

North Shore Country Club and Residents Association

ABN 20 353 736 273

Financial Statements

For the year ended 30 June 2021

North Shore Country Club and Residents Association

ABN 20 353 736 273

Financial Statements

For the year ended 30 June 2021

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North Shore Country Club and Residents Association

ABN 20 353 736 273

Committee's Report

For the year ended 30 June 2021

Your committee members submit the financial accounts of the North Shore Country Club and Residents Association for the financial year ended 30 June 2021.

Committee Members

The names of committee members at the date of this report are:

| | |
|----------------|------------------|
| Larry Hirsch | John Ingrams |
| Tony O'Brien | Jeff Danylyk |
| Linda Frith | Christopher May |
| Shane Rayfield | Philip Vinciullo |
| James Wild | |

Principal Activities

The principal activities of the association during the financial year were the provision of social and sporting activities for local community.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The deficit from ordinary activities after providing for income tax amounted to

| | Year ended 30 June 2021 | Year ended 30 June 2020 |
|---|----------------------------|----------------------------|
| | \$ | \$ |
| | <u>(1,558)</u> | <u>(68,774)</u> |
| Including Grants as follows: | | |
| <u>Capital Grants</u> | | |
| Australia Day Council | 20,000 | |
| Less Event costs | <u>(6,733)</u> | |
| | 13,267 | |
| Community Sport & Recreation Small Grants Program | <u>3,711</u> | |
| | <u>16,978</u> | <u>0</u> |
| <u>COVID Income Support</u> | | |
| Commonwealth JobKeeper | 13,500 | 6,000 |
| Commonwealth Cashflow Boost | 10,000 | 10,000 |
| State Government Lockdown Support | <u>1,818</u> | <u>0</u> |
| | <u>25,318</u> | <u>16,000</u> |

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



Larry Hirsch



Tony O'Brien

These financial statements are unaudited. They must be read in conjunction with the Notes which form part of these financial statements.

North Shore Country Club and Residents Association

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Trading Account

For the year ended 30 June 2021

| | 2021 | 2020 |
|----------------------------------|----------------|----------------|
| | \$ | \$ |
| Trading Income | | |
| Bar sales | 157,398 | 103,689 |
| Total Trading Income | 157,398 | 103,689 |
| Cost of Sales | | |
| Add: | | |
| Purchases | 65,293 | 50,432 |
| | 65,293 | 50,432 |
| Less: | | |
| Stock increase / (decrease) | 148 | (1,047) |
| | 148 | (1,047) |
| Add: | | |
| Direct labour | 49,104 | 51,047 |
| | 49,104 | 51,047 |
| Cost of Sales | 114,249 | 102,526 |
| Gross Profit from Trading | 43,149 | 1,163 |

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Income and Expenditure Statement For the year ended 30 June 2021

| | 2021 | 2020 |
|---|---------|----------|
| | \$ | \$ |
| Income | | |
| Trading profit | 43,149 | 1,163 |
| Kitchen trading | 1,684 | (17,926) |
| Membership fees | 21,777 | 21,183 |
| Social membership fees | 11,920 | 5,041 |
| Event income | 16,843 | 24,260 |
| Venue hire | 12,526 | 10,487 |
| Rental income | 25,155 | 21,230 |
| Court rental | 9,000 | 6,918 |
| Light fees | 2,969 | 1,245 |
| Ball fees | 4,192 | 2,467 |
| Sponsorship Income (net of Production Cost) | 3,739 | 4,202 |
| Capital Grant Income | 16,977 | 0 |
| COVID Income Support | 25,318 | 16,000 |
| Interest received | 4,566 | 38,119 |
| Other income | 2,290 | 2,765 |
| Total income | 202,105 | 137,155 |
| Expenses | | |
| Accountancy | 7,604 | 6,000 |
| Marketing (inc Social Media & Website) | 5,851 | 312 |
| Bank fees & charges | 3,687 | 3,175 |
| Cleaning & rubbish removal | 9,814 | 8,486 |
| Consultants fees | 2,975 | 2,005 |
| Depreciation - Clubhouse | 67,626 | 67,710 |
| Depreciation - Grounds | 5,576 | 0 |
| Depreciation - Sports facilities | 16,206 | 12,070 |
| Event costs | 12,089 | 10,967 |

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North Shore Country Club and Residents Association

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Income and Expenditure Statement For the year ended 30 June 2021

| | 2021 | 2020 |
|--|------------------|------------------|
| | \$ | \$ |
| Electricity | 9,463 | 10,081 |
| Fees & licenses | 1,026 | 650 |
| General expenses | 1,996 | 4,952 |
| Water and gas | 7,240 | 9,351 |
| Insurance | 11,883 | 10,981 |
| Printing & stationery | 332 | 387 |
| Rates & land taxes | 9,299 | 10,544 |
| Grounds maintenance | 2,541 | 7,817 |
| Mowing and gardenining | 8,118 | 6,860 |
| Clubhouse maintenance | 5,964 | 17,703 |
| Security | 1,176 | 844 |
| Subscriptions | (688) | 755 |
| Superannuation | 3,521 | 5,474 |
| Telephone | 1,288 | 1,383 |
| Tennis affiliation fees | 4,674 | 4,797 |
| Tennis consumables | 4,403 | 2,626 |
| Total expenses | 203,664 | 205,929 |
| Loss from ordinary activities before income tax | (1,558) | (68,774) |
| Income tax revenue relating to ordinary activities | 0 | 0 |
| Net loss attributable to the association | (1,558) | (68,774) |
| Total changes in equity of the association | (1,558) | (68,774) |
| Opening retained profits | 1,417,826 | 1,486,600 |
| Net loss attributable to the association | (1,558) | (68,774) |
| Closing retained profits | 1,416,267 | 1,417,826 |

These financial statements are unaudited. They must be read in conjunction with the Notes which form part of these financial statements.

