ALBION PARK RSL MEMORIAL CLUB LTD

2023

ANNUAL

REPORT

And NOTICE OF ANNUAL
GENERAL MEETING
SUNDAY MARCH 26, 2023

@ 10,15am



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ALBION PARK RSL MEMORIAL CLUB LTD

ABN: 39 000 957 344

NOTICE OF ANNUAL GENERAL MEETING

THE ANNUAL GENERAL MEETING OF THE COMPANY WILL BE HELD IN THE CLUBHOUSE ON SUNDAY 26th MARCH AT 10.15am.

Financial Members only to attend.

Agenda

- 1. To confirm the minutes of the previous Annual General Meeting.
- 2. Apologies.
- 3. To receive and consider the reports of the Board of Directors.
- 4. To receive and consider the balance sheet and report of the Auditor.
- To elect Patrons for 2023.
- 6. To deal with any business of which due notice has been given.

Members are requested to provide notice of any questions such as those relating to specific legislation or financial matters to the Club's Chief Executive Officer at least seven (7) days prior to the Annual General Meeting, in order that the answers may be researched, if required, and a complete answer given.

Dated at Albion Park RSL Memorial Club Ltd this 15th day of February 2023.

By direction of the Board of Directors

Shaun Tobin C E O

Proposed Notices of Motion

1st Notice of Motion

Honoraria

Moved: Christine Duncan

Seconded: James Ford

Resolved that the following Notice of Motion be adopted.

That pursuant to the Registered Clubs Act the Members hereby approve and agree to Members of the Board of Directors during the twelve (12) month period preceding the 2023 Annual General Meeting receive the following benefits and the members further acknowledge that the benefits outlined in the sub paragraphs (a) to (a-v) are not available to members generally but only to those Members who are elected Directors of the Club.

- (a) That the members hereby approve expenditure by the club not exceeding \$35,000 until the Annual General Meeting in 2024 for the following:
 - (i) A reasonable refreshment to be associated with each Board meeting of the Club.
 - (ii) The reasonable cost of Directors attending of the registered Clubs and other similar venues for the purpose of viewing and assessing their facilities and methods of operation provided such attendances are approved by the Board as being for the betterment of the Club.
 - (iii) The reasonable cost of Directors attending the Registered Clubs Association's Annual General Meeting and the activities directly associated therewith.
 - (iv) The reasonable cost of Directors Seminars, Lectures, Trade Displays and other similar events as determined by the Board from time to time.
 - (v) The cost of any uniforms provided to Directors.

NOTICES OF MOTION Cont

2nd Notice of Motion Moved: Christine Duncan Seconded: James Ford The Honorarium for the President of the Albion Park RSL Memorial Club will be \$3,000.00 (three thousand dollars) **Important Notice** Albion Park RSL Memorial Club strives to do our best for the environment and as such we will be only sending our Annual Report to those members who elect to receive a hard copy in the mail. For those who do not wish to receive a hard copy, the Annual Report will be available on the clubs website: www.albionparkrsl.com.au. If you wish to receive a hard copy of the Annual Report, please complete the following: I elect to receive a hard copy of the Annual Report in the post.

Presidents Report 2022

I have great pleasure in presenting the Presidents report for 2022.

We managed to achieve an operating profit of \$293,173.

This result was achieved during a period of disruption to the operations of the club as the internal and external renovations were undertaken.

Renovations are continuing with the roof still to be erected over the designated outdoor smoking area along with other minor requirements to be finalised.

I would like to thank all the Club's staff for their hard work, dedication and commitment during the past year especially during the renovation period. There remains a staff shortage within the hospitality industry and as a result this has impacted at times upon waiting times, this I apologise for so please be patient and kind to our staff as they are doing their best to serve you.

On a sad note, this year we lost a number of club members. We extend our deepest sympathy to the families and friends and those affected of these members who have passed, and to those that are unwell we wish you a speedy recovery.

As we return to normal trading post the pandemic and renovations I am very confident the Club will continue to flourish

Andrew Hillis

Acting President

Manager 's Report

Yes Member's 2022 proved to be yet another challenging year with the club operations being interrupted with the now completed club renovation. I am happy to inform you the Loyal Members, that the club has shown an operating profit of \$293,173 for the year end 31st December 2022. This is an increase of \$68, 283, a pleasing result.

