

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2019

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The financial report was authorised for issue by the Directors on 23 September 2019. The Club has the power to amend and re-issue the financial report.

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

DIRECTORS' REPORT

Your Directors presents their report for the financial year ended 30 June 2019.

1. Directors

The names of the Directors in office at the date of this report are:

Name	Occupation/Qualification	Position	Years service as a Director
J Payne	Retired Finance Officer	President	12 - Elected at AGM
H Morrison	Retired Printer	Vice-President	5
N Savertsen	Retired Project Manager		12
V Bowtell	Retired Domestic Duties		12
D Cheetham	Office Administrator		8
D Smith	Employment Consultant		5
A Pritchard	Retired Railway Officer		1 - Elected at AGM

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

2. Activities

The principal activities of the Club during the financial period were:

The running of a licensed Club in accordance with its objectives for the benefit of its members.

3. Objectives of the Club

The Club's short and long term objectives are to:

Provide the best facilities available to members and their guests with a special interest in bowling activities.

To achieve these objectives the Club has adopted the following strategies;

- Maintain or increase existing revenue levels and control costs to maintain profitability which will allow the Club's premises to be continually improved ;
- Ensure greens are kept to an optimum standard by employing quality greenkeepers and undertaking regular maintenance ;
- Employing a bowls co-ordinator and ensuring appropriate support for bowlers of all skill levels.

These strategies are measured through both financial and non financial key performance indicators that have been developed relevant to the club industry.

4. Results

The net result of operations was a profit of \$73,728 (2018: loss of \$30,544).

5. Review of Operations

The return to profit this year is attributable to an increase in revenue for both poker machine and bar trading. This was partly offset by increases in operating costs including gaming tax, entertainment and insurance.

6. Auditor's Independence Declaration

The auditor's independence declaration for the year ended 30 June 2019 has been received and can be found on page 4 of the financial report.

DFK Crosbie continues to hold office in accordance with Section 307 of the Corporations Act. The Club may decide to engage the auditor in addition to their statutory audit where the auditor's expertise and experience with the Club is important.

7. Limited by Guarantee

The Club is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$20 each towards meeting any obligations of the Club. At 30 June 2019 the collective liability of members was \$17,680 (2018 \$25,760)

TELARAH BOWLING CLUB
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DIRECTORS' REPORT (Cont.)

8. Meeting Attendances

During the financial year ended 30 June 2019 the total number of meetings held was 13, comprising of 11 ordinary and 2 special meetings. The details of each Directors' attendances at those meetings is given below:

<u>Director</u>		<u>Normal</u>	<u>Special</u>	<u>No. Held while in Office</u>
J Payne	Appointed at AGM	7	2	9
H Morrison		11	2	13
N Savertsen		11	2	13
D Cheetham		11	2	13
D Smith		9	2	13
V Bowtell		11	2	13
A Pritchard	Appointed at AGM	7	2	9
B Lee	Resigned at AGM	4	0	4
G Wahle	Resigned at AGM	3	0	4

The AGM was held on 28 October 2018.

9. Property Report

The land on which the Clubhouse is situated is owned by the Club. The Directors have determined that all property of the Club shall be classified as follows in accordance with section 41J of the Registered Clubs Act 1976:

Core Property - Freehold land and buildings and leased car park situated at Clark Street, Telarah
 Non-Core Property - nil

10. Company Secretary

The Company Secretary is Ms Joanne Henderson. Ms Henderson has been an employee of the Club since March 2007.

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


John Payne - President


Hugh Morrison - Vice President

Date: 23 September 2019

dfk crosbie

Business Advisers and Accountants

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF
TELARAH BOWLING CLUB

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Brent Perkins - Partner



DFK Crosbie Partners
Chartered Accountants

Date: 23 September 2019
Newcastle West



Business Advisers and Accountants

TELARAH BOWLING CLUB

(ABN 42 000 616 704)

INDEPENDENT AUDIT REPORT TO MEMBERS

To the Members of Telarah Bowling Club

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Telarah Bowling Club (the Club), which comprises the statement of financial position as at 30 June 2019 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended, a summary of significant accounting policies, other explanatory notes and the Directors' declaration.

