

# Financial Statements

KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE  
LIMITED

ABN 13 708 432 461

For the year ended 30 June 2020

Prepared by Lambourne Partners

# Compilation Report

## KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED For the year ended 30 June 2020

We have compiled the accompanying special purpose financial statements of KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED, which comprise the balance sheet as at 30 June 2020, the income statement, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

### The Responsibility of the Directors

The director(s) of KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

### Our Responsibility

On the basis of information provided by the directors we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

### Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

### Lambourne Partners

Level 1, 56 Hudson Street  
HAMILTON NSW 2303



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Partner: Chad Nean

Hamilton

Date: 30.07.2020

# Directors Declaration

## KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED For the year ended 30 June 2020

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 2020, 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 2020 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 2020

	NOTES	2020	2019
<b>Income</b>			
Revenue		1,295,066	1,629,759
<b>Total Income</b>		<b>1,295,066</b>	<b>1,629,759</b>
<b>Expenses</b>			
Raw materials and consumables used		495,073	662,520
Bowling, sponsorship and promotion expense		103,232	189,170
Employee benefits expense		273,793	316,403
Gaming and racing costs		40,042	58,099
Depreciation and amortisation costs		105,688	104,242
Occupancy costs		80,855	91,057
Finance costs		33,406	30,397
Other Expenses		249,250	402,773
<b>Total Expenses</b>		<b>1,381,339</b>	<b>1,854,661</b>
<b>Surplus before adding other comprehensive income for the year attributable to members</b>		<b>(86,273)</b>	<b>(224,902)</b>
<b>Other Comprehensive Income</b>			
Other Comprehensive Income		247,626	119,803
<b>Total Other Comprehensive Income</b>		<b>247,626</b>	<b>119,803</b>
<b>Surplus after adding other comprehensive income for the year attributable to members</b>		<b>161,352</b>	<b>(105,099)</b>

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 2020

	2020	2018
<b>Cashflow Statement</b>		
<b>Cashflow Statement Details</b>		
<b>Cashflows from Operating Activities</b>		
Receipts From Customers	1,631,288	1,898,151
Payments to Suppliers	(1,509,997)	(1,762,429)
Interest Received	93	94
Interest and Other Finance Costs Paid	(23,965)	(25,594)
<b>Net Cash from Operating Activities:-</b>	<b>97,419</b>	<b>110,221</b>
<b>Cashflows from Investing Activities</b>		
Payments for Property, Plant and Equipment	(87,189)	(44,350)
Payment of Borrowing Costs	-	(2,337)
Proceeds from Sale of Property, Plant and Equipment	-	11,001
<b>Net Cash used in Investing Activities:-</b>	<b>(87,189)</b>	<b>(35,687)</b>
<b>Cashflows from Financing Activities</b>		
Increase / (Repayment) of Borrowings	(4,734)	(73,232)
<b>Net Cash From / (Used In) Financing Activities:-</b>	<b>(4,734)</b>	<b>(73,232)</b>
<b>Net Increase in Cash and Cash Equivalents:-</b>	<b>5,496</b>	<b>1,303</b>
Cash and Cash Equivalents at the beginning of the financial year:	46,682	45,380
<b>Cash and Cash Equivalents at the end of the financial year:</b>	<b>52,178</b>	<b>46,683</b>

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# Balance Sheet

## KOTARA BOWLING AND RECREATION CLUB CO-OPERATIVE LIMITED

As at 30 June 2020

	NOTES	30 JUN 2020	30 JUN 2019
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts	2	32,248	34,884
Trade receivables		804	201
Debtors - Sundry		22,119	5,272
Stock on Hand	3	13,149	19,947
Prepayments		25,417	3,138
Prepaid borrowing expenses		1,927	2,630
Cash on hand		20,000	27,000
<b>Total Current Assets</b>		<b>115,663</b>	<b>93,072</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	4	411,391	429,891
<b>Total Non-Current Assets</b>		<b>411,391</b>	<b>429,891</b>
<b>Total Assets</b>		<b>527,054</b>	<b>522,963</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Bank overdraft	2	69	15,202
Hire Purchase Liability	5	41,247	43,613
Trade creditors		121,276	100,269
Other Creditors	6	16,112	59,300
Other Creditors and Accruals		9,421	8,187
National Australia Bank		33,219	33,409
NAB credit card		8,513	9,893
Provision for annual leave		17,919	60,277
Subscriptions in advance		6,745	10,999
Members points liability		6,179	6,935
GST	7	-	23,346
ATO Clearing Account		23,467	30,954
Other Payroll Liabilities		457	-
ATO Super Account		4,844	-
Unclaimed Tags		321	321
<b>Total Current Liabilities</b>		<b>289,788</b>	<b>402,704</b>
<b>Non-Current Liabilities</b>			
Hire Purchase Liability	8	44,667	20,747
National Australia Bank		95,342	120,060
Loans	9	23,800	64,800
Provision for long service leave		13,800	16,346
<b>Total Non-Current Liabilities</b>		<b>177,609</b>	<b>221,954</b>
<b>Total Liabilities</b>		<b>467,396</b>	<b>624,658</b>