The club also continued to support the local community with donations of more than \$50,000 during 2022.

As mentioned above the renovation of the club is now complete and the feedback from both old and new Members has been more than positive, which has also been reflected in the increase in membership numbers post Covid.

To those who have lost loved ones throughout the year my sincere condolences.

In closing I would like to thank the Board of Directors, Office Manager Peta Lee, and our loyal staff for their contribution to 2022.

Shaun Tobin

CEO

DIRECTORS' REPORT

Your directors present their report on the company for the financial year ended 31 December 2022.

Principal Activities

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

To provide recreational and other leisure activities normally associated with the services of a licensed RSL club.

Objectives & Strategies

The short and long term objectives of the company are to provide club facilities to members and guests.

The strategy for achieving these objectives is to conservatively manage and monitor the company's financial position, and ensure that member facilities are kept at the highest of standards.

Performance Measurement

The company uses industry accepted financial and non-financial KPI's to monitor performance.

Membership

The number of members registered in the Register of Members at 31 December 2022 were as follows:

Ordinary RSL Members	4,959
Total Members	4,959

The company is incorporated under the Corporations Act 2001 and is an entity limited by guarantee. If the company is wound up, the Constitution states that each member is liable to contribute a maximum of \$2 each towards meeting any outstanding obligations of the entity. At 31 December 2022 the collective liability of members was \$9,918 (31 December 2021: \$7,328).

Directors

The names of the directors in office at any time during or since the end of the year are:

Peter McGovern	President
Pagigned 24/42/2022	

Resigned 21/12/2022

Qualifications, experience, and special duties:
Business Owner
Board member 8 years

Andrew Hillis Vice President

Qualifications, experience, and special duties:

Bank Officer
Board member 9 years

Graeme Morrison Vice President

Qualifications, experience, and special duties: Solicitor

Board member 8 years

DIRECTORS' REPORT

James Ford Director

Qualifications, experience, and special duties:

Semi Retired Bus Driver Board Member 6 years

Sherree McGovern Director

Qualifications, experience, and special duties:

Shop Assistant

Board Member 2 years

Christine Duncan Director

Qualifications, experience, and special duties:

Dental Assistant

Board Member 2 years

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

DIRECTORS' REPORT

Summary of Meeting Attendances:

12 ordinary meetings were held during the year.

	Number of Meetings Eligible To Attend	Number of Meetings Attended
Peter McGovern	12	11
Andrew Hillis	12	11
Graeme Morrison	12	10
James Ford	12	9
Sherree McGovern	12	12
Christine Duncan	12	12

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 December 2022 has been received and can be found on page 6 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:

Mr Graeme Morrison

Dated 15 February 2023

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ALBION PARK RSL MEMORIAL CLUB LTD A.B.N. 39 000 957 344

Audit Opinion

We have audited the financial report of Albion Park RSL Memorial Club Ltd (the company), which comprises the statement of financial position as at year ended 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Albion Park RSL Memorial Club Ltd is in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at the year ended 31 December 2022 and of its performance and cash flows for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis of Audit 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 company 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 confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the company, would be in the same terms if given to the directors as at the time of this auditor's report.

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 does not include the financial report and our auditor's report thereon, but comprises the President's report and Manager's report, which are expected to be made available to us after the date of this auditor's report.

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.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ALBION PARK RSL MEMORIAL CLUB LTD A.B.N. 39 000 957 344

Responsibilities of the Directors for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company'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 the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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.

Booth Partners

David Murphy, CA

52 Osborne Street, Nowra NSW 2541

Dated 15 February 2023

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF ALBION PARK RSL MEMORIAL CLUB LTD A.B.N. 39 000 957 344

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2022, there have been no contraventions of:

- i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii) any applicable code of professional conduct in relation to the audit.

