



Annual Report 2018

Cabarita Beach Bowls & Sports Club Ltd
(A.B.N. 70 000 998 863)
Cabarita Road, Bogangar NSW 2488
www.cabaritasportsclub.com.au

“The Mission of our Club is to provide quality facilities and friendly service that enhances the growth of our business for the benefit of members and visitors”.

BOARD OF DIRECTORS

CHAIRMAN Ian Crabb

DIRECTORS Alex Barbacetto (resigned)
Greg Goode
Jim Rannie
Susan Harriman
Robyn Wickbold (resigned)
Greg Dryden
Kearen Finn
John Klose
Marg Turner
Lyn Sheppard

AUDITORS WFD Assurance Services P/L
BANKERS..... National Australia Bank
Southern Cross Credit Union
ANZ Bank

2018 NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Annual General Meeting of Cabarita Beach Bowls & Sports Club Ltd (ABN 70 000 998 863) will be held at the Club premises (Krystals Functions Room), Cabarita Road, Bogangar on Saturday, 3rd of November at 10:30am DST.

1. Welcome
2. Roll call and apologies
3. Confirmation of the minutes of the previous Annual General Meeting held on 13th November, 2017.
4. Any matters arising from the minutes.
5. To receive and consider the Reports of the Directors.
6. To receive and consider the Balance Sheet, Profit and Loss and the Report of the Auditors.
7. To approve Honoraria for 2017/2018 Financial Year.

Recommendation:

Chairman	\$3,000
Deputy Chairman	\$2,000
Directors \$1750 X 7	<u>\$12,250</u>
Total Payment	<u>\$17,250</u>

(Or PRO-RATA for part their year of)

8. To comply with Section 10(1) (i) of the Registered Clubs Act, it is recommended by Clubs NSW, that members approve the following entitlements and such benefits as permitted by law to Directors.

To consider and if thought fit pass the following Resolutions 1, 2 & 3:

1. That Directors who attend a Board Meeting, be entitled to two (2) refreshments at the expense of the Club.
2. That the Directors be entitled to exclusive use of three (3) designated car parking spaces, irrespective of whether or not they are attending the Club to carry out their duties as Directors.
3. To approve reasonable expenditure by the Club until the 2019 Annual General Meeting for and including:
 - (i) The substantial costs of Directors attending the Clubs NSW Annual General Meeting as authorised and appointed delegates of the Club.
 - (ii) The substantial costs of Directors attending other clubs for the purpose of observing their facilities and methods of operation as may be determined by the Board from time to time.
9. Receive the results for the Election of the Board of Directors
10. Motion to approve that all ballot papers and associated documentation be destroyed.
11. General Business:



Nicholas Brabham
Company Secretary

ClubGRANTS

and Community Donations

For the Period 1 September 2017 to 31 August 2018

Beneficiary	Classification	Category 1 \$	Category 2 \$	Category 2 In kind \$
Cabarita Beach Social Fishing Club	A - Sport		\$3,000.00	\$380
Cabarita Beach Social Golf Club	A - Sport		\$6,500.00	\$380
Cabarita Beach Social Cricket Club	A - Sport		\$2,000.00	
Kingscliff RSL Sub Branch Senior Day Club	D – Community Activities			\$2,090.70
Tweed Touch Charity Cup	A - Sport		\$5,000.00	
Tweed Coast Liquor Accord	C – Drug & Alcohol Palliative Care Services	\$750.00		
The Family Centre Australia Ltd	A-1 Family Support & Emergency Accommodation			\$3,800.00
Murwillumbah Community Centre	D4 – Local Job Creation Scheme	\$500.00		
Cabarita Youth Services	A4 – Aged, Disability or Youth Services	\$9,000.00		\$3,210.00
St Vincent DePaul Community Sleepout Fred's Place	A1 – Family Support & Emergency Accommodation	\$2,000.00		

CHAIRMAN'S REPORT

Dear Club Members,

It is with much pride and pleasure that I present my 9th Annual Report as Chairman of the Cabarita Beach Bowls & Sports Club. My thanks are extended to all the Board Directors, the General Manager, Nick Brabham, and the staff of the club for the highly professional support they provided me over the last twelve months.

At our 2018 February meeting, the members had a very good discussion on a proposal from Kerry Dryden that asked the club to consider changing our constitution from the election of 7 Full Bowling Directors at our 2019 AGM to 5 Full Bowling Directors and 2 Social Member Directors. For me, this proposal should be given serious consideration at our 2018 AGM as the pool of members from which Directors can be pulled has significantly decreased. For example, in 2006 there were around 130 male bowlers and 70 female bowlers while in 2018 we have around 90 male bowlers and 55 female bowlers. As well, the requirement to complete compulsory modules on 'Responsibilities of Being A Director' and 'Finance' has not only given us more qualified and knowledgeable Directors on our Board but it has also diminished the enthusiasm of 'retired' bowlers to do extra work to take on the role of a Club Director. It is to be hoped that the members will endorse the proposed changes to the constitution and we will find several of our over 3000 social members who will be willing to nominate for this important and valuable role in our club. I am confident that our Board decisions will be considerably enhanced by the added input from a more diverse group of Directors.

It is pleasing to see that the outcome for 2017/18 financial year has a \$257,063 operating profit which is a 38% increase on the previous financial year. This improved result has been achieved by the excellent work of our General Manager and his staff and the excellent support that has been received from the members of the club and the many visitors to our club. It was exciting to note that our members redeemed around \$90,000 from bonus points and the Discover Rewards loyalty program and this result represented a 109% increase on the previous year.

An important aspect of our successful club operations is an analysis of the foot-traffic within the club during the year. The food trucks at the end of 2017 and beginning of 2018 did bring additional visitors and income to the club and it is to be hoped that the playground and the club's new jumping castle will entice additional families to this activity in the coming months. We have also seen community organizations and sub-clubs, for whom we provide sponsorship, returning their appreciation by using our club for various activities. Our thanks are extended to Jan Soan for the excellent work she does in co-ordinating our bowlers for the 10 visit-ins from outside organizations. We are looking forward to new bookings for this activity in the New Year.

Our bowling, fishing, golf, cricket and carpet bowls sub-clubs form a vital part in giving our club a balanced and enthusiastic outlook. My thanks are extended to all of the Management Committees for their efforts in keeping their club operational. The monthly 2018 magazines, which were assembled by Kearen Finn, has provided the sub-clubs an avenue to promote their activities and we look forward to reading exciting reports in the 2019 magazines. Unfortunately, even though there were some outstanding efforts in 2018 Pennant seasons, we did not have success in winning a Mens' or Womens' Flag. We look forward to a better outcomes in the 2019 Pennant season.

The Board will continue the upgrade of club facilities in the coming months with:

- the painting of the downstairs auditorium.
- the upgrade of the outdoor pokies machine area

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- the replacement of air-conditioners in the main auditorium
- the recovering and replacement of stools.

The Board has also developed a new 5 year plan which will be implemented as funds become available. The plan involves:

- the removal of the asbestos roof on the Old Club house and replaced by colorbond roofing.
- putting around 100 new solar panels on the Old Club House and we will then have a total system that will produce 100kws of electricity. The additional panels will save us \$9000 per year on our electricity bill.
- moving the office space and staff to the Old Club House.
- moving the Bottle Shop into the vacated Office space.
- creating additional space for the cafeteria eating area with the renovation of the current Bottle Shop. It is interesting to note that our Coffee Shop sales have increased 97% to \$131,800 last financial year.

