

Echunga Golf Club Inc

Financial Statements

For the Year Ended 30 June 2019

Echunga Golf Club Inc

Contents

For the Year Ended 30 June 2019

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Echunga Golf Club Inc

Committee's Report

30 June 2019

The committee members submit the financial report of the Association for the financial year ended 30 June 2019.

1. General information

Committee members

The names of committee members throughout the year and at the date of this report are:

R D'Alessandro - President	E Burt
S Nailer - Vice President	R Jones
B Kidd - Secretary	R Yeates
B Slack	S Maddern
C Button	J David-Smith
R Eibisch (ceased Oct 2018)	S Skibinski (ceased Oct 2018)
B Walter (ceased Jan 2019)	P Anderson (ceased Oct 2018)
H Griffin (ceased Oct 2018)	

Principal activities

The principal activities of the Association during the financial year were:

Golf Club Operations.

Significant changes

No significant change in the nature of these activities occurred during the year.

Benefits as a result of contracts

During the financial year, there were no benefits received or entitled to be received as a result of a contract between an officer, firm or body corporate and the Association.

Payments and other benefits

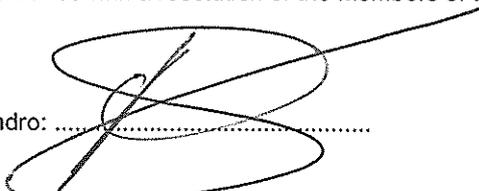
No payments or benefits of a pecuniary value were received by any officers of the Association during the financial year.

2. Operating results and review of operations for the year

Operating result

The profit of the Association for the financial year after providing for income tax amounted to \$ (5,473)(2018: \$ (44,431)).

Signed in accordance with a resolution of the Members of the Committee:

Ray D'Alessandro: 

Jarrad David-Smith: 

Dated this Nineteenth day of OCTOBER 2019

Echunga Golf Club Inc

Statement of Profit or Loss

For the Year Ended 30 June 2019

	2019	2018
Note	\$	\$
Income		
Sale of goods	206,458	196,018
Provision of services	440,817	417,338
Rental income	27,384	29,376
Interest received	814	931
Other income	24,204	20,411
	<u>699,677</u>	<u>664,074</u>
Expenditure		
Administration	5,325	5,377
Auditors remuneration	3,750	4,150
Advertising	970	1,064
Bank charges	3,636	3,288
Cleaning	2,478	2,264
Computer expenses	8,548	7,651
Depreciation	76,484	71,506
Electricity	30,964	37,921
Insurance	18,103	17,190
Office equipment	1,150	1,307
Petrol and oil	12,082	9,989
Repairs and maintenance	84,642	106,566
Stock purchases	79,684	76,152
Telephone	2,127	2,200
Utilities	2,294	1,292
Other operating expenses	85,048	83,276
Wages	293,644	219,395
Superannuation contributions	23,515	19,538
Employee leave provisions	(29,294)	38,379
	<u>705,150</u>	<u>708,505</u>
Income tax expense	-	-
Profit after income tax	<u>(5,473)</u>	<u>(44,431)</u>
Retained profit at the beginning of the financial year	<u>1,032,541</u>	<u>1,076,972</u>
Retained profits at the end of the financial year	<u><u>1,027,068</u></u>	<u><u>1,032,541</u></u>

The accompanying notes form part of these financial statements.

Echunga Golf Club Inc

Balance Sheet
As At 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	187,799	250,506
Trade and other receivables	4	3,276	2,495
Inventories		6,982	7,841
TOTAL CURRENT ASSETS		<u>198,057</u>	<u>260,842</u>
NON-CURRENT ASSETS			
Plant and equipment		1,100,670	1,057,902
Accumulated depreciation		(704,479)	(692,350)
Land and buildings		519,081	519,081
TOTAL NON-CURRENT ASSETS		<u>915,272</u>	<u>884,633</u>
TOTAL ASSETS		<u>1,113,329</u>	<u>1,145,475</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	22,681	20,060
Provision for annual leave		1,779	13,579
Provision for long service leave		51,913	69,407
TOTAL CURRENT LIABILITIES		<u>76,373</u>	<u>103,046</u>
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		<u>76,373</u>	<u>103,046</u>
NET ASSETS		<u>1,036,956</u>	<u>1,042,429</u>
MEMBERS' FUNDS			
Asset realisation reserve		9,888	9,888
Retained profits		1,027,068	1,032,541
TOTAL MEMBERS' FUNDS		<u>1,036,956</u>	<u>1,042,429</u>

The accompanying notes form part of these financial statements.

