

Financial Statements

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE
LIMITED

ABN 13708432461

For the year ended 30 June 2019

Prepared by Lambourne Partners

Compilation Report

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

For the year ended 30 June 2019

Compilation report to KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

I have reviewed the accompanying financial statements of the Club, which comprise the balance sheet as at 30 June 2019, and the related statements of income and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to the Club's financial data and making inquiries of the Club's management (board). A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

The Responsibility of the Directors

The directors are solely responsible for the information contained in the special purpose financial statements and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared. This includes the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Our Responsibility

On the basis of information provided by the directors of the Kotara Bowling and Recreation Club Co-Operative Limited, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Accountant's Conclusion

Based on my reviews, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in Australia.

Accountant's Responsibility

My responsibility is to conduct the review engagements in accordance with the Standards for Review Engagements promulgated by the Australian Auditing and Assurance Standards Board. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in Australia. I believe that the results of my procedures provide a reasonable basis for our conclusion.

Lambourne Partners
Chartered Accountants

Level 1, 56 Hudson St
HAMILTON, NSW, 2303



Partner: Scott Lucas

Hamilton

Dated:

8th AUGUST, 2019

Directors Declaration

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

For the year ended 30 June 2019


The directors declare that the Co-Operative is not a reporting entity. This is because there are no users dependent on the general purpose financial statements.


The directors have determined that these special purpose financial statements should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements and Complying with the Co-Operatives Act 1992 and associated regulations:

The directors of the company declare that:

1. the financial statements and notes which comprise the balance sheet as at 30 June 2019, the income statement for the period then ended, a summary of significant accounting policies and other explanatory notes present fairly the company's financial position as at 30 June 2019 and its performance for the period ended on that date in accordance with the accounting policies outlined in Note 1 to the financial statements; and
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.

President: 

Vice-President: 

Income Summary Statement

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

For the year ended 30 June 2019

	NOTES	2019	2018
Income			
Revenue		1,629,759	1,709,381
Total Income		1,629,759	1,709,381
Expenses			
Raw materials and consumables used		662,520	676,432
Bowling, sponsorship and promotion expense		189,170	196,084
Employee benefits expense		316,403	312,827
Gaming and racing costs		58,099	64,592
Depreciation and amortisation costs		104,242	100,559
Occupancy costs		91,057	90,171
Finance costs		30,397	26,020
Other Expenses		402,773	441,118
Total Expenses		1,854,661	1,907,803
Surplus before adding other comprehensive income for the year attributable to members		(224,902)	(198,422)
Other Comprehensive Income			
Other Comprehensive Income		119,803	163,849
Total Other Comprehensive Income		119,803	163,849
Surplus after adding other comprehensive income for the year attributable to members		(105,099)	(34,574)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Cashflow Statement

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

For the year ended 30 June 2019

	2019	2018
Cashflow Statement		
Cashflow Statement Details		
Cashflows from Operating Activities		
Receipts From Customers	1,898,151	1,967,293
Payments to Suppliers	(1,762,429)	(1,952,979)
Interest Received	94	108
Interest and Other Finance Costs Paid	(25,594)	(20,759)
Net Cash from Operating Activities:-	110,221	(6,337)
Cashflows from Investing Activities		
Payments for Property, Plant and Equipment	(44,350)	(47,026)
Payment of Borrowing Costs	(2,337)	-
Proceeds from Sale of Property, Plant and Equipment	11,001	65,000
Net Cash used in Investing Activities:-	(35,687)	17,974
Cashflows from Financing Activities		
Increase / (Repayment) of Borrowings	(73,232)	(5,962)
Net Cash From / (Used In) Financing Activities:-	(73,232)	(5,962)
Net Increase in Cash and Cash Equivalents:-	1,303	5,675
Cash and Cash Equivalents at the beginning of the financial year:	45,380	39,704
Cash and Cash Equivalents at the end of the financial year:	46,683	45,380