Booth Partners

David Murphy, CA

52 Osborne Street, Nowra NSW 2541

Dated 15 February 2023

STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

		2022	2021
Language Control of the Control of t	Note	\$	<u>\$</u>
Revenue	2	3,328,415	2,601,108
Cost of sales		(412,229)	(298,587)
Depreciation		(468,502)	(414,635)
Employee expenses		(772,095)	(557,352)
Occupancy costs		(249,129)	(280,373)
Promotions & Entertainment		(320,737)	(197,428)
Repairs & Maintenance		(110,725)	(119,442)
Other expenses		(701,825)	(508,401)
Profit from trading	-	293,173	224,890
Loss on Disposal of Assets		(1,770,034)	-
Profit (Loss) before income tax	3	(1,476,861)	224,890
Income tax expense	4	<u> </u>	_
Profit (loss) attributable to members of the	•		
company	15	(1,476,861)	224,890
Total comprehensive income (loss) attributable to	o .		
members of the company	:	<u>(1,476,861)</u> _	224,890

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	2022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents	5	1,624,115	960,774
Trade and other receivables	6	4,847	27,418
Inventories	7	35,376	34,162
Other current assets	8	6,908	5,436
TOTAL CURRENT ASSETS	-	1,671,246	1,027,790
NON-CURRENT ASSETS			
Property, plant and equipment	9	8,729,443	12,504,264
Intangible assets	10	170,967	170,967
TOTAL NON-CURRENT ASSETS	<u></u>	8,900,410	12,675,231
TOTAL ASSETS	- -	10,571,656	13,703,021
CURRENT LIABILITIES			
Trade and other payables	11	91,753	57,489
Borrowings	12	382,622	1,859,074
Short term provisions	13	224,120	212,763
Other current liabilities	14	56,606	154,471
TOTAL CURRENT LIABILITIES	-	755,101	2,283,797
NON-CURRENT LIABILITIES			
Borrowings	12	1,325,520	1,443,376
Long term provisions	13	2,383	10,335
TOTAL NON-CURRENT LIABILITIES	-	1,327,903	1,453,711
TOTAL LIABILITIES	•	2,083,004	3,737,508
NET ASSETS	=	8,488,652	9,965,513
EQUITY			
Retained earnings	15	8,488,652	9,965,513
TOTAL EQUITY	=	8,488,652	9,965,513

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022

	Retained Profits
Balance at 1 January 2021	9,740,623
Profit (loss) for the year	224,890
Other comprehensive income for the year Total comprehensive income attributable to members of the entity	224,890
Income tax expense Balance at 31 December 2021	9,965,513
Balance at 1 January 2022	9,965,513
Profit (loss) for the year	(1,476,861)
Other comprehensive income for the year Total comprehensive income attributable to members of the entity	(1,476,861)
Balance at 31 December 2022	8,488,652

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 \$	2021 \$
	HOLO	Ψ	Ψ
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		3,641,434	2,775,043
Payments to suppliers and employees		(2,821,236)	(2,218,166)
Interest received		3,472	528
Borrowing costs paid		(48,441)	(20,232)
Rent		46,135	79,427
Net cash provided by (used in) operating activities		821,364	616,600
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		4,815,132	132,000
Payments for property, plant and equipment		(3,365,868)	(993,888)
Capitalised Interest		(12,978)	(66,975)
Net cash provided by (used in) investing activities		1,436,286	(928,863)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		237,648	202,812
Repayment of borrowings		(1,831,957)	(80,013)
Net cash provided by (used in) financing activities		(1,594,309)	122,799
Net increase (decrease) in cash held		663,341	(189,464)
Cash at beginning of financial year		960,774	1,150,238
Cash at end of year	5	1,624,115	960,774

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the requirements of the Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of these financial statements are presented below. They have been consistently applied unless otherwise stated.

The financial statements, except for cash flow information, have been prepared on an accrual 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements of Albion Park RSL Memorial Club Ltd for the year ended 31 December 2022 were authorised for issue in accordance with a resolution of the directors on 15 February 2023.

Change in Accounting Policy

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities has been adopted for the first time this reporting period. The standard, which sets out a new separate disclosure Standard to be applied by all entities that are reporting under Tier 2 of the Differential Reporting Framework in AASB 1053: Application of Tiers of Australian Accounting, replaces the previous Reduced Disclosure Requirements (RDR) framework. The application of this standard has resulted in reduction in disclosures compared to RDR in Revenue, Leases and Financial Instruments; however has resulted in new and /or increased disclosures in areas such as Audit Fees, Related Parties, and Provisions.

Revenue and Other Income

The company has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058).

Revenue is measured based on the consideration to which the company expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The company recognises revenue when it transfers control of a product or service to a customer. Each major source of revenue is recognised as follows:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Goods and Services

All goods and services other than those detailed below are delivered, invoiced, and paid for simultaneously. This includes sales of liquor, gaming products, golf games, and other products. Revenue is recognised immediately at the point of sale. The impact of the loyalty program has been detailed below.