North Shore Country Club and Residents Association

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Balance Sheet as at 30 June 2021

| Note | 2021 | 2020 |
|----------------------------------|------------------|------------------|
| | \$ | \$ |
| Assets | | |
| Current Assets | | |
| Cash assets | 565,391 | 552,713 |
| Receivables | 0 | 1,485 |
| Inventories | 3,753 | 3,605 |
| GST Receivable | 0 | 7,515 |
| JobKeeper Receivable | 0 | 6,000 |
| Total Current Assets | 569,144 | 571,138 |
| Non-Current Assets | | |
| Property, plant and equipment | 870,725 | 921,906 |
| Total Non-Current Assets | 870,725 | 921,906 |
| Total Assets | 1,439,869 | 1,493,224 |
| Liabilities | | |
| Current Liabilities | | |
| Payables | 9,992 | 52,865 |
| Rental Bond | 8,561 | 8,561 |
| PAYG Withholding | 1,032 | 884 |
| GST Payable | 82 | 0 |
| Membership Receipts in Advance | 2,918 | 12,134 |
| Superannuation Payable | 1,017 | 954 |
| Total Current Liabilities | 23,602 | 75,398 |
| Total Liabilities | 23,602 | 75,398 |
| Net Assets | 1,416,267 | 1,417,826 |
| Members' Funds | | |
| Retained profits | 1,416,267 | 1,417,826 |
| Total Members' Funds | 1,416,267 | 1,417,826 |

These financial statements are unaudited. They must be read in conjunction with the Notes which form part of these financial statements.

North Shore Country Club and Residents Association

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Notes to the Financial Statements For the year ended 30 June 2021

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Western Australia. In the opinion of the committee the association is not a reporting entity because it is not reasonable to expect the existence of users who rely on the association's general purpose financial statements for information useful to them for making and evaluating decisions about the allocation of resources.

The financial report has been prepared in accordance with the Associations Incorporations Act of Western Australia, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The association has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Accounts Receivables and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. 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.

(b) Property, Plant and Equipment (PPE)

PPE assets are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

| <u>Class of Fixed Asset</u> | <u>Depreciation Rate</u> |
|---|--------------------------|
| Buildings, Clubhouse Improvements & Outside Sports Facility | 10% |
| Fixtures & Fittings | 20% |

These notes should be read in conjunction with the attached financial statements of North Shore Country Club and Residents Association.

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Notes to the Financial Statements For the year ended 30 June 2021

(c) Impairment of Assets

At the end of each reporting period, the entity 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.

(d) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(f) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

The association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions.

In the current year

Operating Grants, Donations and Bequests

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association:

- identifies each performance obligation relating to the grant
- recognises a contract liability for its obligations under the agreement
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138)
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer)
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

These notes should be read in conjunction with the attached financial statements of North Shore Country Club and Residents Association.

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Notes to the Financial Statements For the year ended 30 June 2021

Capital Grant

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest Income

Interest revenue is recognised using the effective interest rate method.

Income from Sale of Goods & Services

The association sells refreshments, memberships and associated items.. Revenue is recognised when control of the products has transferred to the customer or in the case of membership, over the period of the membership subscription. Revenue is then only recognised to the extent that there is a high probability that a significant reversal of revenue will not occur.

A receivable will be recognised when the goods are delivered. The association's right to consideration is deemed unconditional at this time as only the passage of time is required before payment of that consideration is due..

All revenue is stated net of the amount of goods and services tax (GST).

In the comparative period

Non-reciprocal grant revenue was recognised in profit or loss when the association obtained control of the grant and it was probable that the economic benefits gained from the grant would flow to the entity and the amount of the grant could be measured reliably.

Donations and bequests were recognised as revenue when received.

Interest revenue was recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Rental income from operating leases was recognised on a straight-line basis over the term of the relevant leases.

Revenue from the rendering of a service was recognised upon the delivery of the service to the customer.

(g) Leases

The association as lessee

At inception of a contract, the association assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the association where the association is a lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

(h) 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 Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is specified in the assets and liabilities statement.

These notes should be read in conjunction with the attached financial statements of North Shore Country Club and Residents Association.

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Notes to the Financial Statements For the year ended 30 June 2021

(i) 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 association remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

North Shore Country Club and Residents Association

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Statement by Members of the Committee For the year ended 30 June 2021

The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of North Shore Country Club and Residents Association as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

The Committee is responsible for the reliability, accuracy and completeness of the accounting records and the disclosure of all material and relevant information.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Larry Hirsch

President



Tony O'Brien

Treasurer

These financial statements are unaudited. They must be read in conjunction with the Notes which form part of these financial statements.

North Shore Country Club and Residents Association

ABN 20 353 736 273

**Statement by Members of the Committee
For the year ended 30 June 2021**

I, Larry Hirsch of 20 Tahiti Lane, Hillarys WA 6025 certify that:

- a. I attended the annual general meeting of the association held on 8 November 2021.
- b. The financial statements for the year ended 30 June 2021 were submitted to the members of the association at its annual general meeting.

Dated

A handwritten signature in black ink, appearing to read 'Larry Hirsch', is written over a faint, multi-colored background.

Larry Hirsch

Committee Member