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

	NOTES	30 JUN 2020	30 JUN 2019
<b>Net Assets</b>		<b>59,657</b>	<b>(101,695)</b>
<b>Equity</b>			
<b>Retained Earnings (Accumulated Losses)</b>			
Current Year Earnings (Losses)		161,352	(105,099)
Retained Earnings (Accumulated Losses)		(101,695)	3,404
<b>Total Retained Earnings (Accumulated Losses)</b>		<b>59,657</b>	<b>(101,695)</b>
<b>Total Equity</b>		<b>59,657</b>	<b>(101,695)</b>

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 2020

### 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 reflected 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 receivables 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.

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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.

	2020	2019
<b>2. Cash At Bank</b>		
Cash at Bank - Overdraft Account	(69)	(15,202)
Cash at Bank - Emergency	-	1

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

Cash at Bank - general	16,564	28,460
Cash at Bank - Keno	657	982
Cash at Bank - Staff	10,024	24
Cash at Bank - TAB	2	416
Term Deposit - NAB	5,000	5,000
<b>Total Cash At Bank</b>	<b>32,178</b>	<b>19,683</b>
	2020	2019

### 3. Stock On Hand

Stock on hand - Liquor	13,149	19,864
Stock on hand - Gift Cards	-	83
<b>Total Stock On Hand</b>	<b>13,149</b>	<b>19,947</b>
	2020	2019

### 4. Property Plant and Equipment

<b>Buildings</b>		
Buildings	1,399,040	1,399,040
Less accumulated depreciation	(1,161,599)	(1,121,771)
<b>Total Buildings</b>	<b>237,441</b>	<b>277,269</b>

<b>Plant &amp; Equipment</b>		
Plant and equipment	934,523	921,162
Less accumulated depreciation	(882,887)	(866,029)
<b>Total Plant &amp; Equipment</b>	<b>51,636</b>	<b>55,133</b>

<b>Poker Machines</b>		
Poker machines	503,737	497,587
Less accumulated depreciation	(442,555)	(409,912)
<b>Total Poker Machines</b>	<b>61,183</b>	<b>87,675</b>

<b>Bowling Greens</b>		
Bowling Greens	59,522	59,522
Less accumulated depreciation	(54,323)	(53,334)
<b>Total Bowling Greens</b>	<b>5,199</b>	<b>6,188</b>

<b>Greens Plant</b>		
Greens Plant	60,958	57,315
Less accumulated depreciation	(54,351)	(53,775)
<b>Total Greens Plant</b>	<b>6,606</b>	<b>3,540</b>

<b>Keno Equipment</b>		
Keno equipment	3,173	3,173
Less accumulated depreciation	(3,096)	(3,087)
<b>Total Keno Equipment</b>	<b>77</b>	<b>86</b>

<b>Leased Assets</b>		
Leased Assets	62,085	-

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

Less accumulated depreciation	(12,835)	-
<b>Total Leased Assets</b>	<b>49,250</b>	<b>-</b>
<b>Total Property Plant and Equipment</b>	<b>411,391</b>	<b>429,891</b>
	<b>2020</b>	<b>2019</b>
<b>5. Hire Purchase Liability - Current</b>		
- Leasebank Cube	15,519	14,883
- Air Compressor	-	2,370
- Leasebank Lightening	6,583	19,280
- IGT	7,438	7,080
- Leased Asset - Copier	3,650	-
- Leased Asset - POS	8,057	-
<b>Total Hire Purchase Liability - Current</b>	<b>41,247</b>	<b>43,613</b>
	<b>2020</b>	<b>2019</b>
<b>6. Other Creditors</b>		
Superannuation payable	15,182	50,771
PAYGW payable	-	7,949
Footy comp	930	580
<b>Total Other Creditors</b>	<b>16,112</b>	<b>59,300</b>
	<b>2020</b>	<b>2019</b>
<b>7. GST</b>		
Goods and services tax	-	23,346
<b>Total GST</b>	<b>-</b>	<b>23,346</b>
	<b>2020</b>	<b>2019</b>
<b>8. Hire Purchase Liability - Non Current</b>		
- Leasebank Cube	-	10,454
- IGT	5,274	10,293
- Leased Asset - Copier	16,644	-
- Leased Asset - POS	22,750	-
<b>Total Hire Purchase Liability - Non Current</b>	<b>44,667</b>	<b>20,747</b>
	<b>2020</b>	<b>2019</b>
<b>9. Loans</b>		
- Members	23,800	24,800
- Sub-clubs	-	10,000
- Flying Bowlers Chairs	-	22,500
- Women Bowlers Super Loan	-	7,500
<b>Total Loans</b>	<b>23,800</b>	<b>64,800</b>

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