In our opinion, the accompanying financial report of Telarah Bowling Club is in accordance with the Corporation Act 2001, including:

- (i) giving a true and fair view of the Club's financial position as at 30 June 2019 and of its performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Regulations 2001.

Basis for 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 Club in accordance with 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 2 to the financial report which indicates that the Company has a deficiency in working capital such that current liabilities exceeded current assets by \$1,674,078. This together with the other matters set out in Note 2 indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the Financial Report

The Directors of the Club are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements 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 Club'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 Club or to cease operations, or have no realistic alternative but to do so.



Business Advisers and Accountants

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

INDEPENDENT AUDIT REPORT TO MEMBERS

Matters relating to the electronic presentation of the audited financial report

The auditor's report relates to the financial report of the Club for the year ended 30 June 2019 included on the Club's web site. The Club's Directors are responsible for the integrity of the Club's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

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/auditors_responsibilities/ar4.pdf. This description forms part of our audit report.

Brent Perkins - Partner

DFK Crosbie Partners
Chartered Accountants

Date: 23 September 2019
Newcastle West NSW

Newcastle | Sydney

Liability limited by a scheme approved under the Professional Standards legislation.

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

DIRECTORS' DECLARATION

The Directors of the Club declare that:

- 1 The financial statements and notes, as set out on pages 8 to 18 are in accordance with the Corporations Act 2001 and:
 - (a) give a true and fair view of the financial position as at 30 June 2019 and of its performance for the year ended on that date for the Club.
 - (b) comply with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Regulations 2001.

- 2 At the date of this declaration there are reasonable grounds to believe that Telarah Bowling Club 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 and signed for on behalf of the Directors by:



John Payne - President



Hugh Morrison - Vice President

Date: 23 September 2019

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Notes	2019 \$	2018 \$
CURRENT ASSETS			
Cash and Cash Equivalents	7	136,523	116,712
Trade Receivables	8	9,792	9,672
Inventories	9	16,990	16,706
Other Assets	10	48,198	46,644
TOTAL CURRENT ASSETS		211,503	189,734
NON-CURRENT ASSETS			
Property, Plant and Equipment	11	3,187,117	3,223,216
TOTAL NON-CURRENT ASSETS		3,187,117	3,223,216
TOTAL ASSETS		3,398,620	3,412,950
CURRENT LIABILITIES			
Trade and Other Payables	12	244,362	236,303
Borrowings	13	1,531,946	1,666,137
Provisions	14	72,170	60,369
Other Liabilities	15	37,103	35,303
TOTAL CURRENT LIABILITIES		1,885,581	1,998,112
NON-CURRENT LIABILITIES			
Borrowings	13	96,429	68,565
Provisions	14	6,840	10,231
TOTAL NON-CURRENT LIABILITIES		103,269	78,796
TOTAL LIABILITIES		1,988,850	2,076,908
NET ASSETS		1,409,770	1,336,042
MEMBERS' FUNDS			
Accumulated Profits		1,409,770	1,336,042
TOTAL MEMBERS' FUNDS		1,409,770	1,336,042