Memberships

Membership is granted following payment of annual fees and in the case of new members, board approval. Payment for new members is due on application, and payment for renewing members is due within one month of the renewal date. Contract liabilities are recognised on receipt of payment, and revenue is recognised on a straight line basis over the period of membership.

Loyalty Program

Members are eligible to earn points based on their in-club expenditure. Points are redeemable against any future purchases from the club. A portion of takings relating to loyalty points are deferred to liabilities. Revenue is recognised when loyalty points are redeemed or the likelihood of the customer redeeming the loyalty points becomes remote.

Advertising and Sponsorships

Advertising and sponsorships are invoiced prior to the agreed period of coverage and invoices are typically payable within 30 days. Contract liabilities are recognised when the invoices are issued, and revenue is recognised on a straight line basis over the agreed period of coverage.

Function Income

Deposits for functions are invoiced at the time of booking and are payable by the earlier of 30 days from the booking, or 10 days prior to the event. Full payment for the function is typically due by the day of the event. Contract liabilities are recognised when the booking is made, and for any part payments received prior to the time of the event. Revenue is recognised at the time the function is held.

Ticket Sales

Event tickets are invoiced when payment is received. Contract liabilities are recognised when tickets are sold prior to the date of the event. Revenue is recognised at the time the event is held.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Grants

Grant revenue is recognised in the statement of comprehensive income when control of the grant is obtained and it is probable that the economic benefits gained from the grant will flow to the club and the amount of the grant can be measured reliably. If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

The Club receives non-reciprocal contributions of assets from the government and other parties for zero or nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Donations and bequests are recognised as revenue when received.

Rent

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

Interest

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 (GST).

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. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in statement of comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis.

Stores are valued at cost.

Prepayments

Prepayments are recognised when a payment is made for services that the company expects to utilise over a period of time. Prepayments are measured at the unexpended portion of the contractual cost of the services. Expenditure is transferred to profits and losses on a straight line basis over the period to which it relates.

Investment Property

Investment property is measured at cost in accordance with the principles detailed below for property, plant and equipment.

Property, Plant and Equipment

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

Property

Freehold land and buildings are measured at cost less depreciation. It is the policy of the entity to have annual appraisals by the directors to ensure the carrying amount is not in excess of the recoverable amount from those assets.

Plant and Equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of the recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

The depreciation rates used for each class of depreciable asset are:

Class of Fixed Asset

Land & Buildings
Plant and Equipment

Depreciation Rate 2.5 - 5% Straight Line 10-100% Straight Line

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Intangibles

Poker Machine Licences

Purchased poker machine licences are initially recognised at cost. They have an infinite life in accordance with the licence terms, and are carried at cost. Poker machine licences are assessed annually for impairment.

Financial Instruments

Recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs.

Trade receivables are initially measured at the transaction price.

Financial assets and liabilities are subsequently measured at amortised cost.

Impairment

The entity used the general approaches to impairment, as applicable under AASB 9.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

At each reporting date, the entity recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Impairment of Assets

At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement, unless the asset is carried at a revalued amount in accordance with another standard. Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for intangible assets with indefinite lives.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same class of asset.

Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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 Tax 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 the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented on a gross basis, except for the GST component of investing and financing activities which are disclosed as operating cash flows.

Income Tax

The income tax expense/(income) for the year comprises current income tax expense/(income) and deferred tax expense/(income).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities/(assets) are measured at the amounts expected to be paid to/(recovered from) the relevant taxation authority.

Under the concept of mutuality, the company is only assessed for income tax on that proportion of income derived from non-members and other external sources.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense/(income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability. With respect to non-depreciable items of property, plant and equipment measured at fair value and items of investment property measured at fair value, the related deferred tax liability or deferred tax asset is measured on the basis that the carrying amount of the asset will be recovered entirely through sale. When an investment property that is depreciable is held by the company in a business model whose objective is to consume substantially all of the economic benefits embodied in the property through use over time (rather than through sale), the related deferred tax liability or deferred tax asset is measured on the basis that the carrying amount of such property will be recovered entirely through use.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (a) a legally enforceable right of set-off exists; and (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities, where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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 year. 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 other comprehensive income.