Volunteers continue to play a financial and operational role within the club. Thanks are extended to the men and women who have given their time and effort in a variety of activities around the club. Special mention should be made of Rod Faulkner who has given many hours assisting Dave Perez and his staff in the preparation of the excellent greens. From all reports, the sharing of Head Greenkeeper with Kingscliff Beach Bowls Club continues to produce quality outcomes for both clubs. Well done Dave Perez!!!!

To all members who have lost loved ones, please accept our deepest sympathy.

Finally, my best wishes are extended to you all for the coming festive season.

Yours sincerely,
Ian Crabb
Board Chairman

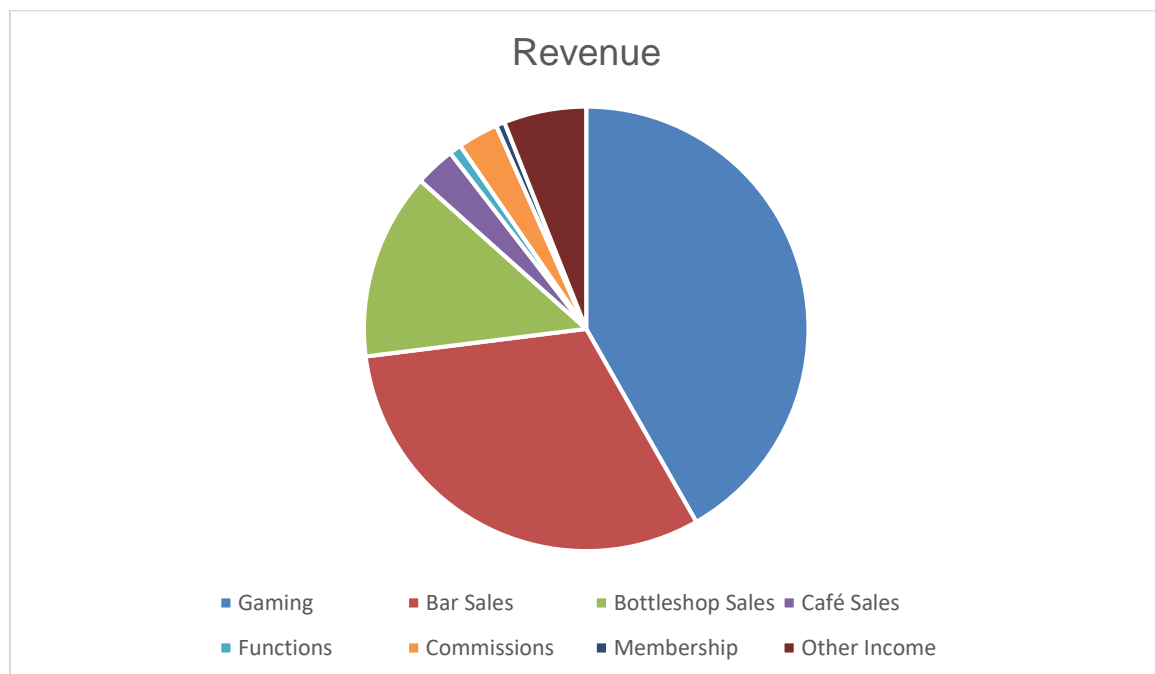
GENERAL MANAGER'S REPORT

It is with great pleasure that I present to you the annual report for the 2017/2018 financial year.

The past twelve months for the club have been a positive one with many new initiatives implemented to assist in securing the clubs future. In January 2018 the club agreed to a Memorandum Of Understanding with Kingscliff Beach Bowls Club, to provide Head Greenkeeping services utilising our staff. 10 months in I am pleased to say that both parties are very happy with the outcome of this agreement. This would not have been possible without Dave, Bill and Warren willing to step outside of their comfort zone and take a new challenge head on.

Last summer the club introduced a series of Food Truck festivals. These festivals were very well supported by both members and visitors, set in a family friendly atmosphere. This summer we will be running the series again and welcome any feedback on any adjustments to make the experience positive

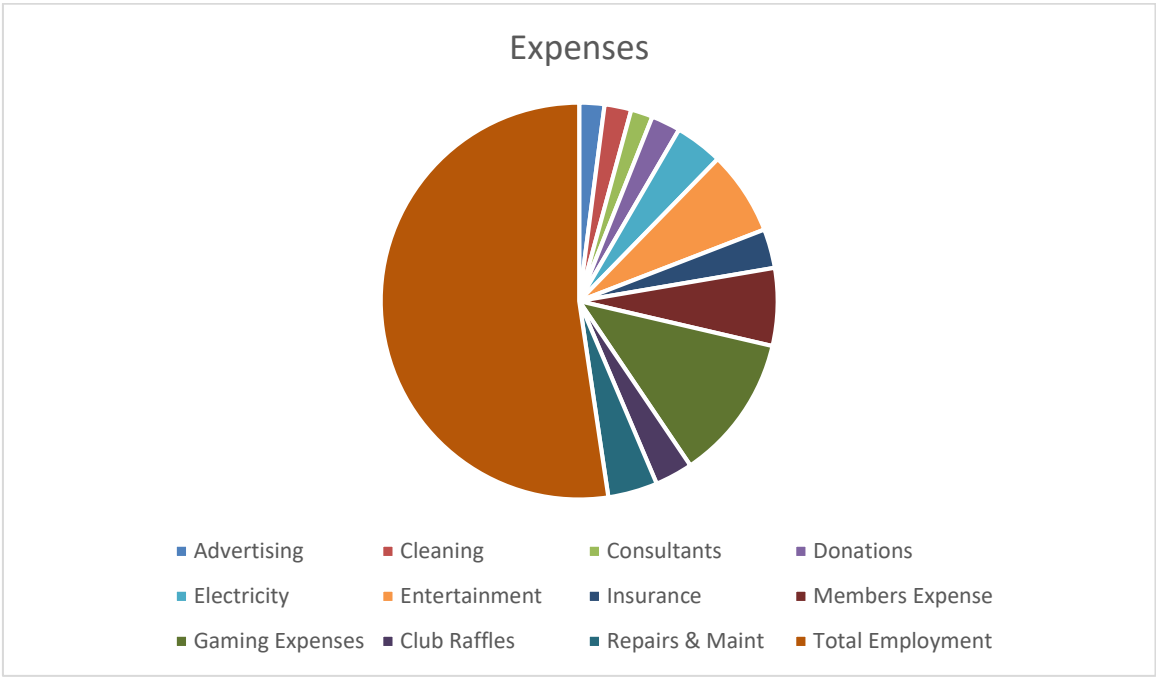
Revenue streams have diversified this year as we continue to research and cater for our local market. Significant changes in the housing market have prompted a change in marketing and event strategies. Whilst change is not always met with enthusiasm, I do thank you, the members, for your understanding, assistance and opinions in creating these new strategies. Our revenue increased 9.48% or \$401,438. This is a very pleasing result, given the poor trade experienced during the Commonwealth Games period.