To be read in conjunction with the attached notes to the Financial Statements

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

Notes	2019 \$	2018 \$
Bar Sales	847,822	755,797
Cost of Goods Sold	344,405	308,583
Bar Gross Profit (\$)	503,417	447,214
Bar Gross Profit (%)	59.38%	59.17%
Poker Machine Net Revenue	1,206,303	1,103,866
Paper Gaming Commission	65,166	68,826
Bowls Income	7,333	6,944
Men's Sub Club	-	2,464
Insurance Recoveries	20,014	6,501
Interest Received	71	112
Profit/Loss on Sale of Fixed Assets	17,500	1,650
Rents Received	18,850	19,464
Subscription Income	16,274	25,967
Other Income	217,359	207,326
Total Income	2,072,287	1,890,334
Less Operating Expenses		
Bar Direct Expenses	237,057	224,755
Poker Machine Direct Expenses	340,619	296,630
Paper Gaming Direct Expenses	25,240	25,160
Bowls Direct Expenses	76,491	77,348
Women's Sub Club	-	920
Members Amenities	320,742	291,070
Clubhouse	388,766	383,110
Administration (excluding Borrowing Costs)	488,686	488,555
Borrowing Costs	120,958	133,330
Total Expenses	1,998,559	1,920,878
Net Profit/(Loss) Before Income Tax	73,728	(30,544)
Income Tax Expense	1	-
Net Profit/(Loss) After Income Tax	73,728	(30,544)
Other Comprehensive Income/(Expenses)	-	-
Total Comprehensive Income/(Loss)	73,728	(30,544)

To be read in conjunction with the attached notes to the Financial Statements

TELARAH BOWLING CLUB
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STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 30 JUNE 2019

Notes	2019 \$	2018 \$
Cash Flows from Operating Activities		
Receipts from Members and Guests	2,622,840	2,433,594
Payments to Suppliers and Employees	(2,101,004)	(1,957,124)
Interest Received	71	112
Interest Paid	(120,958)	(133,330)
<i>Net Cash Flows provided by (used in) Operating Activities</i>	400,949	343,252
Cash Flows from Investing Activities		
Proceeds from Sale of Property, Plant and Equipment	17,500	1,650
Transfers from Investments	-	5,000
Payments for Property, Plant and Equipment	(88,475)	(151,126)
<i>Net Cash Flows provided by (used in) Investing Activities</i>	(70,975)	(144,476)
Cash Flows from Financing Activities		
Proceeds from Borrowings	178,161	334,581
Repayment of Borrowings	(488,324)	(479,986)
<i>Net Cash Flows provided by (used in) Financing Activities</i>	(310,163)	(145,405)
Net Increase/(Decrease) in Cash Held	19,811	53,371
Cash and Cash Equivalents at the Beginning of the Financial Year	116,712	63,341
Cash and Cash Equivalents at the End of the Financial Year	7 136,523	116,712

To be read in conjunction with the attached notes to the Financial Statements

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

	Accumulated Profits \$	Total \$
Balance at 1 July 2017	1,366,586	1,366,586
Net Profit/(Loss)	<u>(30,544)</u>	<u>(30,544)</u>
Balance at 30 June 2018	1,336,042	1,336,042
Net Profit/(Loss)	<u>73,728</u>	<u>73,728</u>
Balance at 30 June 2019	<u><u>1,409,770</u></u>	<u><u>1,409,770</u></u>

To be read in conjunction with the attached notes to the Financial Statements

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

1 Statement of Significant Accounting Policies

Basis of Preparation

This financial report is a general purpose financial report that has been prepared in accordance with applicable Australian Accounting Standards - Reduced Disclosure Requirements, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. Telarah Bowling Club (the Club) is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

The financial report has been prepared on an accruals basis and is based on historical costs. The financial report is presented in Australian dollars.

The following is a summary of the significant accounting policies adopted by the Club in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Statement of Compliance

The financial report complies with Australian Accounting Standards - Reduced Disclosure Standards as issued by the Australian Accounting Standards Board (AASB), being AASB 1053 Application of Tiers of Australian Accounting Standards and AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements.

Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Club and the revenue can be reliably measured.

Sales revenue comprises the revenue earned from the provision of products or services to entities outside the Club.

Revenue from membership subscriptions is recognised upon receipt of money for the period to which the membership relates.

Interest income is recognised as it accrues.

The profit or loss on disposal of asset is brought to account at the date an unconditional contract is signed.