Short term employee benefits

Provision is made for the company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of current liabilities in the statement of financial position.

Other long-term employee benefits

The company classifies employee's long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current liabilities in the statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

Member Points

The club recognises a provision for unredeemed member points, adjusted for the probability of redemption determined by historical data. Points are expected to be redeemed within 12 months.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the income statement in the period in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

		2022	2021
		\$	\$
2	Revenue	•	
	Revenue		
	Sales Revenue:		
	Commissions	106,164	93,191
	Interest received	3,472	528
	Members subscriptions	22,293	7,016
	Net Clearances	2,207,424	1,657,058
	Poker Machine GST Rebate	17,180	17,180
	Rental income	46,135	79,427
	Sales	920,747	665,056
	Sundry income	5,000	81,652
		3,328,415	2,601,108
	Total revenue and other income	3,328,415	2,601,108
	Profit from ordinary activities before income tax expense has been determined after:		
	Expenses:		
	Auditors remuneration:		
	Audit Fees	23,750	17,000
	Accountancy Fees	6,000	3,250
	Total auditor's remuneration	29,750	20,250
4	Income Tax Expense		
	The prima facie tax payable on profit before income tax is reconciled to the income tax expense as follows:		
	Prima facie tax payable on profit before income tax at 25% (2021: 26%):	73,293	56,223
	Tax effect of:	. 5,200	,
	Mutual income	(73,293)	(56,223)
	Income tax expense attributable to company		•

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

		2022	2021
		\$ ·	\$
5	Cash and Cash Equivalents		
	Current		400,000
	Cash on Hand	233,000	160,000
	CBA Main	1,094,266	585,435
	CBA Keno	163,152	56,031
	CBA TAB	44,449	44,830
	Barter Card	11,046	11,298
	CBA General	47,556	47,511
	Greater Building Society Account	14,089	15,710
	CBA Online saver	16,557	39,959
		1,624,115	960,774
	Current Goods and Services Tax Other Debtors	4,847 4,847	524 26,894 27,418
7	Inventories		
	Current		
	Stock on Hand	<u>35,376</u>	34,162
		35,376	34,162
8	Other Current Assets		
	Current		
	Prepayments	6,908	5,436
		•	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

		2022 \$	2021 \$
9	Property, Plant and Equipment		
	Land and Buildings		
	Freehold Land at Cost	662,869	662,869
	Investment Properties at Cost	575,903	575,903
	Investment Properties held for Resale	<u> </u>	6,651,753
		1,238,772	7,890,525
	Club Buildings at Cost	7,003,026	4,574,822
	Less: Accumulated Depreciation	(1,425,225)	(1,287,504)
		5,577,801	3,287,318
	Renovation & Development Costs at Cost	-	230,325
			230,325
	Total Land and Buildings	6,816,573	11,408,168
	Plant and Equipment		
	Plant & Furniture at Cost	6,790,256	5,642,701
	Less: Accumulated Depreciation	(4,877,386)	(4,546,605)
		1,912,870	1,096,096
	Total Plant and Equipment	1,912,870	1,096,096
	Total Property, Plant and Equipment	8,729,443	12,504,264

Movements in Carrying Amounts

Movements in carrying amount for each class of property, plant and equipment between the beginning and the end of the financial year:

·	Carrying Value				Carrying Value
	1 Jan 2022	Additions	Disposals	Depreciation	31 Dec 2022
Land & Buildings	11,408,168	2,231,292	(6,685,166)	(137,721)	6,816,573
Plant and Equipment	1,096,096	1,147,555	-	(330,781)	1,912,870
,	12,504,264	3,378,847	(6,685,166)	(468,502)	8,729,443

Core Property

The directors have determined that the "core property" of the company consists of the car park and clubhouse situated at 160 Tongarra Road, Albion Park, NSW (as defined in the Registered Club Act 1976).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

MANAGEMENT)22 \$	2021 \$
10	Intangible Assets					
	Poker Machine Entitlement	S			170,967	170,967
	Total				170,967	170,967
	Movements in Carrying A	mounts				
	Movements in carrying amo	ount of each cl	ass of intang	ibles between	the beginning	
		Carrying Value				Carrying Value
	D. A Marchina Entitlements	1 Jan 2022	Additions	Disposals	Amortisation	31 Dec 2022 170,967
	Poker Machine Entitlements	170,967 170,967				170,967
11	Trade and Other Pay	ables				
	Current				44 540	40.046
	Sundry Creditors Trade Creditors				14,543 62,066	10,946 46,543
	Goods and Services Tax				15,144	
	Goods and Gorvious Tax				91,753	57,489
12	Borrowings					
	Current					
	Loans Secured				382,622	1,859,074
					382,622	1,859,074
	Non-Current				4 10E E00	4 449 976
	Loans Secured				<u>1,325,520</u>	1,443,376

The bank loan is secured by a registered mortgage over the freehold properties of the company and a floating charge over the chattels of the company.