Echunga Golf Club Inc

Notes to the Financial Statements

For the Year Ended 30 June 2019

The financial statements cover Echunga Golf Club Inc as an individual entity. Echunga Golf Club Inc is a not-for-profit Association incorporated in South Australia under the *Associations Incorporation Act (SA) 1985* ('the Act').

The principal activities of the Association for the year ended 30 June 2019 were golf club operations.

The functional and presentation currency of Echunga Golf Club Inc is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The Association has adopted AASB 9 Financial Instruments for the first time in the current year with a date of initial adoption of 1 July 2018.

2 Summary of Significant Accounting Policies

(a) Income Tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue as noted below, has been satisfied.

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

Sale of goods

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

Interest revenue

Interest is recognised using the effective interest method.

Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(b) Revenue and other income

Rendering of services

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

Rental income

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Other income

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

(c) Goods and services tax (GST)

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

Receivables and payable are stated inclusive of GST.

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

(d) Inventories

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

(e) Property, plant and equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Depreciation

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

(f) 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.

Notes to the Financial Statements
For the Year Ended 30 June 2019

2 Summary of Significant Accounting Policies

(g) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee 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.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at nominal value of the estimated future cash outflows to be made for those benefits.

3 Cash and Cash Equivalents

	2019	2018
	\$	\$
BSA General Account	13,273	8,723
BSA LSL Savings Account	37,297	25,538
BSA Express Saver	136,378	215,394
Cash on hand	851	851
	<u>187,799</u>	<u>250,506</u>

4 Trade and Other Receivables

	2019	2018
	\$	\$
CURRENT		
Trade receivables	<u>3,276</u>	2,495
Total current trade and other receivables	<u><u>3,276</u></u>	<u>2,495</u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

5 Trade and Other Payables

	2019	2018
Note	\$	\$
Current		
Trade payables	8,370	4,449
GST payable	9,080	9,447
PAYG payable	3,392	2,811
Superannuation payable	1,839	3,352
	<u>22,681</u>	<u>20,059</u>

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.

Notes to the Financial Statements

For the Year Ended 30 June 2019

6 Reserves

(a) Asset revaluation reserve

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

7 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2019 (30 June 2018:None).

8 Events after the end of the Reporting Period

The financial report was authorised for issue on 15 October 2019 by the Committee of Management.

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

Statement by Members of the Committee

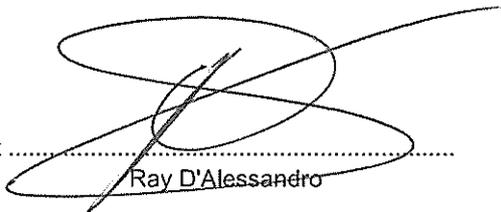
The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 2 to 7:

1. Presents fairly the results of the operations of Echunga Golf Club Inc as at 30 June 2019 and the state of its affairs for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Echunga Golf Club Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

President



Ray D'Alessandro

Treasurer 

Jarrad David-Smith

Dated 19 October 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ECHUNGA GOLF CLUB INCORPORATED

Opinion

We have audited the financial report of Echunga Golf Club Incorporated (the Entity), which comprises the Balance Sheet as at 30 June 2019, the Income Statement for the year then ended, Notes to the Financial Statements and Statement by the Management Committee.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Entity as at 30 June 2019 and its financial performance for the year then ended in accordance with the *Associations Incorporation Act 1985*.

Basis for Opinion

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Entity to meet the requirements of the *Associations Incorporation Act 1985*. As a result, the financial report may not be suitable for another purpose.

Responsibilities of Committee of Management for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the applicable legislation and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that 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 relating 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.

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

- + Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- + Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- + Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- + Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- + Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- + We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

ACCRU+ HARRIS ORCHARD



BEN WILLINGTON
DIRECTOR

Dulwich, 21 October 2019