Other revenue is recognised as it accrues.

Income Tax

The Club is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997.

Goods and Services Tax

Revenues, 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 Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are stated with the amount of GST included. The amount of GST recoverable or payable to the ATO is included as a current asset or current liability in the statement of financial position. Cash flows are included in the statement of cashflows on a gross basis. The GST component of cash flows arising from investing and financing activities which are recoverable from or payable to the ATO are classified as operating cash flows.

Cash and Cash Equivalents

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the statement of cashflows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

Trade Receivables

Trade receivables are recognised initially at the amount of the consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Club holds the trade receivables with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost. Trade receivables are generally due within 30 days from the date of recognition.

The Club has adopted AASB 9 Financial Instruments from 1 July 2018. AASB 9 replaces the provisions of AASB 139 relating to the recognition, classification and measurement of financial assets and financial liabilities. In accordance with the transitional provisions in AASB 9 the standard has been applied retrospectively. There was no impact on the measurement and recognition of the Club's financial assets or receivables resulting from the adoption of AASB 9.

Inventories

Inventories are measured at the lower of cost and current replacement value.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Other Assets

This includes prepayments. Prepayments are payments made in advance for goods and services which are to be received in the future.

Property, Plant and Equipment

Property, Plant and Equipment and Poker Machines are depreciated so as to write off the assets over their estimated useful life to the Club.

Rates are as follows:

Buildings	2.5% - 10%
Plant and Equipment	10% - 40%
Poker Machines	20% - 25%
Greens and Equipment	7.5% - 20%

Impairment

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash in flows, the recoverable amount is determined for the cash generating unit in which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amount.

The recoverable amount of plant and equipment is the greater of fair value less cost to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the future economic benefits of an asset are not dependant on the asset's ability to generate net cash inflows and if deprived of the asset the Club would replace its remaining future economic benefit, value in use is determined as the depreciated replacement cost of the asset.

Impairment losses are recognised in the statement of profit or loss and other comprehensive income in the administration expense line item.

Trade and Other Payables

Trade and other payables, including accruals, are recorded initially at fair value and subsequently at amortised cost. Trade and other payables are non-interest bearing. Trade accounts payable are normally settled within 30 days.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowing costs are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest rate method.

Borrowings are classified as current liabilities unless the Club has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Borrowing Costs

Borrowing Costs are recognised as an expense when incurred.

Employee Benefits

Short Term

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' service up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

TELARAH BOWLING CLUB
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Other Long Term

The liabilities for long service leave and annual leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been selected and used.

The obligations are presented as current liabilities in the statement of financial position if the entity does not have an unconditional right to defer settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

Sub Clubs

The Men's Bowls and Women's Bowls Sub Clubs have been consolidated into the Club's financial statements in the current year, due to the Club's constitution providing effective control over each Sub Club, with the bank balances of the Sub Clubs included on the statement of financial position. A corresponding liability for each Sub Club has also been brought to account recognising the commitment of the identified funds to the future operation of the respective Sub Clubs.

Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

2 Deficiency in Working Capital

As at balance date, current assets totalled \$211,503 compared to current liabilities of \$1,885,581 giving a working capital deficit of \$1,674,078. The loan facilities from Commonwealth Bank of Australia (previously BankWest) with a total of \$1,367,006 have been classified as a current liability as the facilities are due to expire in November 2019 with no confirmation of renewal or extension of the facilities.

The Directors have determined that the going concern basis is appropriate given:

- The Directors are of the opinion that the loan facilities will be renewed under terms and conditions that will allow the Club to fulfil their obligations to the Bank.
- The Club achieved a profit of \$73,728 for the year.
- The Club generated positive net operating cashflows of \$400,949 during the current year.
- The Club has a cash balance at 30 June 2019 of \$136,523.
- The Directors expect cashflows going forward to continue based on recent trading results.

