

Echunga Golf Club Inc

Financial Statements

For the Year Ended 30 June 2021

Echunga Golf Club Inc

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For the Year Ended 30 June 2021

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Echunga Golf Club Inc

Committee's Report

30 June 2021

The committee members submit the financial report of the Association for the financial year ended 30 June 2021.

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 | P Umlauf |
| W Kidd - Treasurer (commenced in this role October 2020) | A Horsfall |
| M Roberts - Secretary (commenced in this role October 2020) | R Eibsich (commenced October 2020) |
| C Button | |
| B Slack | |
| R Jones | |

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 \$ 275,990(2020: \$ 44,665).

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

Ray D'Alessandro:

W Kidd:

Dated this day of 2021

Echunga Golf Club Inc

Statement of Profit or Loss

For the Year Ended 30 June 2021

	2021	2020
Note	\$	\$
Income		
Sale of goods	215,379	159,780
Provision of services	525,975	441,627
Rental income	16,925	27,896
Interest received	88	147
Other income	128,983	77,610
	<u>887,350</u>	<u>707,060</u>
Expenditure		
Administration	7,189	3,821
Auditors remuneration	4,000	3,870
Advertising	1,238	1,157
Bank charges	13,382	4,769
Cleaning	4,076	2,855
Computer expenses	40	7,510
Depreciation	78,436	78,547
Electricity	24,147	27,606
Insurance	20,464	18,127
Office equipment	8,829	2,484
Petrol and oil	10,055	9,821
Bad debts	-	7,001
Repairs and maintenance	40,527	75,301
Stock purchases	42,273	55,088
Telephone	3,025	2,661
Utilities	5,213	1,336
Other operating expenses	22,346	83,478
(Gain)/Loss on disposals	1,802	-
Wages	287,931	242,457
Superannuation contributions	24,816	20,316
Employee leave provisions	11,571	14,190
	<u>611,360</u>	<u>662,395</u>
Income tax expense	-	-
Profit after income tax	<u>275,990</u>	<u>44,665</u>
Retained profit at the beginning of the financial year	<u>1,071,733</u>	<u>1,027,068</u>
Retained profits at the end of the financial year	<u><u>1,347,723</u></u>	<u><u>1,071,733</u></u>

The accompanying notes form part of these financial statements.

Echunga Golf Club Inc

Balance Sheet

As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	528,080	249,254
Trade and other receivables	4	28,898	28,279
Inventories		8,899	5,951
TOTAL CURRENT ASSETS		<u>565,877</u>	<u>283,484</u>
NON-CURRENT ASSETS			
Plant and equipment		1,245,962	1,144,136
Accumulated depreciation		(830,549)	(783,026)
Land and buildings		519,081	519,081
TOTAL NON-CURRENT ASSETS		<u>934,494</u>	<u>880,191</u>
TOTAL ASSETS		<u>1,500,371</u>	<u>1,163,675</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	63,308	14,172
Provision for annual leave		5,899	2,934
Provision for long service leave	6	73,553	64,948
TOTAL CURRENT LIABILITIES		<u>142,760</u>	<u>82,054</u>
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		<u>142,760</u>	<u>82,054</u>
NET ASSETS		<u>1,357,611</u>	<u>1,081,621</u>
MEMBERS' FUNDS			
Asset realisation reserve		9,888	9,888
Retained profits		1,347,723	1,071,733
TOTAL MEMBERS' FUNDS		<u>1,357,611</u>	<u>1,081,621</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2021

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 2021 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*.

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.

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

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(b) Revenue and other income

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. Land is carried at fair value and measured using the revaluation model.

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 2021

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

	2021	2020
	\$	\$
BSA General Account	36,099	12,056
BSA LSL Savings Account	19,655	19,649
BSA Express Saver	456,779	216,698
Cash on hand	851	851
EFTPOS In Drawer	18,693	-
Cash In Drawer	(3,997)	-
	<u>528,080</u>	<u>249,254</u>

4 Trade and Other Receivables

	2021	2020
	\$	\$
CURRENT		
Trade receivables	3,767	-
GST receivable	25,131	28,279
Total current trade and other receivables	<u>28,898</u>	<u>28,279</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

	2021	2020
Note	\$	\$
Current		
Trade payables	3,394	3,244
GST payable	56,256	9,969
Superannuation payable	3,658	959
	<u>63,308</u>	<u>14,172</u>

Notes to the Financial Statements

For the Year Ended 30 June 2021

5 Trade and Other Payables

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.

6 Long Service Leave Provision

Significant judgement and conservatism has been applied when calculating the long service leave provision at balance date, due to the difficulty around corroborating employee leave taken. Management intends to obtain appropriate support for this account balance in the future, which would possibly reduce this balance considerably.

7 Asset Revaluation Reserve

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

8 Contingencies

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

9 Events after the end of the Reporting Period

The financial report was authorised for issue on _____ 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.

Echunga Golf Club Inc

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 2021 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

W Kidd

Dated