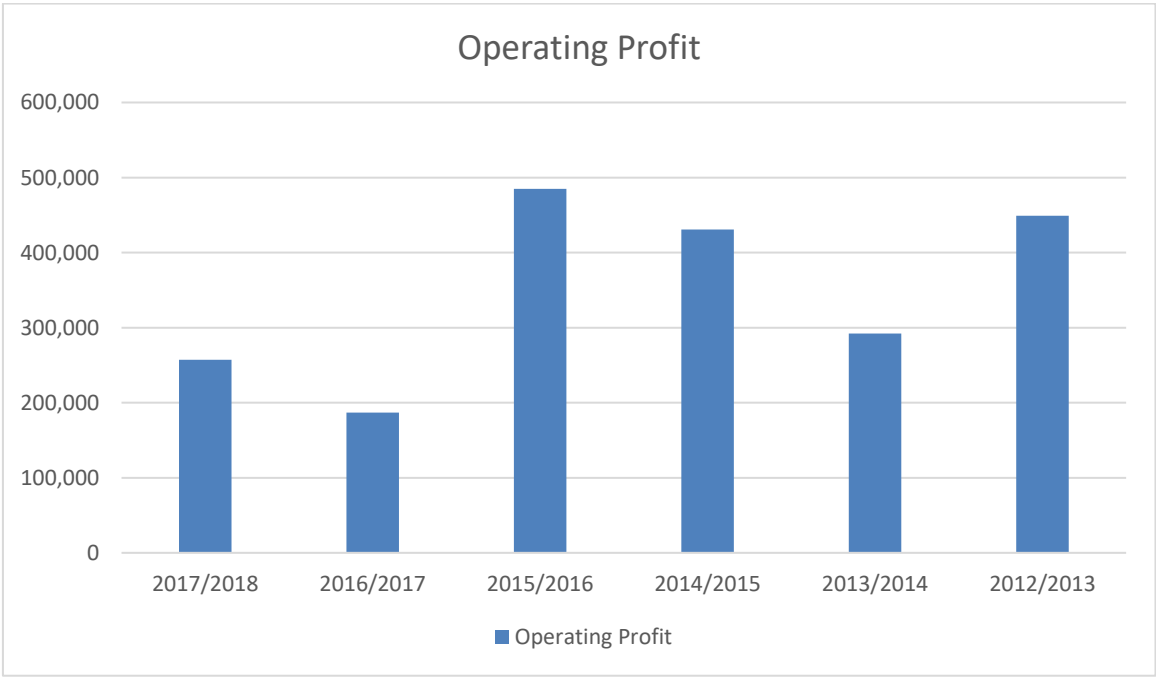
Conversely our operating expenses rose 6.47% or \$186,914.90 for the year. Continual monitoring of these expenses is vital and will be continual to ensure the club is in the best possible financial position for the future.

Pleasingly a large portion of this increase came by way of Members benefits to the value of \$177,553.32 for the year.

Community Support was also another positive expense with External Donations increasing a further \$18,115 for the year. Our major partnerships with the Charity Cup Touch Football, Tweed Coast Raiderettes and Tweed Coast Raiders JRL were very successful both on and off the playing surface.



Our operating profit for the financial year increased 37.52% or \$70,138. Whilst this is a pleasing result, as stated earlier, continual monitoring of our expenses is necessary to ensure financial viability.



I am very lucky to have a dedicated and supportive staff base. My thanks to the Management team of Mary, Tony, Steve, Suanne, Rob & Nicky for their support and assistance in what has been a very busy twelve months. I am continually asking for more and you keep delivering.

To our Supervisors Alina, Bill, Felicity and Vikki, thank you for your efforts over and above what is asked. We cannot do what we do without you.

To our hardworking Greens staff, led by Dave with Bill and Warren, nothing is ever too much trouble for you, even if it is outside your job role. I thank you for lending a hand whenever you can and being first class team players.

To our volunteers, thank you. From renovating greens, to setting up events, to assisting with catering and just lending a hand, you make a big difference to the overall running of the club.

Finally thank you to the Board of Directors for your support and backing these past twelve months. The conversations in the Board Room have not always been easy or pleasant, but your support is very much appreciated.

Nicholas Brabham
General Manager

Cabarita Beach Men's Bowling Club
President's Report

Another term is coming to an end and I would like to thank the Committee for their time and effort over this term. Over the past twelve months the Committee has been seen to be successful in the running of numerous events with the May Carnival being our major event, receiving nothing but positive feedback from players and Club Ltd.

I would like to thank the members of this great Club for their support as without them we have no club.

To all our members that have represented Cabarita Beach Men's Bowling Club in 2018, I would like to congratulate them all and congratulations to players that have gone on to represent this great club at District and Zone levels.

This term has seen the men's and women's Club combine as one when required with results speaking for themselves.

To our Greens staff, Dave, Bill, Warren and the ever-tireless volunteers, Greg, Rod etc, thank you all, as without you we would not have the greens of this standard or the surrounds looking a picture for our members, guests and visitors to enjoy and be proud to call Cabarita our Club.

Cabarita Beach Men's Bowling Club can only produce the results as mentioned above with the support of Club Ltd which goes without saying, thank you for all your support and ongoing assistance over the last term and look forward to our ongoing support in the future.

Good bowling all.

Dave Crow
PRESIDENT

Cabarita Beach Men's Bowling Club

Committee list for 2017-2018:

President – Dave Crow

Vice President- Ces Sheppard

Secretary – Bill Davey

Treasurer – Greg Goode

Games Controller – Ricky Maunders

Committee – Darren Black and Barry Sheppard

Championship Results 2017 - 2018

A Singles: Darren Black

B Singles: B Sheppard

A Grade Pairs:- G Goode, D Black

B Grade Pairs: J Hammersley, R Faulkner

Men's Triples: W Cass, D Perez, T Furnell

Men's Fours: J Rae, I Crabb, L Freeman, D Black

Club Selected Fours: R Watkins, P Welsh, B Sheppard, K Coyte

Cabarita Beach Women's Bowling Club
President's Report

What a wonderful year the Cabarita Beach Women's bowls club has had with so many of our ladies being successful at both Club and District level events.

The highlight of the year was certainly the great success of the Cabarita Ladies being Grade 3 State Pennant winners and the visit by State President Maryann Parcell to present the flag. Also, Cabarita being a finalist in the NSW Country Club of the year for their outstanding bowling achievements.

I would like to thank all our committee members for their support and hard work in organising our events. We had more players entering than in previous years from across our District and beyond. A big thank you also to our members who helped at our gala days, tournaments, a Regional Championship Playoff 2018 and who volunteer on these days to cook, clean, run raffles, money boards etc for without them we would not be the great club that we are.

We have hosted 13 visits from clubs and organisations around the nation whose play and friendship were enjoyed by all and we look forward to seeing those friendly faces again in 2019.

Thank you to the Sponsors from our local community who supported our club and events this year and we look forward to working with you next year.

To our green keepers who have worked tirelessly to ensure our greens are always ready for play the Women's club says thank you.

The Women's management team has already started planning for 2019 with exciting new events and competitions for all our bowlers to enjoy and we look forward to another successful year.

I am looking forward to our 2018/19 year and the comradery our club offers to all.