If the Club is unable to continue as a going concern, it may be required to realise its assets and distinguish its liabilities other than in the normal course of business and at amounts different to those stated in this financial report. The financial report does not include any adjustments relating to the recoverability and classification of asset amounts or to the amounts and classification of liabilities that might be necessary should the Club not continue as a going concern.

3 Significant Accounting Judgements, Estimates and Assumptions

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Significant accounting estimates and assumptions

The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Useful lives of property, plant and equipment

The useful life of Property, Plant and Equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence.

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

4 Limited by Guarantee

The Club is an incorporated body having no share capital and the liability of Members is limited by guarantee. The registered address of the Club is Clark Street, Telarah.

	2019	2018
	\$	\$
5 Operating Revenue		
Bar Sales	847,822	755,797
Poker Machine Net Revenue	1,206,303	1,103,866
Paper Gaming Commission	65,166	68,826
Bowls Income	7,333	6,944
Insurance Recoveries	20,014	6,501
Interest Received	71	112
Rent	18,850	19,464
Profit on Sale of Fixed Assets	17,500	1,650
Subscription Income	16,274	25,967
Other Income	217,359	207,326
Total	2,416,692	2,196,453

6 Operating Profit

Operating profit/(loss) before income tax is arrived at after crediting and charging the following specific items:

Credits

Interest Received/Receivable	71	112
Profit on Sale of Assets	17,500	1,650

Charges

Depreciation			
- Poker Machines	126,470		106,432
- Plant and Equipment	44,064		48,234
- Greens and Greens Equipment	26,102		26,197
- Land and Buildings	126,571		120,735
Total Depreciation	323,207		301,598
Finance costs	120,958		133,330
Employee Benefits			
- Wages	555,901		552,811
- Superannuation	56,769		54,844
- Leave Provisions	9,060		(5,203)
	621,730		602,452

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018			
	\$	\$			
7 Cash and Cash Equivalents					
Current					
Cash and Cash Equivalents	136,523	116,712			
	<u>136,523</u>	<u>116,712</u>			
8 Trade Receivables					
Current					
Trade Debtors	9,792	9,672			
	<u>9,792</u>	<u>9,672</u>			
9 Inventories					
Current					
Bar Stock on Hand - at Cost	16,990	16,706			
	<u>16,990</u>	<u>16,706</u>			
10 Other Assets					
Current					
Prepayments	45,932	46,644			
Other Debtors	2,266	-			
	<u>48,198</u>	<u>46,644</u>			
11 Property, Plant and Equipment					
	Land and Buildings \$	Plant & Equipment \$	Poker Machines \$	Greens and Equipment \$	Total \$
Year ended 30 June 2019					
At 1 July 2018,					
Net of Accumulated Depreciation/Amortisation	2,488,121	194,335	194,202	346,558	3,223,216
Additions	2,273	47,927	242,111	-	292,311
Disposals		-	5,203	-	5,203
Less: Depreciation/Amortisation	126,571	44,064	126,470	26,102	323,207
At 30 June 2019					
Net of Accumulated Depreciation/Amortisation	<u>2,363,823</u>	<u>198,198</u>	<u>304,640</u>	<u>320,456</u>	<u>3,187,117</u>
At 1 July 2018					
Cost or Fair Value	4,389,592	693,166	1,418,761	547,746	7,049,265
Accumulated Depreciation/Amortisation	1,901,471	498,831	1,224,559	201,188	3,826,049
Net Carrying Amount	<u>2,488,121</u>	<u>194,335</u>	<u>194,202</u>	<u>346,558</u>	<u>3,223,216</u>
At 30 June 2019					
Cost or Fair Value	4,391,864	735,243	1,293,704	547,746	6,968,557
Accumulated Depreciation/Amortisation	2,028,041	537,045	989,064	227,290	3,781,440
Net Carrying Amount	<u>2,363,823</u>	<u>198,198</u>	<u>304,640</u>	<u>320,456</u>	<u>3,187,117</u>
12 Trade and Other Payables					
Current					
Creditors - Trade			189,920		190,075
GST Payable			54,442		46,228
			<u>244,362</u>		<u>236,303</u>