The poker machine finance arrangements have terms of 1 - 3 years and are secured over the underlying assets.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

		2022	2021
		\$	\$
13	Provisions		
	Current		
	Provision for Annual Leave	144,364	144,099
	Provision for Long Service Leave	79,756_	68,664
		224,120	212,763
	Non-Current		
	Provision for Long Service Leave	2,383	10,335
	-	2,383	10,335
14	Other Liabilities		
	Current		
	Accrued Expenses	45,743	44,180
	Bonus Points Liability	10,863	10,291
	Sale Deposit	-	100,000
		56,606	154,471
15	Retained Earnings		
	Retained earnings at the beginning of the financial		
	year	9,965,513	9,740,623
	Net profit attributable to members of the company	293,173	224,890
	Loss on Disposal of Assets	1,770,034	_
		1,770,034	-
	Retained earnings at the end of the financial year	12,028,720	9,965,513
16	Key Management Personnel Compensation		
	•	· 126,866	125,154
	Total Compensation	120,000	120,

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2022 \$ 2021

\$

17 Entity Details

Albion Park RSL Memorial Club Ltd is domiciled and incorporated in Australia.

Registered Office 160 Tongarra Road

Albion Park, NSW, 2527

Principal Place of Business

160 Tongarra Road Albion Park, NSW, 2527

DIRECTORS' DECLARATION

The directors of the company declare that:

- 1. The financial statements and notes are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards.
 - (b) give a true and fair view of the financial position of the company as at 31 December 2022 and of its performance for the year ended on that date.
- 2. 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.

This declaration is made in accordance with a resolution of the board of directors.

Director:

Mr Graeme Morrison

Dated 15 February 2023

DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION

The additional information on the following pages is in accordance with the books and records of Albion Park RSL Memorial Club Ltd which have been subjected to the auditing procedures applied in the audit of the company for the year ended 31 December 2022. It will be appreciated that the audit did not cover all details of the additional financial information. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm 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 information, including any errors or omissions therein, arising through negligence or otherwise however caused.

Booth Partners

David Murphy CA

52 Osborne Street, Nowra NSW 254

Dated 15 February 2023

	Note	2022 \$	2021 \$
Bar Trading			
Sales		920,747	665,056
		920,747	665,056
LESS: COST OF GOODS SOLD			
Opening Stock		34,162	32,102
Purchases		412,983	300,647
Closing Stock		(34,916)	(34,162)
		412,229	298,587
GROSS PROFIT FROM TRADING		508,518	366,469
EXPENDITURE			
Freight & Cartage		9,284	6,916
Gas		2,208	1,040
Glasses, Coasters and other Requisites		7,913	2,663
Promotions		592	672
Repairs and Maintenance		5,106	4,682
Till System		3,960	3,720
Wages		255,672	185,544
		284,735	205,237
NET PROFIT		223,783	161,232

Note	2022 \$	2021 \$
	2,207,424 17,180 2,224,604	1,657,058 17,180 1,674,238
	31,736 46,779 74,638 4,361 335,475	22,501 24,357 53,979 6,305 221,795 12,938
	45,555 538,544 1,686,060	34,500 376,375 1,297,863
	Note	2,207,424 17,180 2,224,604 31,736 46,779 74,638 4,361 335,475 45,555 538,544

		2022	2021
	Note	\$	\$
Keno Trading			
Commissions	_	73,235	71,744
		73,235	71,744
EXPENDITURE			
Club Keno Expenses		7,364	3,584
Promotions		⊷	2,907
Wages		46,789	38,023
	_	54,153	44,514
NET PROFIT	<u></u>	19,082	27,230