Sue Harriman
PRESIDENT

COMMITTEE LISTING – 2017/18

President:	S Harriman
Vice President:	L McLeod, J Soan
Secretary:	L Sheppard
Treasurer:	Annette North
Championship Committee:	M Freeman, J Foran, P Moore, K Potter, J Lake
Match Committee/Bowls Office:	L Middleton, S Evans, F Boshier, J Martin, Y Hawkey
Social Committee Co-ordinator:	S Goode, L Ross, R Andrews, E Crabb
Delegates – District Meetings:	C Kinnaird
Patron:	K Dimauro

**Cabarita Beach Women's Bowling Club
Championship Results 2017- 2018**

Open Singles:	J Foran
B Grade Singles	Annette North
Club Selected Pairs	F Boshier, P Ciercan
Club Selected Triples	J Foran, F Jones P Ciercan
Championship Fours	K Potter, S Goode, P Moore, F Turner
C Grade Singles	L Sheppard
Mixed Fours	E Crabb, C Kinnaird, I Crabb, R Norris
Ladies Open Pairs	K Potter, S Goode.
Ladies Open Triples	J Foran L Marsden, F Turner.
WBNSW No. 3	
State Pennant 2017	L McLeod, L Marsden, M Freeman, J Foran, F Turner, P Moore, V Dudley, J Lake, M Turner

Cabarita Beach Social Golf Club
President's Report

Once again, another season has been and gone with some 14 games being played, including our Annual Surf 'n' Turf Charity Day, which raised in excess of \$1500. An excellent result and a great day was had by all those who participated. A special thanks goes to all the local business houses who very generously donated to this day.

Memberships continued to fluctuate but it is pleasing to see many new faces joining during the season and regularly participating in our games. It is also pleasing to see an increase in numbers of our lady members. Golf is, as you all know, not an inexpensive pastime, and I am proud that the Club has managed to maintain our game fees at last season's level despite green fees at most of the courses increasing. This has only been possible with the members' support and sound financial management by our Committee. Additionally, the money raised from the Golf Club's rostered Friday night raffles has assisted greatly towards the Club maintaining game fees at the current level. A great effort those who volunteered to sell tickets. Whilst participation is voluntary, it would be nice to see more members volunteer to sell tickets and not leave this to the regular few.

As in previous years, we have had a variety of members winning throughout the games, which indicates our revised handicap system is working and well managed by our handicapper.

As we are a social golf club, these are the type of results we are seeing, showing it is possible for golfers of all standards to be winners.

Championships this year also saw new names on the Grade Winners' trophies, which was fantastic to see. Let's hope this trend continues throughout the 2018/2019 season.

This season's games are roughly 3 weeks apart on Sunday mornings at the following courses Tweed/Coolangatta, Murwillumbah, Mullumbimby, Ocean Shores, Byron Bay, Ballina, Surfers Paradise and Burleigh Heads. Golfers of all levels are welcome to come along and join our friendly band of golfers and see if you can get your name on a Championship Trophy while having a lot of fun, laughter and great company.

Hope to see you all at the games.

Chris Middleton
President

**Cabarita Beach Social Golf Club
(Continued)**

Committee Members

President - C Middleton

Secretary - F Perlenfein

Treasurer - B Huber

Captain - K Hejduk

Vice Captain - R Linz

Handicapper - C Gale

Committee - B. Pilling, W Hammond

Championship Results

A Grade – G Peace

B Grade – C Montgomery

C Grade– B Huber

Cabarita Beach Social Fishing Club
President's Report

The 2017/2018 fishing year has been a great success. Some quality catches size wise, and some species where the bible has had to be consulted to confirmation of falling within club guidelines. Well done members.

Our BBQs have been well attended by new and old members, with Billy cooking up a storm. Much appreciated.

Our trips away have been great fun with many members going and quite a few fish caught. Good weather helps, although Brooms Head was a washout.

Friday night raffles are doing very well. There are always comments on how many blue shirts are there volunteering and supporting the club.

I would like to thank Drydee and Kerry for hosting our Christmas weigh-in at their home. You are always welcoming and gracious. Thank you to the committee for your time and hard work, and to the other regular volunteers.

Lastly, thank you to our sponsors, Col and Cath, Kingy and Cherie, O'Connors Transport, and Wayne Moore from Seascope Real Estate. Thank you, Club Ltd for your continuing support and sponsorship.

Chris Wilson
President.

COMMITTEE LIST FOR 2017-2018

President	C Wilson
Secretary	B Wickbold
Treasurer	G Dryden
Weighmaster	P Welsh
Social Secretary	B Creedon

Cabarita Beach Social Fishing Club
Championship Results for 2017-2018

Club Champion	D Johnston (372.5 Points)
Mens Champion	C Wilson (362.5 Points)
Ladies Champion	T Alexander (151.2 Points)
Seniors Champion	P Welsh (233.8 Points)
Veterans Champion	D Johnston (372.5 Points)
Junior Champion	C Welsh (130.6 Points)
Sub Junior Champion	L Wilson (91.6 Points)
Biggest Fish Offshore	C Wilson (6.04kg Sp. Emperor)
Biggest Fish Estuary	G King (1.5kg Flathead)
Biggest Fish Rock & Beach	S Gilbert (2.10kg Tailor)
Biggest Tailor	S Gilbert (2.10kg)
Biggest Flathead	G King (1.5kg)
Biggest Whiting	D Welsh (0.44kg)
Biggest Bream	G King (0.72kg)
Biggest Tarwhine	B Bowden (0.38kg)
Biggest Dart	D Johnston (0.48kg)
Biggest Snapper	C Wilson (2.56kg)
Biggest Fish Out Of Competition	D Welsh (6.5kg Amberjack)
Biggest Fish On Away Trips:	
Iluka	R Goswell (2.47kg Flathead)
Evans Head	B Bowden (42cm Flathead)
Brooms Head	K Goswell (45cm Flathead)
Keenest Angler	R Faulkner

Cabarita Beach Social Cricket Club

President's Report

2017/18 season was one of the most successful in Cabarita's short history, with the boys making the grand final in the Tweed District 3rd grade competition. The start of the season was marred by a few wash outs, but by November was in full swing.

Stand out players for the year were John Fallows 453 runs @ 93.00, Brad Seath 231 runs @ 46.20. With the ball Dave Horst 16 wickets @ 12.06 and Brad Seath 12 wickets @ 15.75.

Cabarita was sitting high up the ladder for the majority of the year. Coming up against a strong Cudgen team in the grand final only to go down in the decider.

This was my first year as captain of Cabarita and was an enjoyable year, with everyone contributing to the clubs most successful season. Big thank you to Waz Hammond, Dave Glynn, Matt Glynn and Billy Flitcroft for their advice and experience during the season.

Hopefully everyone returns next season so we can go one better.

John Fallows
President

Cabarita Beach Social Carpet Bowls Club

President's Report

Another year has passed but not without some sickness and sorrow. Never forget there is always someone in our little group to offer some TLC.

Thank you for the way you all hop in and help; much appreciated. Thank you also to the Club for their support.

See you on the Carpet!

Flo Boshier
President

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

ABN: 70 000 998 863

**Financial Report For The Year Ended
30 June 2018**

Cabarita Beach Bowls & Sports Club Limited

ABN: 70 000 998 863

Financial Report For The Year Ended 30 June 2018

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CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
DIRECTORS' REPORT

Your directors present this report on the company for the financial year ended 30 June 2018.