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 \$	2018 \$
13 Borrowings		
Current		
Loan - Bankwest 1 (Secured - Note 19) **	1,322,362	1,318,232
Loan - Bankwest 2 (Secured - Note 19) **	44,644	145,961
Loan - Insurance	38,456	33,159
Lease Liability (Note 18)	126,484	108,785
Loan - Other (Unsecured)	-	60,000
	1,531,946	1,666,137
Non-Current		
Lease Liability (Note 18)	96,429	68,565
	96,429	68,565
** The current facilities have been transferred to the Commonwealth Bank of Australia in July 2019. The expiry date of November 2019 has not been changed and a new facility is currently being negotiated with the Commonwealth Bank of Australia.		
14 Provisions		
Current		
Provision for Annual Leave	39,283	34,707
Provision for Long Service Leave	32,237	24,362
Provision for Members Draw	650	1,300
	72,170	60,369
Non current		
Provision for Long Service Leave	6,840	10,231
	6,840	10,231
15 Other Liabilities		
Current		
Sub Club Funds Held	21,491	26,997
Income in Advance	15,612	8,306
	37,103	35,303
16 Contingent Liabilities		
<i>Bank Guarantee</i>		
The Club has a bank guarantee for \$5,000 issued in favour of TAB Limited. The guarantee is provided by the Commonwealth Bank of Australia and is secured by a term deposit held with the Bank.		
<i>Bonus Points</i>		
At 30 June 2019, the Club had a contingent liability in relation to bonus points of \$34,672 which may be redeemed by members at any time.		
<i>Creditor Claim</i>		
The Club has received a claim from a supplier in the amount of \$43,250 which the Club is disputing, with no further correspondence received by the Club subsequent to the initial claim letter nor has the creditor commenced legal proceedings. The Directors are of the view that no amount is payable in relation to the claim.		

TELARAH BOWLING CLUB
(ABN 42 000 616 704)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
17 Related Parties		
The names of persons who were Directors of the Club at any time during the year are as they appear in the attached Directors' Report.		
Key Management Personnel		
The total of remuneration paid to key management personnel of the Club during the year were as follows:		
Short term employee benefits	101,653	92,473
Long term employee benefits	2,165	2,011
Post employee benefits	15,338	14,451
	119,156	108,935
Related Party Transactions		
There were no related party transactions during the year.		
18 Commitments for Expenditure		
(a) Rental Agreements		
Payable not later than one year	20,706	20,706
Later than one year but not later than five years	25,699	46,405
	46,405	67,111
The Club has a 12 month lease with a 12 month option with Maitland City Council in regards to car park rental, with the annual rental payable being \$1.		
(b) Lease Commitments		
Total commitments in relation to lease agreements are as follows:		
Payable not later than one year	127,996	113,553
Payable Later than one year but not later than five years	96,904	69,419
Minimum Payments	224,900	182,972
Less : Future Finance Charges	(1,987)	(5,622)
Total	222,913	177,350
These are reflected in the statement of financial position as follows:		
Lease liability - current	126,484	108,785
Lease liability - non-current	96,429	68,565
Total	222,913	177,350
(c) Capital Commitments		
Total commitments in relation to capital expenditure are as follows:		
Poker Machines	48,180	67,898
Refrigeration Compressor	-	14,000
Total	48,180	81,898

19 Security and Unused Facilities

The Bankwest loans of \$1,367,006 are secured by first mortgages over the Club properties at Clarke Street, Telarah as well as a general security interest in the assets of the Club. The Club has an unused amount of \$17,638 available on this facility.

The lease liabilities of \$222,913 are secured by the underlying assets that have been financed.