	Note	2022 \$	2021 \$
TAB Trading			
		4,794	1,944_
Commissions	-	4,794	1,944
EXPENDITURE			
Entertainment		4,680	2,145
Repairs and Maintenance		310	2,780
, topalio and the	-	4,990	4,925
NET LOSS	-	(196)	(2,981)

SUPPLEMENTARY INFORMATION PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 \$	2021 \$
INCOME		
Bar Trading	223,783	161,232
Poker Machine Trading	1,686,060	1,297,863
Keno Trading	19,082	27,230
TAB Trading	(196)	(2,981)
Commissions	28,135	19,503
Interest received	3,472	528
Members subscriptions	22,293	7,016
Rental income	46,135	79,427
Sundry income	5,000	81,652
	2,033,764	1,671,470
LESS: EXPENDITURE		
Accountancy fees	6,000	3,250
Advertising & sponsorships	72,970	64,155
AGM expenses	5,377	2,826
Audit fees	23,750	17,000
Bank charges	5,172	7,945
Barter card	708	708
Board expenses	8,949	11,850
Cleaning materials & garbage removal	15,919	10,299
Computer software	22,706	20,954
Consultancy and Legal Fees	7,973	4,403
Contract cleaners	59,210	42,386
Courtesy bus	35,235	23,517
Depreciation	468,502	414,635
Donations paid	13,300	19,187
Electricity	54,062	57,504
Entertainment	122,975	74,784
General expenses	4,765	2,326
Housie - Net	5,789	5,970
Insurance	77,594	102,790
Interest paid	48,441	20,232

The accompanying notes form part of these financial statements.

	2022 \$	2021 \$
· Land tax	-	18,068
Lease motor vehicle	8,720	1,980
Licenses & permits	18,817	12,693
Lucky draw	33,509	16,945
Managers meals & drinks	44	42
Meat market	61,842	32,142
Postage	930	1,516
President's allowance	409	664
Printing & stationery	6,851	8,527
Rates	27,358	36,218
Repairs & maintenance	54,169	81,318
Schooner club expenses	21,392	10,029
Security services	9,107	8,483
Subscriptions & affiliations	7,557	7,062
Superannuation contributions	73,457	55,775
Telephone	5,879	4,625
Travelling expenses	575	304
Uniforms	11,899	1,209
Wages	338,679	242,259
-	1,740,591	1,446,580
OPERATING PROFIT	293,173	224,890

MINUTES

ALBION PARK RSL MEMORIAL CLUB LTD 50TH ANNUAL MEETING 1st MAY 2022

Meeting opened at 10.15am.

Attendance: 21

Mr Peter McGovern (President) opened the meeting.

Mr Peter McGovern introduced the panel: Mr David Murphy (Booth & Partners Accountants), Mr Shaun Tobin (C.E.O.) Peta Lee (Admin Manager)

Minutes for 2021 AGM accepted by James Ford. Seconded Andrew Hillis

Apologises: Janet Elliott

Neil Keevers

Mov Andrew Hillis Sec Christine Duncan

Director's report accepted by Andrew Hillis. Seconded James Ford.

Mr David Murphy addressed the room with the financial results from 2021. Mr David Murphy explained profit was down due to COVID-19 (with the club being closed for three months in that period) but the Club still reported a great result. Also, that 2020 had government subsidies in the result. Mr David Murphy asked if there where any questions from the floor? No questions were asked.

Moved the Financial reports be Accepted Andrew Hillis. Seconded Terry Sense.

1st Notice of Motion

Honoraria

Moved: Andrew Hillis Seconded: James Ford.

Resolved that the following Notice of Motion be adopted.

That pursuant to the Registered Clubs Act the Members hereby approve and agree to Members of the Board of Directors during the twelve (12) month period preceding the 2020 Annual General Meeting receive the following benefits and the members further acknowledge that the benefits outlined in the sub paragraphs (a) to (a-v) are not available to members generally but only to those Members who are elected Directors of the Club.

- (a) That the members hereby approve expenditure by the club not exceeding \$35,000.00 until the Annual General Meeting in 2021 for the following.
- (i) A reasonable refreshment to be associated with each Board meeting of the Club.
- (ii) The reasonable cost of Directors attending of the registered Clubs and other similar venues for the purpose of viewing and assessing their facilities and methods of operation provided such attendances are approved by the Board as being for the betterment of the Club.
- (iii)The reasonable cost of Directors attending the Registered Clubs Association's Annual General Meeting and the activities directly associated therewith.