Directors

The names of each person who has been a director during the year and to the date of this report are:

Ian Crabb
Greg Dryden
Kearen Finn
Greg Goode
Susan Harriman
John Klose
James Rannie
Lyn Sheppard appointed (13/11/2017)
Margery Turner
Alex Barbacetto resigned (13/11/2017)

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

Principal Activities

The principal activity of the company during the financial year was:

- To provide members with lawn bowling and other sporting activities

Short-term and Long-term Objectives

The company's short-term objectives are to:

- Develop an annual budget
- Continually monitor the financial activities to ensure the continued viability of the club (eg., water & electricity costs, poker machine income, beverage income etc).
- Monitor the environment of the club to ensure that we are providing an inviting and safe place for our members, visitors and staff
- Provide adequate and appropriate sponsorship to the sub-clubs to ensure:
 - the continuation of sporting activities for club members
 - the extension of involvement of members in the club
- Create a welcoming and friendly atmosphere for our members, visitors and staff.
- Support local sporting groups and encourage them to make use of our club facilities.
- Monitor and advertise the distribution of ClubGRANTS funds to local organisations.
- Continue to seek major sponsorship for bowls tournaments.
- Continue to submit applications for State / Zone / District Bowling Carnivals.
- Increase the number of visits-in from other bowling clubs.

The company's long-term objectives are to:

- Continually review our facilities with regard to improving the outdoor & indoor ambience of the Club for our members, visitors and staff.
- Continue discussions that will ensure the continued development and viability of the Cabarita Beach Bowls & Sports Club.

Strategies

To achieve its stated objectives, the company has adopted the following strategies:

- Monthly review of financial accounts.
- Monthly reports to the Board on Workplace Health & Safety issues. Reports actioned if necessary.
- Continue to establish and improve communication with other community organisations.
- Support and encourage the professional development of staff to create a friendly and welcoming environment within the Club.
- General Manager and Finance Committee develop an annual budget and a major expenditure plan for Board approval.
- Encourage local organisations to make application for ClubGRANTS funds.
- Communicate with sub-clubs and acknowledge their activities.
- Regularly monitor the Club's utilities use.
- Identify and implement projects from the major expenditure plan that improve the ambience for the patrons and staff of the club (e.g. Main Bar, Western verandah).

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

ABN: 70 000 998 863

DIRECTORS' REPORT

Performance Indicators

- Satisfactory operating profit
- Steps taken to improve the financial viability of Club Ltd
- WHS Reports completed and acted on
- ClubGRANTS allocations advertised to community
- Community groups regularly accessing our facilities
- Sub-clubs satisfied with their sponsorship
- Steps taken to address savings in water and electricity use
- Good reports on staff and club performance
- Identified projects started/completed
- Additional sponsorships for bowls tournaments
- Visits-In encouraged, supported and maintained

Information on Directors

Ian Crabb	—	Chairman
Qualifications	—	Member of the Board since 30/09/2008
Special Responsibilities	—	Finance Committee, Strategic Planning & Development, Citation Committee, Poker Machines
Greg Dryden	—	Director
Qualifications	—	Member of the Board since 26/4/2016
Special Responsibilities	—	Greens, Poker Machines
Kearen Finn	—	Director
Qualifications	—	Member of the Board since 30/5/2017
Special Responsibilities	—	Citation Committee, Sub-Club Liaison
Greg Goode	—	Director, Deputy Chairman since 22/12/2016
Qualifications	—	Member of the Board since 7/1/2011
Special Responsibilities	—	Finance Committee, Citation Committee, Poker Machines
Susan Harriman	—	Director
Qualifications	—	Member of the Board since 30/9/2014
Special Responsibilities	—	Finance Committee
John Klose	—	Director
Qualifications	—	Member of the Board since 30/5/2017
Special Responsibilities	—	Finance Committee, Strategic Planning & Development, Poker Machines
James Rannie	—	Director
Qualifications	—	Member of the Board since 11/11/2013
Special Responsibilities	—	Work Health & Safety, Poker Machines, Strategic Planning & Development
Lyn Sheppard	—	Director
Qualifications	—	Member of the Board since 13/11/2017
Special Responsibilities	—	Strategic Planning & Development, Community Liaison & Visits In
Margery Turner	—	Director
Qualifications	—	Member of the Board since 30/5/2017
Special Responsibilities	—	Strategic Planning & Development, Raffles
Alex Barbacetto	—	Deputy Chairman 29/3/2016 to 22/12/2016
Qualifications	—	Member of the Board since 30/9/2014, resigned 13/11/2017
Special Responsibilities	—	Finance Committee, Strategic Planning & Development, Technology

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
DIRECTORS' REPORT

Meetings of Directors

During the financial year, 14 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Ian Crabb	14	14
Greg Dryden	14	14
Kearen Finn	14	14
Greg Goode	14	12
Susan Harriman	14	14
John Klose	14	12
James Rannie	14	13
Lyn Sheppard	7	7
Margery Turner	14	14
Alex Barbacetto	4	3

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the company. At 30 June 2018, the total amount that members of the company are liable to contribute if the company is wound up is \$3,633 (2017: \$3,724).

Core – Non Core Property as required under Section 41J of The Registered Clubs Act

The Directors consider the Club's defined premises and all of its facilities to be Core Property. The directors do not consider the Club to have Non-Core Property.

Section 41J of the Act defines core property as meaning any real property owned or occupied by the Club that comprises:-

- (a) the defined premises of the club, or
- (b) any facility provided by the club for use of its members and their guests' or
- (c) any other property declared, by resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, not to be core property of the Club.

Non-core property is defined as meaning any real property owned or occupied by the Club that is not core property.

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2018 has been received and can be found on page 4 of

This directors' report is signed in accordance with a resolution of the Board of Directors.



Director

Ian Crabb

Dated this 9th day of October 2018

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF CABARITA BEACH BOWLS & SPORTS CLUB

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2018 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.

WFD Assurance Services Pty Ltd

Name of Firm WFD Assurance Services Pty Ltd

B Dunnett

Name of Partner Barry Dunnett

Date 8/10/2018

Address **Office**
11 Nunawading Crt
Robina, QLD 4226

Registered Office
39 Wharf Street
Tweed Heads, NSW 2485

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
Revenue	2	4,637,555	4,236,117
Other income	2	42,965	34,093
Employee benefits expense	3(a)	(1,397,817)	(1,373,327)
Depreciation and amortisation expense	3(a)	(335,750)	(274,938)
Interest expense	3(a)	(4,073)	(3,997)
Cost of sales	3(a)	(1,194,176)	(1,131,360)
Other expenses	3(b)	(1,788,892)	(1,551,724)
Profit/(loss) before income tax		<u>(40,188)</u>	<u>(65,136)</u>
Tax expense	1(j)	-	-
Profit/(loss)for the year		<u><u>(40,188)</u></u>	<u><u>(65,136)</u></u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018	2017
Profit/(loss) for the year		\$ (40,188)	\$ (65,136)
Other comprehensive income			
Gain on revaluation of land and buildings	5,15	-	1,820,388
Total comprehensive income for the year		<u>(40,188)</u>	<u>1,755,252</u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	361,202	322,404
Trade and other receivables		22,975	11,119
Inventories		98,410	104,372
Prepayments		5,870	12,821
Total current assets		<u>488,457</u>	<u>450,716</u>
Non-current assets			
Property, plant and equipment	5	5,259,875	5,437,093
Intangible assets	6	104,417	104,417
Total non-current assets		<u>5,364,292</u>	<u>5,541,510</u>
TOTAL ASSETS		<u>5,852,749</u>	<u>5,992,226</u>
LIABILITIES			
Current liabilities			
Trade and other payables	7	295,359	317,889
Borrowings	8	121,125	138,965
Provisions	9	122,144	127,396
Total current liabilities		<u>538,628</u>	<u>584,250</u>
Non-current liabilities			
Trade and other payables			
Borrowings	8	28,832	99,563
Provisions	9	41,997	24,933
Total non-current liabilities		<u>70,829</u>	<u>124,496</u>
TOTAL LIABILITIES		<u>609,457</u>	<u>708,746</u>
NET ASSETS		<u>5,243,292</u>	<u>5,283,480</u>
EQUITY			
Retained surplus		3,419,382	3,459,570
Reserves		1,823,910	1,823,910
TOTAL EQUITY		<u>5,243,292</u>	<u>5,283,480</u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2018

