held.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

(d) Cash and cash equivalents

Cash and cash equivalents include cash on hand; deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts are shown as a financial liability in the Statement of Financial Position.

(e) Employee Benefits

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on costs.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

(f) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

(g) Income tax

The mutuality principle has been applied to the calculation of the company's income tax. The club has estimated that the assessable proportion of mutual income represented by results of trading attributable to non members of the club is to be 17%. The calculation has resulted in nil income tax payable.

(h) New Accounting standards adopted during the year

AASB 15 Revenue from Contracts with Customers

AASB 15 took effect for the company on 1 January 2019, replacing AASB 118 which details the recognition of revenue. Under the new standard revenue is recognised when specific performance obligations are met. The adoption of this standard has not had a material effect on the recognition of revenue for the Company.

AASB 16 Leases

AASB 16 took effect for the company on 1 January 2019, replacing AASB 117. The new standard removes the distinction between operating and finance leases, consequently the majority of leases will be recognised on the balance sheet. Under the new standard, an asset (the right to use the leased item) and a financial liability to for future rental payments are recognised. This standard did not have a material impact on the operations of the company.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
NOTE 2 - REVENUE		
Bar sales	182,483	176,160
Poker Machines Revenue	335,010	308,448
Keno	8,255	7,140
Poker Machine Rebate	17,180	17,180
Caravan Park Rentals	91,852	88,678
Interest	2,656	2,991
Membership	4,409	5,455
Insurance Recoveries	24,111	-
Sundry Income	19,251	28,181
	685,207	634,233
NOTE 3 - SIGNIFICANT ITEMS		
Operating profit has been determined after the following items:		
Income		
Insurance Recoveries	24,111	-
Expenditure		
Depreciation	97,409	98,362
NOTE 4 - CASH AND CASH EQUIVALENTS		
Cash on hand	26,000	26,000
Bank Accounts	174,610	116,170
Term Deposits	137,341	134,569
	337,951	276,739
NOTE 5 - INVENTORIES		
Stock on Hand	15,896	14,396
NOTE 6 - TRADE AND OTHER RECEIVABLES		
Trade Debtors	18,705	127
Interest Receivable	352	557
	19,057	684
NOTE 7 - INVESTMENTS		
Shares Adelong & District F.S. - at cost	15,000	15,000
	15,000	15,000

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
NOTE 8 - PROPERTY PLANT & EQUIPMENT		
Land - at deemed cost (core)	115,090	115,090
Buildings - at deemed cost (core)	477,099	477,099
Less Accumulated Depreciation	<u>(387,299)</u>	<u>(374,674)</u>
	<u>89,800</u>	<u>102,425</u>
Plant, Equipment & Furniture - At Cost	1,436,157	1,387,947
Less Accumulated Depreciation	<u>(1,192,116)</u>	<u>(1,104,413)</u>
	<u>244,041</u>	<u>283,534</u>
	<u>448,931</u>	<u>501,049</u>

i) 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.

Buildings

Balance at the beginning of the year	102,425	111,582
Additions	-	3,468
Depreciation	<u>(12,625)</u>	<u>(12,625)</u>
Carrying amount at the end of the year	<u>89,800</u>	<u>102,425</u>

Plant and Equipment

Balance at the beginning of the year	283,534	295,518
Additions	48,210	79,091
Disposal	(2,919)	(5,338)
Depreciation	<u>(84,784)</u>	<u>(85,737)</u>
Carrying amount at the end of the year	<u>244,041</u>	<u>283,534</u>

NOTE 9 - TRADE AND OTHER PAYABLES

Current

Trade Creditors	13,267	11,330
Funding in Advance	52,280	-
PAYG & Superannuation Payable	16,208	23,146
GST Clearing Account	<u>12,655</u>	<u>2,706</u>
	<u>94,410</u>	<u>37,182</u>

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

	2019	2018
	\$	\$
NOTE 10 - PROVISIONS		
Provision for Long Service Leave	47,930	43,806
Provision for Annual Leave	6,969	5,960
	54,899	49,766
NOTE 11 - BORROWINGS		
Current		
Poker Machine Finance	23,782	24,816
	23,782	24,816
Non-current		
Poker Machine Finance	7,238	31,020
	7,238	31,020

NOTE 12 - RELATED PARTY INFORMATION

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

Director related Transactions

- Julie Neyland received payments through wages during the year, who is related to Michael Neyland.
- Kerrie McDonald received payments through wages during the year, who is related to Troy McDonald.

ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED

A.B.N. 18 001 011 865

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
	\$	\$
NOTE 13 - CASH FLOW INFORMATION		
Operating Profit/(Loss) after tax	(8,578)	(65,516)
<u>Non-cash flows in operating activities</u>		
Depreciation	97,409	98,362
Loss on Disposal of assets	2,919	5,338
<u>Changes in assets and liabilities</u>		
(Increase)/Decrease in receivables	(18,373)	3,204
(Increase)/Decrease in inventories	(1,500)	2,061
Increase/(Decrease) in creditors & accruals	57,228	12,111
Increase/(Decrease) in provisions	5,133	4,216
Net cash inflow from operating activities	<u>134,238</u>	<u>59,776</u>

NOTE 14 - RECONCILIATION OF CASH

The cash figure as shown in the statement of cash flows is reconciled to cash as at the end of the financial year as disclosed in the statement of financial position as follows:

Cash & cash equivalents (Note 4)	337,951	276,739
	<u>337,951</u>	<u>276,739</u>

NOTE 15 - SUBSEQUENT EVENTS

On 23rd March 2020 the Club was required to immediately shutdown all services as part of the Commonwealth Government's COVID-19 response (a federal mandate issued to all Australian registered Clubs).


At the date of this report it is not possible to accurately estimate the duration or potential financial impact of this shutdown.


ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED
A.B.N. 18 001 011 865
DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes attached are in accordance with the Corporations Act 2001;
 - a. Comply with Accounting Standards as detailed in Note 1 to the financial statements and the Corporations Act 2001; and
 - b. Give a true and fair view of the Company's financial position as at 31 December 2019 and of its performance for the year ended on that date.
2. In the opinion of the Directors, 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 and is signed for and on behalf of the Directors by:


_____, Director


_____, Director

Dated at Adelong this 1st Day of April 2020

**INDEPENDENT AUDITORS REVIEW REPORT
TO THE MEMBERS OF:
ADELONG SERVICES AND CITIZENS AND BOWLING CLUB LIMITED**

Report on the Financial Report

We have reviewed the accompanying financial report of Adelong Services and Citizens and Bowling Club Limited, which comprises the statement of financial position as at 31 December 2019 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Directors' declaration.

Directors' Responsibility for the Financial Report

The Directors of the Company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review.

We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001, was provided to the Directors of the Adelong Services and Citizens and Bowling Club Limited, on the same date as at the date of this auditor's review report.

Emphasis of Matter

As disclosed in Note 15, the Club has been required to temporarily cease trading due to COVID-19. The impact of this shutdown can not be accurately measured at this date.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of the Adelong Services and Citizens and Bowling Club Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) Giving a true and fair view of the Company's financial position as at 31 December 2019 and of their performance for the year ended on that date; and
- (b) Complying with Australian Accounting Standards – Reduced Disclosure Regime and the Corporations Regulations 2001.

John L. Bush & Campbell.
JOHN L BUSH & CAMPBELL
Chartered Accountants



David Rosetta
Partner

Dated in Wagga Wagga this 1st day of April 2020