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Balance Sheet

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Bank accounts	2	34,884	18,380
Trade receivables		201	201
Debtors - Sundry		5,272	-
Stock on Hand	3	19,947	26,153
Prepayments		3,138	52,465
Prepaid borrowing expenses		2,630	913
Cash on hand		27,000	27,000
Total Current Assets		93,072	125,112
Non-Current Assets			
Property, plant and equipment	4	429,891	490,072
Total Non-Current Assets		429,891	490,072
Total Assets		522,963	615,185
Liabilities			
Current Liabilities			
Bank overdraft	2	15,202	-
Hire Purchase Liability	5	43,613	40,265
Insurance Premium Funding		-	38,098
Trade creditors		100,269	54,218
Other Creditors	6	59,300	29,914
Other Creditors and Accruals		8,187	-
National Australia Bank		33,409	42,000
NAB credit card		9,893	6,916
Provision for annual leave		60,277	76,885
Subscriptions in advance		10,999	11,527
Members points liability		6,935	8,100
GST	7	23,346	39,862
ATO Clearing Account		30,954	-
Unclaimed Tags		321	669
Total Current Liabilities		402,704	348,455
Non-Current Liabilities			
Hire Purchase Liability	8	20,747	42,271
National Australia Bank		120,060	119,403
National Australia Bank		-	12,000
Loans	9	64,800	64,800
Provision for long service leave		16,346	24,851
Total Non-Current Liabilities		221,954	263,326
Total Liabilities		624,658	611,780

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	30 JUN 2019	30 JUN 2018
Net Assets		(101,695)	3,404
Equity			
Retained Earnings (Accumulated Losses)			
Current Year Earnings (Losses)		(105,099)	(34,574)
Retained Earnings (Accumulated Losses)		3,404	37,978
Total Retained Earnings (Accumulated Losses)		(101,695)	3,404
Total Equity		(101,695)	3,404

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

For the year ended 30 June 2019

1. Statement of Significant Accounting Policies

- The financial statements are a special purpose report prepared for use by directors and the member. The directors have determined that the company is not a reporting entity.

The statements are prepared on an accruals basis. They are based on historic costs and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

These are special purpose finance statements that have been prepared for the purposes of complying with the Co-Operatives Act 1992 and associated regulations. The Directors have determined that the accounting policies adopted are appropriate to meet the needs of the members of Kotara Bowling & Recreation Club Co-Op Limited.

a) Income Tax:

There is no liability for income tax as the club claims exemption as a sporting club under section 50-45 of the Income Tax Assessments Act 1997.

b) Property, Plant and Equipment:

The value of the land included is at historical cost.

The freehold improvements, plant and equipment, and all other assets are included at historical cost. The Directors have obtained a replacement asset valuation for the property, plant and equipment, and all other assets for insurance and finance purposes. As it was for insurance and finance purposes only, the valuation is not reflects in the accounts.

Depreciation is calculated on a diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over their useful lives.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Co-operative. Gains and losses between the carrying amount and the disposal proceeds are taken to the profit or loss.

c) Cash and Cash Equivalents

Cash and Cash Equivalents include cash on hand, deposits at call with financial institutions, other short term, and other highly liquid investments which are not subject to an insignificant risk of changes in value.

d) Trade and Other Receivables

Trade receivable are recognised at fair value, less any provision for impairment. Trade receivables are generally due for settlement within 30 days.

e) Inventories

Stock on hand is stated at the lower of cost and net realisable value.

These notes should be read in conjunction with the attached compilation report.

f) Trade and other Payables

These amounts represent liabilities for goods and services provided to the Co-Operative prior to the end of the financial year and which are unpaid.

g) Borrowings

Loans and Borrowings are recognised at the fair value of the consideration received, net of transaction costs. Where there is an unconditional right to defer settlement of the liability for at least 12 months after the reporting date, the loans or borrowings are classified as non - current.

h) Provisions

Provisions are recognised when the Co-Operative has a present (legal or constructive) obligation as a result of a past event, it is probable the Co-operative will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

i) Employee Benefits**Annual Leave:**

Liabilities for salaries and wages, including non-monetary benefits and annual leave expected to be settled in 12 months of reporting date are recognised in current liabilities in respect of employees services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Long Service Leave:

The liability for long service leave is recognised in current and non current liabilities, depending on the unconditional right to defer settlement of the liability for at least 12 months after the reporting date. The liability is measured as the value of expected future payments to be made in respect of services provided by employees up to the reporting date.

j) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated GST.

k) Going Concern

These financial statements have been prepared on a going concern basis. This basis has been adopted as the Directors and Management continue to monitor discretionary expenditure and identify avenues to increase revenue. Management are also in continuous discussions with suppliers and lenders with regards to the Club's financial position and cash flows.