	Note	Retained Earnings \$	Revaluation Reserve \$	Total \$
Balance at 1 July 2016		3,524,706	3,522	3,528,228
Comprehensive Income				
Profit/(loss) for the year		(65,136)		(65,136)
Other comprehensive income for the year				
Asset Revaluation Reserve	15		1,820,388	1,820,388
Total other comprehensive income			1,820,388	1,820,388
Total comprehensive income attributable to the entity		(65,136)	1,820,388	1,755,252
Balance at 30 June 2017		3,459,570	1,823,910	5,283,480
Balance at 1 July 2017		3,459,570	1,823,910	5,283,480
Comprehensive Income				
Profit/(loss) for the year		(40,188)		(40,188)
Total comprehensive income attributable to the entity		(40,188)		(40,188)
Balance at 30 June 2018		3,419,382	1,823,910	5,243,292

The accompanying notes form part of these financial statements

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members, tenants and patrons		5,084,776	4,640,807
Payments to suppliers, employees and ATO		(4,827,075)	(4,393,251)
Interest received		902	2,605
Interest Paid		(4,073)	(3,997)
Net cash (used in)/ generated from operating activities		<u>254,530</u>	<u>246,164</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		18,038	91
Net payment for property, plant and equipment	8(a)	(34,738)	(431,932)
Net cash from/(used in) investing activities		<u>(16,700)</u>	<u>(431,841)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings - lease & hp arrangements		(1,725)	(9,840)
Repayment of borrowings - instalment arrangements	8(a)	(197,307)	(172,436)
Net cash from/(used in) financing activities		<u>(199,032)</u>	<u>(182,276)</u>
Net increase/(decrease) in cash held		38,798	(367,953)
Cash on hand at beginning of the financial year		322,404	656,355
Donation from Sub Clubs	17	-	34,002
Cash on hand at end of the financial year	4	<u>361,202</u>	<u>322,404</u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 1 Summary of Significant Accounting Policies

Basis of Preparation

Cabarita Beach Bowls & Sports Club Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) 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 financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the 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 were authorised for issue on 9 October 2018 by the directors of the company.

Accounting Policies

(a) Revenue

Gaming subsidies are recognised in the period received, which aligns with the timeframe the poker machines are patronised.

Revenue from gaming is derived from poker machines and is recognised 'net' of payouts to players.

Revenue from bar, bottleshop and coffee shop sales is recognised when beverage is acquired by patrons.

Revenue from raffles is derived from ticket sales and is recognised in the period the raffle is drawn.

Revenue from members subscriptions is aligned with the period the members utilise the facilities provided and paid for. Those received in advance for future years are deferred until those timeframes are reached and are recognised, in the meanwhile, as a liability in the statement of financial position.

Revenue from mat fees is recognised in the period the bowling green is used by playing patrons for such purposes. The receipt of fees and playing of bowls usually occurs in the same timeframe.

Rent received from the use of club facilities is recognised in accordance with negotiated lease agreements. The periods recognised equate to those of the financial year under review. Rent received in advance for future years is deferred until those timeframes are reached and is recognised, in the meanwhile, as a liability in the statement of financial position.

Commission revenue derived from patronising the ATM, Keno and TAB facilities provided, are recognised in the period it is earned.

Revenue from promotional rebates are recognised in the period they are earned, per the negotiated contracts.

Donations and bequests are recognised as revenue when received.

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

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

(b) Inventories

Inventories held for sale are measured at the lower of cost and net realisable value.

Inventories acquired at no cost, or for nominal consideration, are valued at the current replacement cost as at the date of acquisition.

(c) Property, Plant and Equipment

Land

The valuation model is applied to land.

Buildings

The valuation model is applied to buildings. The fair value of buildings is usually determined from market-based evidence by appraisal. However, it is evident that there is very little or no market based evidence of value because Club buildings are rarely sold within a reasonable radius of Cabarita.

The Accounting Standards suggest that, in the absence of market based evidence, the depreciated replacement cost approach may be used to estimate fair value. This has been used.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in the statement of comprehensive income.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost or for nominal cost are initially recognised and measured at the fair value of the asset at the date it is acquired.

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 are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(f) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5%
Plant and equipment	5 - 20%

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss in the period in which they arise.

(d) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

(e) Financial Instruments

Initial 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 equivalent to the date that the company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are recognised immediately as expenses in profit or loss.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

(ii) Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost.

Impairment

At the end of each reporting period, the company assesses whether there is objective evidence that a financial asset has been impaired.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability, which is extinguished or transferred to another party, and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(f) Impairment of Assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss.

(g) Employee Benefits

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, salaries and sick leave. 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, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

Other long-term employee benefits

The company classifies employees' 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 its statement of financial position, except where the Company does not have an unconditional right to defer settlement for at least twelve months after the reporting date, in which case the obligations are presented as current liabilities.

Retirement benefit obligations

Defined contribution superannuation benefits

All employees of the company receive defined contribution superannuation entitlements, for which the company pays the fixed superannuation guarantee contribution (currently 9.5% of the employee's average ordinary salary) to the employee's superannuation fund of choice. All contributions in respect of employees' defined contribution entitlements are recognised as an expense when they become payable. The company's obligation with respect to employees' defined contribution entitlements is limited to its obligation for any unpaid superannuation guarantee contributions at the end of the reporting period. All obligations for unpaid superannuation guarantee contributions are measured at the (undiscounted) amounts expected to be paid when the obligation is settled and are presented as current liabilities in the company's statement of financial position.

(h) 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 short-term borrowings in current liabilities on the statement of financial position.

(i) 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 included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(j) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

(k) Intangible Assets

Poker Machine Entitlements

Poker machine entitlements are recorded at cost. They are assessed annually for impairment.

(l) Provisions

Provisions are recognised when the entity 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of reporting period.

(m) Comparative Figures

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

(n) Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company during the reporting period that 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.

(o) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Estimates

Valuation of freehold land and buildings

Attention is drawn to note 5.

Long Service Leave Entitlement

Assessments are made on the probability of staff taking long service leave and the provisions structured accordingly.

(p) Economic Dependence

Cabarita Beach Bowls & Sports Club Limited is dependent on the members and patrons for the majority of its revenue used to operate the business. At the date of this report the Board of Directors has no reason to believe the members and patrons will not continue to support Cabarita Beach Bowls & Sports Club Limited.

