

Echunga Golf Club Inc

Financial Statements

For the Year Ended 30 June 2020

Echunga Golf Club Inc

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For the Year Ended 30 June 2020

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Echunga Golf Club Inc

Committee's Report

30 June 2020

The committee members submit the financial report of the Association for the financial year ended 30 June 2020.

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	J David-Smith (ceased October 2019)
W Kidd - Secretary	R Yeates (ceased October 2019)
C Bedson - Treasurer	S Maddern (ceased October 2019)
C Button	P Umlauf (commenced October 2019)
B Slack	M Roberts (commenced October 2019)
R Jones	A Horsfall (commenced October 2019)

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 \$ 44,665 (2019: \$ (5,473)).

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

President:
Ray D'Alessandro

Treasurer:
Creagh Bedson

Dated this day of 2020

Echunga Golf Club Inc

Statement of Profit or Loss
For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
Income		
Sale of goods	159,780	206,458
Provision of services	441,627	440,817
Rental income	27,896	27,384
Interest received	147	814
Other income	77,610	24,204
	<u>707,060</u>	<u>699,677</u>
Expenditure		
Administration	3,821	5,325
Auditors remuneration	3,870	3,750
Advertising	1,157	970
Bank charges	4,769	3,636
Bad debts	7,001	-
Cleaning	2,855	2,478
Computer expenses	7,510	8,548
Depreciation	78,547	76,484
Electricity	27,606	30,964
Insurance	18,127	18,103
Office equipment	2,484	1,150
Petrol and oil	9,821	12,082
Repairs and maintenance	75,301	84,642
Stock purchases	55,088	79,684
Telephone	2,661	2,127
Utilities	1,336	2,294
Other operating expenses	83,478	85,048
Wages	242,457	293,644
Superannuation contributions	20,316	23,515
Employee leave provisions	14,190	(29,294)
	<u>662,395</u>	<u>705,150</u>
Income tax expense	-	-
Profit after income tax	<u>44,665</u>	<u>(5,473)</u>
Retained profit at the beginning of the financial year	<u>1,027,068</u>	1,032,541
Retained profits at the end of the financial year	<u><u>1,071,733</u></u>	<u>1,027,068</u>

The accompanying notes form part of these financial statements.

Echunga Golf Club Inc

Balance Sheet
As At 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	249,254	187,799
Trade and other receivables	4	28,279	3,276
Inventories		5,951	6,982
TOTAL CURRENT ASSETS		<u>283,484</u>	<u>198,057</u>
NON-CURRENT ASSETS			
Plant and Equipment		1,144,136	1,100,670
Accumulated depreciation		(783,026)	(704,479)
Land and buildings		519,081	519,081
TOTAL NON-CURRENT ASSETS		<u>880,191</u>	<u>915,272</u>
TOTAL ASSETS		<u>1,163,675</u>	<u>1,113,329</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	14,172	22,681
Provision for annual leave		2,934	1,779
Provision for long service leave		64,948	51,913
TOTAL CURRENT LIABILITIES		<u>82,054</u>	<u>76,373</u>
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		<u>82,054</u>	<u>76,373</u>
NET ASSETS		<u>1,081,621</u>	<u>1,036,956</u>
MEMBERS' FUNDS			
Asset realisation reserve		9,888	9,888
Retained profits		1,071,733	1,027,068
TOTAL MEMBERS' FUNDS		<u>1,081,621</u>	<u>1,036,956</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 June 2020

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 2020 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 15 *Revenue from Contracts with Customers* and AASB 1058 *Income of Not-for-Profit Entities* for the first time in the current year with a date of initial adoption of 1 July 2019. Adoption of these new standards has not had any material impact on the revenue recognition of the Association.

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 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 Association expects to receive in exchange for those goods or services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

(b) Revenue and other income

Revenue from contracts with customers

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

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 2020

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

	2020	2019
	\$	\$
BSA General Account	12,056	13,273
BSA LSL Savings Account	19,649	37,297
BSA Express Saver	216,698	136,378
Cash on hand	851	851
	249,254	187,799

4 Trade and Other Receivables

	2020	2019
	\$	\$
CURRENT		
Trade receivables	-	3,276
ATO Integrated Client Account	28,279	-
	28,279	3,276

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

	2020	2019
	\$	\$
CURRENT		
Trade payables	3,244	8,370
GST payable	6,956	9,080
PAYG payable	3,013	3,392
Superannuation payable	959	1,839
	14,172	22,681

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 2020

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 2020 (30 June 2019:None).

8 Events after the end of the Reporting Period

The financial report was authorised for issue on 15 October 2020 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 2020 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

Creagh Bedson

Dated