	2019	2018
2. Cash At Bank		
Cash at Bank - Overdraft Account	(15,202)	-
Cash at Bank - Emergency	1	67

These notes should be read in conjunction with the attached compilation report.

Cash at Bank - general	28,460	12,361
Cash at Bank - Keno	982	568
Cash at Bank - Staff	24	24
Cash at Bank - TAB	416	359
Term Deposit - NAB	5,000	5,000
Total Cash At Bank	19,683	18,380
	2019	2018
3. Stock On Hand		
Stock on hand - Liquor	19,864	21,378
Stock on hand - Gift Cards	83	4,775
Total Stock On Hand	19,947	26,153
	2019	2018
4. Property Plant and Equipment		
Buildings		
Buildings	1,399,040	1,399,040
Less accumulated depreciation	(1,121,771)	(1,081,705)
Total Buildings	277,269	317,335
Plant & Equipment		
Plant and equipment	921,162	914,162
Less accumulated depreciation	(866,029)	(842,921)
Total Plant & Equipment	55,133	71,241
Poker Machines		
Poker machines	486,786	460,236
Less accumulated depreciation	(399,111)	(370,537)
Total Poker Machines	87,675	89,699
Bowling Greens		
Bowling Greens	59,522	59,522
Less accumulated depreciation	(53,334)	(52,307)
Total Bowling Greens	6,188	7,215
Greens Plant		
Greens Plant	57,315	57,315
Less accumulated depreciation	(53,775)	(52,829)
Total Greens Plant	3,540	4,486
Keno Equipment		
Keno equipment	3,173	3,173
Less accumulated depreciation	(3,087)	(3,077)
Total Keno Equipment	86	96
Total Property Plant and Equipment	429,891	490,072

These notes should be read in conjunction with the attached compilation report.

	2019	2018
5. Hire Purchase Liability - Current		
- Leasebank Cube	14,883	16,054
- Air Compressor	2,370	4,161
- Leasebank Lightening	19,280	20,050
- IGT	7,080	-
Total Hire Purchase Liability - Current	43,613	40,265
	2019	2018
6. Other Creditors		
Superannuation payable	50,771	22,140
PAYGW payable	7,949	7,114
Footy comp	580	660
Total Other Creditors	59,300	29,914
	2019	2018
7. GST		
Goods and services tax	23,346	39,862
Total GST	23,346	39,862
	2019	2018
8. Hire Purchase Liability - Non Current		
- Leasebank Cube	10,454	23,065
- Air Compressor	-	2,049
- Leasebank Lightening	-	17,158
- IGT	10,293	-
Total Hire Purchase Liability - Non Current	20,747	42,271
	2019	2018
9. Loans		
- Members	24,800	24,800
- Sub-clubs	10,000	10,000
- Flying Bowlers Chairs	22,500	22,500
- Women Bowlers Super Loan	7,500	7,500
Total Loans	64,800	64,800

These notes should be read in conjunction with the attached compilation report.

10. Lease Commitments

The following hire finance commitments exist as at 30 June 2019 but have not been disclosed in the statement of financial position in accordance with Australian Accounting Standard 16. The related assets have also not been disclosed in the statement of financial position. The assets financed do not pass ownership to the Club until the final payment is made. The finance commitments will be completed in the early part of the year ended 30 June 2020 and, as noted below, the total payable amounts to less than \$12,000.00. In accordance with AASB 16, the liability and overall effect on the Club's financial statements is considered to be immaterial. However, the commitments have been disclosed below to note the current liability of the Club in relation to these commitments.

a. Kitchen renovation and fit out commencing November 2014. Total hire finance commitment at commencement was \$83,483. This includes \$44,500 existing hire finance which existed as at November 2014. As at 30 June 2019 the remaining commitment is \$7,044 with \$7,044 of this being due within 12 months of 30 June 2019.

b. Cool room equipment commencing June 2015. Total hire finance commitment at commencement was \$30,551. As at 30 June 2019 the remaining commitment is \$4,074 with \$4,074 of this being due within 12 months of 30 June 2019.