Note 2 Revenue and Other Income

	2018	2017
	\$	\$
Revenue		
Revenue from government grants and operating activities		
— Government subsidy	17,180	17,180
— Gaming	1,889,990	1,806,258
— Bar sales	1,415,226	1,299,089
— Bottleshop sales	615,542	617,791
— Functions, promotional rebates, mat fees etc	192,611	143,813
— Commission received	133,913	132,418
— Coffee shop sales	131,842	66,834
— Sub clubs	123,281	29,236
— Club raffles	71,209	69,730
— Member subscriptions	28,570	28,955
— Bowls shop sales	1,888	6,592
	<u>4,621,252</u>	<u>4,217,896</u>
Other revenue		
— Rent received	15,401	15,616
— Interest received	902	2,605
	<u>16,303</u>	<u>18,221</u>
Total revenue	<u>4,637,555</u>	<u>4,236,117</u>

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Other income	Note		
— Gain on disposal of property, plant and equipment		18,038	91
— Insurance claim refund		12,476	-
— Prior year adjustment re travel account liability	2(a)	12,451	-
— Donation from Sub Clubs	17	-	34,002
Total other income		42,965	34,093
Total revenue and other income		4,680,520	4,270,210

- (a) During the 2017 financial year, all sub clubs were absorbed into Club Ltd including any liabilities relating to the travel account. As this liability has been identified as no longer in existence, it has been written off to Other Income in this financial year. The effect however is not material to the financial statements as a whole.

Note 3 Expenses

	2018	2017
	\$	\$
(a) Expenses		
Employee benefits expense:		
— Employee benefits expense including contributions to defined contribution superannuation funds	1,397,817	1,373,327
— Employee on-costs	71,454	57,350
Total employee benefits expense	1,469,271	1,430,677
Depreciation and amortisation:		
— Land and buildings	113,957	56,570
— Plant and equipment	221,793	218,368
Total depreciation and amortisation	335,750	274,938
Finance costs:		
— Interest expense on financial liabilities	4,073	3,997
Directors expenses	1,414	3,505
Directors honorariums	11,257	13,438
	12,671	16,943
Cost of Sales		
— Bar	594,916	544,021
— Bottleshop	510,845	532,449
— Coffee shop	85,762	49,114
— Bowls shop	2,653	5,776
	1,194,176	1,131,360
(b) Other		
— Poker machine expenses	333,994	313,872
— Entertainment	191,785	151,638
— Members expenses	177,553	156,957
— Sub clubs	116,517	19,082
— Repairs and maintenance	113,186	118,457
— Electricity	109,658	106,247
— Insurance	89,312	72,072
— Club raffles	88,837	86,138
— Employee on-costs	71,454	57,350
— Donations and CDSE	66,679	42,750
— Cleaning	61,203	59,381
— Advertising	57,537	45,246
— Directors honorariums and expenses	12,671	16,943
— Security	4,431	5,865
— Net loss on disposal of property, plant and equipment	-	21,374
— Other operating expenses	294,075	278,352
	1,788,892	1,551,724

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 4 Cash and Cash Equivalents

	Note	2018 \$	2017 \$
CURRENT			
Cash float	4(a)	132,516	135,075
Cheque account		99,987	69,105
ANZ Saver/Cash Maximiser account		80,758	74,084
Sub Clubs		47,941	44,140
Total cash on hand as stated in the statement of financial position and statement of cash flows		<u>361,202</u>	<u>322,404</u>
		<u>361,202</u>	<u>322,404</u>

(a) Included in the amount is Bowls Club Travel account of \$15,406 (2017: \$17,945).

(b) The electronic banking account, more fully described in note 7(b) was categorised as cash and cash equivalents in 2017. However, as such payments had not been released at year end, it was considered on reflection to be part of trade and other payables. The comparatives have been restated accordingly.

Note 5 Property, Plant and Equipment

		2018 \$	2017 \$
LAND AND BUILDINGS			
Freehold land:			
— Directors valuation in 2018	5(a)	900,000	
— Independent valuation in 2017			900,000
Total land		<u>900,000</u>	<u>900,000</u>
Buildings at fair value:			
— Directors valuation in 2018		3,304,452	
— Independent valuation in 2017			3,304,452
Less accumulated depreciation		(113,957)	-
Total buildings		<u>3,190,495</u>	<u>3,304,452</u>
Total land and buildings		<u>4,090,495</u>	<u>4,204,452</u>
PLANT AND EQUIPMENT			
Plant and equipment:			
— At cost		2,843,614	2,769,788
Less accumulated depreciation		(1,705,600)	(1,572,155)
		<u>1,138,014</u>	<u>1,197,633</u>
CAPITAL WORKS IN PROGRESS			
— At cost		31,366	35,008
		<u>31,366</u>	<u>35,008</u>
Total property, plant & equipment and CWIP		<u>5,259,875</u>	<u>5,437,093</u>

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land \$	Buildings \$	Plant and Equipment \$	Capital Works in Progress \$	Total \$
2018					
Balance at the beginning of the year	900,000	3,304,452	1,197,633	35,008	5,437,093
Net additions at cost/transfers	-	-	162,174	(3,642)	158,532
Depreciation expense	-	(113,957)	(221,793)	-	(335,750)
Carrying amount at the end of the year	<u>900,000</u>	<u>3,190,495</u>	<u>1,138,014</u>	<u>31,366</u>	<u>5,259,875</u>

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

(a) Land

The valuation of land for 2017 was based on 'notices of valuation' issued by the New South Wales Valuer General. Having considered circumstances which could give rise to a material changes in the value in the 2018 financial year, the Board have elected to make no changes.

(b) Buildings

Herron Todd White Brisbane Pty Ltd were engaged to provide a valuation of the company's building and its improvements for the 2017 financial year. The cost approach methodology was used, an approach recognised by AASB 13 fair value measurement. A depreciated cost estimate, determined on 25 May 2016, was adopted by the Board for the 2017 financial year. Having considered circumstances which could give rise to a material changes in the value in the 2018 financial year, the Board have elected to make no changes.

Note 6 Intangible Assets

	2018	2017
	\$	\$
Poker machine entitlements - at cost	104,417	104,417
Net carrying amount	104,417	104,417

Note 7 Trade and Other Payables

		2018	2017
	Note	\$	\$
CURRENT			
Trade payables		137,005	138,288
Deferred income		17,847	16,308
Accrued expenses		48,095	46,455
GST payable		51,123	50,476
Sundry creditors		10,871	37,009
Payroll liabilities		2,174	2,055
Electronic banking account	4(b) 7(a)	28,244	27,298
		295,359	317,889
(a) Financial liabilities at amortised cost classified as trade and other payables			
Trade and other payables:			
— Total current		295,359	317,889
		295,359	317,889
Less deferred income		(17,847)	(16,308)
Financial liabilities as trade and other payables	13	277,512	301,581

Note 8 Borrowings

		2018	2017
		\$	\$
CURRENT			
Instalment arrangements	8(a)	119,857	137,697
HP Photo copier		1,268	1,268
		121,125	138,965
NON-CURRENT			
Instalment arrangements	8(a)	27,564	97,027
HP - Photo Copier		1,268	2,536
		28,832	99,563
Total borrowings	13	149,957	238,528

(a) Supplier Instalment arrangements

Various suppliers have provided vendor finance arrangements for the purchase of poker machines and furniture, re-payable in instalments ranging from 12 to 36 months. Three of the five arrangements in place were entered into in the 2018 financial year.

The cash flow statement recognises the amount paid to the supplier, categorised under financing activities, to the value of \$197,307.