- (iv)The reasonable cost of Directors Seminars, Lectures, Trade Displays and other similar events as determined by the Board from time to time.
- (v)The cost of any uniforms provided to Directors.

Mr Andrew Hillis spoke for the motion. Mov Allan Francis Sec Terry Sense Carried

2nd Notice of Motion

Moved: Andrew Hillis Seconded: James Ford

The honorarium for the President of the Albion Park RSL Memorial Club will be \$3000.00. (Three thousand dollars)

Mr Andrew Hillis spoke for the motion.

Mov Christine Duncan Sec Gary Baldwin Carried.

3rd Notice of Motion

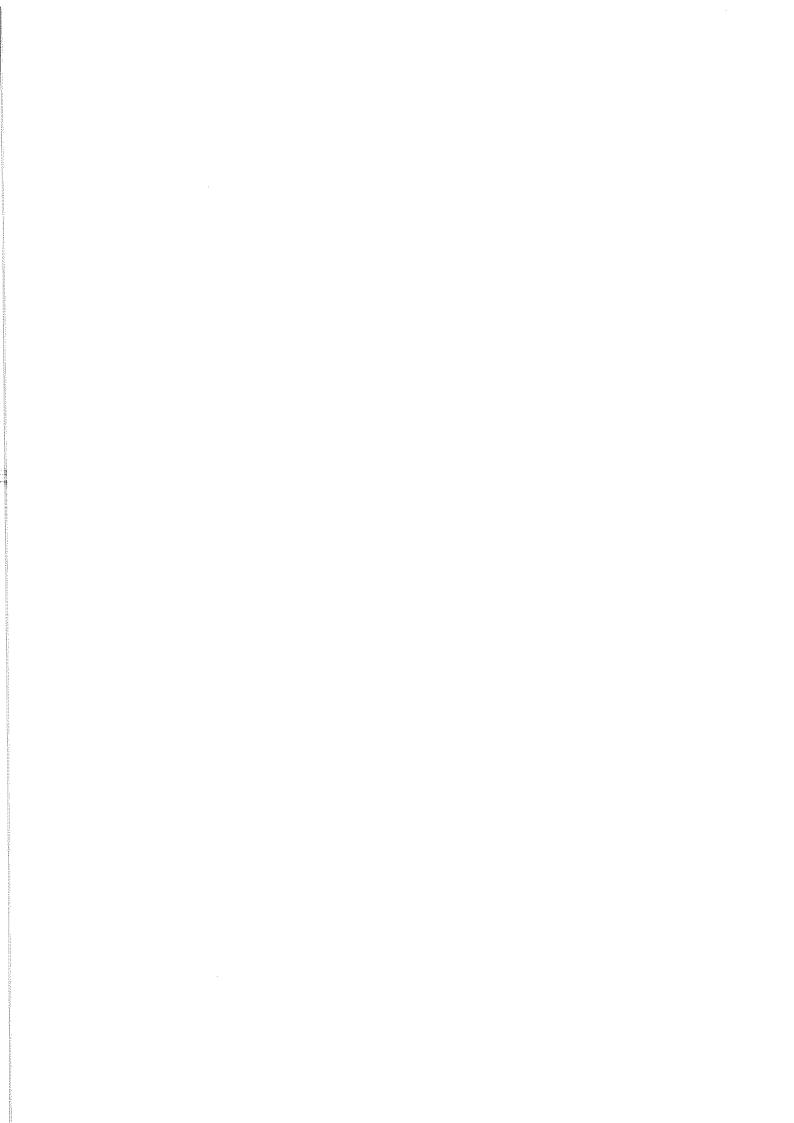
Moved Peter McGovern Sec Andrew Hillis

Procedural Matters for Special Resolution (attached)

Mov Robyn Alderton Sec Colin Alderton Carried

Mr Peter McGovern thanked all of those in attendance.

Meeting closed at 10.30m





ALBION PARK RSL MEMORIAL CLUB LTD

Proud sponsors of:

Albion Park RSL Sub Branch

Albion Park Cricket Club

Albion Park White Eagles Soccer Club

Albion Park RSL Social Golf Club

Albion Park RSL Amateur Fishing Club

Albion Park Oak Flats Rugby League Football Club