Of the fixed assets added/capitalised in the 2018 financial year per note 5, \$110,004 were financed by way of supplier instalment arrangements. The balance, which was paid for from internal resources, is categorised in the cash flow statement under investment activities as a net payment for property plant and equipment. Instalment arrangements are unsecured.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 9 Provisions

	2018	2017
CURRENT	\$	\$
Provision for employee benefits: annual leave	52,940	56,653
Provision for employee benefits: long service leave	69,204	70,743
	122,144	127,396
NON-CURRENT		
Provision for employee benefits: long service leave	41,997	24,933
	41,997	24,933
	164,141	152,329

Analysis of total provisions:

Opening balance at 1 July 2017	Employee Benefits	152,329
Additional provisions raised during the year		91,339
Amounts used		(79,527)
Balance at 30 June 2018		164,141

Employee Provisions

Employee provisions represents amounts accrued for annual leave and long service leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the company does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the company does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The accounting standards require that vested leave entitlements are classified as current on the assumption that they realised within the companies normal operating cycle (12 months). From individual in interviews carried out by management, it has been established that approximately 5% of the long service leave classified as current is intended to be taken within the next 12 months.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in Note 1(g).

Note 10 Events After the Reporting Period

The directors are not aware of any significant events since the end of the reporting period.

Note 11 Key Management Personnel Compensation

Key Management Personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly, including any director (whether executive or otherwise) is considered key management personnel (KMP).

The totals of remuneration paid to KMP of the company during the year are as follows:

	2018	2017
	\$	\$
KMP compensation:	125,070	118,075

Note 12 Other Related Party Transactions

Other related parties include close family members of KMP and entities that are controlled or jointly controlled by those KMP

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.

During the year staff related to a director earned \$1,033.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 13 Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, bank accounts, receivables, payables and instalment arrangements.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2018 \$	2017 \$
Financial assets			
Cash and cash equivalents	4	361,202	322,404
Trade and other receivables		22,973	11,119
Total financial assets		384,175	333,523
Financial liabilities			
Financial liabilities at amortised cost:			
— trade and other payables	7(a)	277,512	301,581
— borrowings	8	149,957	238,528
Total financial liabilities		427,469	540,109

Note 14 Fair Value Measurements

(a) *Fair Value Hierarchy*

The company's assets and liabilities are measured or disclosed at fair value, using a three level hierarchy, base on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1	Level 2	Level 3
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

Assets and liabilities held for sale are measured at fair value on a non-recurring basis. There were no transfers between levels during the financial year.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short term nature.

(b) *Valuation Techniques*

Your attention is drawn to note 5(a) and (b).

The following table provides the fair values of the company's assets and liabilities.

	Note	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Balance 30 June 2017		-	-	4,204,452	4,204,452
Depreciation expense		-	-	(113,957)	(113,957)
Balance 30 June 2017	5	-	-	4,090,495	4,090,495

Note 15 Reserves

(a) *Revaluation Surplus*

The revaluation surplus records revaluations of non-current assets.

(b) *Analysis of Revaluation Reserve*

		2018 \$	2017 \$
Opening balance at 1 July 2017		1,823,910	3,522
Gains (losses) on revaluation of land		-	80,300
Gains (losses) on revaluation of buildings	5	-	1,740,088
Balance at 30 June 2018		1,823,910	1,823,910

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

Note 16 Impact of New Standards - AASB15 Revenue from Contracts with Customers and AASB17 Leases

AASB 15 will come into effect on 1 July 2018 and will replace all current revenue standards and interpretations, including AASB 18 Revenue. Under the new accounting standard, revenue will be recognised upon satisfaction of performance obligations, which occurs when control of the goods or services are transferred to the customer.

AASB 17 Leases will come into effect on 1 July 2019 and will replace the current AASB 17 Lease standard. Under the new accounting standard, operating leases will be capitalised.

The entity has determined that neither standard will have a significant impact on its current year's financial statements.

Note 17 Sub Clubs

A decision was reached in which the sub clubs listed below were acquired by 'Club Ltd' in the 2017 financial year.

The sub clubs in question include the following:

- Golf Club
- Fishing Club
- Carpet Bowls Club
- Men's Bowls Club
- Women's Bowls Club

Revenue recognised and expenses incurred in respect of sub clubs are disclosed under revenue and expenses respectively (see notes 2&3). The 2017 and 2018 figures are in respect of 2 and 12 months respectively.

Note 18 Entity Details

The registered office of the entity is:

Cabarita Beach Bowls & Sports Club Limited
Cabarita Road
Bogangar NSW 2488

The principal place of business is:

Cabarita Beach Bowls & Sports Club Limited
Cabarita Road
Bogangar NSW 2488

Note 19 Members' Guarantee

The entity is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the entity is wound up, the constitution states that each member is required to contribute a maximum of \$1 towards meeting any outstanding obligations of the entity. At 30 June 2018 the number of members was 3,633.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

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DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Cabarita Beach Bowls & Sports Club Limited, the directors declare that:

1. The financial statements and notes, as set out on pages 5 to 19, are in accordance with the Corporations Act 2001 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.



Director

Ian Crabb

Dated this 9th day of October 2018

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Cabarita Beach Bowls & Sports Club Limited (the company), which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Except for the adjustments, if any, resulting from the restriction of scope, the accompanying financial report of Cabarita Beach Bowls & Sports Club Limited is in accordance with the Corporations Act 2001, including:

- i. giving a true and fair view of the company's financial position as at 30 June 2018 and of its financial performance for the year then ended; and
- ii. complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

Basis for Qualified 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 auditor independence requirements of the ACNC Act and 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.

Restriction of audit scope – building valuation

As disclosed in the notes to the financial report, Herron Todd White were engaged to provide a valuation of the company's building and its improvements for the 2017 financial year. This valuation was adopted by the Board in that year. Having considered circumstances which could give rise to a significant change in the value in the 2018 financial year, the directors have elected to make no changes

In the absence of evidence to the contrary, we concur that circumstances between the two financial years have not changed materially.

However, the directors' assessment emanates from a valuation to which the scope of our audit procedures in the 2017 financial year were restricted. We were required in terms of ASA 500 audit evidence, to test the evidence provided which includes: assumptions used, methods, calculations performed and make suitable enquiries to gain a full understanding of the work undertaken by the management expert, in this case Herron Todd White. However we were not provided with the underlying work papers prepared by the valuer to enable us to do so. Accordingly, our audit procedures were restricted to an examination of their report and an agreement of their valuation to the financial report, only.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Cabarita Beach Bowls & Sports Club Limited, 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.

Emphasis of Matters

Without modifying our opinion, your attention is drawn to:

- i. note 16 with regard to the impact of the new standards
- ii. note 17 regarding the Sub clubs

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2018, but does not include the financial report and our auditor's report thereon.

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.

Your attention is drawn to the term 'operating profit' and 'operating expenses' as referred to in the Chairman and General Managers' reports for the year ended 30 June 2018.

- "Operating profit" is referred to internally as the company's "trading profit".
This excludes:
 - i. Revenue and other income (note 2): Revenue - Sub clubs \$123,281 and Other Income \$42,965
 - ii. Expenses (note 3): Sub clubs \$116,517, Depreciation \$335,750 and results of fixed asset disposals.
- "Operating Expenses" are consistent with the above internally.

We have nothing further to report in this regard.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

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 – 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 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the entity audit. We remain solely responsible for our audit opinion.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
ABN: 70 000 998 863
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Auditor's name and signature: Barry Dunnett



Name of firm: WFD Assurance Services Pty Ltd

Address: **Office**
11 Nunawading Crt
Robina, QLD 4226

Registered office
39 Wharf Street
Tweed Heads, NSW 2485

Dated this 10th day of October 2018