



Annual Report 2020

“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 Greg Goode
Jim Rannie (retired)
Susan Harriman (retired)
Greg Dryden
Kearen Finn
John Klose
Marg Turner
Lyn Sheppard (retired)
Wayne Moore

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



and Community Donations

For the Period 1 September 2019 to 31 August 2020

Beneficiary	Classification	Category 1 \$	Category 2 \$	Category 2 In kind \$
Cabarita Beach Social Fishing Club	A - Sport		\$3,000.00	
Cabarita Beach Social Golf Club	A - Sport		\$4,500.00	
Cabarita Beach Social Cricket Club	A - Sport		\$2,000.00	
Kingscliff RSL Sub Branch Senior Day Club	D – Community Activities			\$1,000.00
The Family Centre Australia Ltd	A-1 Family Support & Emergency Accommodation	\$300.00		\$3,800.00
Tweed Coast Liquor Accord	C – Drug & Alcohol Palliative Care Services	\$1000.00		
Tweed Valley Early Childhood	A4 – Aged, Disability or Youth Services		\$7,200.00	
Cabarita Youth Services	A4 – Aged, Disability or Youth Services	\$11,500.00		\$3,000.00

CHAIRMAN'S REPORT

Dear Club Members,

It is with much pride and pleasure that I present my 11th and last Annual Report as Chairman of the Cabarita Beach Bowls & Sports Club. Following my fight with health concerns over that last couple of years, at the first 2020 Board Meeting I informed the Directors that I would be resigning my position following the 2020 AGM and that they should be considering a new Chairman and a new Director.

As I reflect on my time the members have given me as Chairman of this fantastic club, words such as humbleness, satisfaction, thankfulness, support, encouragement, disappointment and interesting spring to mind. Over the last couple of years, together we have successfully instigated many new initiatives that have positioned our club in moving forward and have also provided both staff and members a sense of pride in their club. My thanks are extended to all the Board Directors and General Managers with whom I have worked over my time as Chairman. They have all been highly responsible and professional in their roles and have ensured our club ran in a cohesive, inspirational and friendly manner. Special thanks are extended to our current General Manager, Nick Brabham, and the staff of the club for the highly professional support they provided me over the last twelve months. Our club has been indeed fortunate to have such a creative, risk taking and hardworking General Manager who has inspired us all in these difficult and ever changing times.

As I review our performance over the last financial year, words such as topsy-turvy, hopeful, despondent, encouraging, despair, challenging and optimistic all come to mind. For the first 3 months, our financial performance was both encouraging and hopeful. In this period of time, we noted a 10% increase in our 2019 period for the same time. For the next 5 months, up to the end of February 2020, we saw a significant downturn (48%) in our figures even though Nick and his staff tried different things to turn the situation around. There is no doubt that the downturn in the Australian Economy did impact on us, especially in poker machines returns. However, the most significant contribution to our financial woes was the decision made by the Board to close the restaurant for renovations in early October so as to coincide with the retirement of Chris & Jo Jo. We knew that we needed an upgrade of the restaurant and there were renovations needed in the kitchen for us to meet WHS requirements. I am confident that all members are generally satisfied with the restaurant renovations and our new chefs have been able to produce quality food in a clean, safe and satisfying environment. I have no doubt that the "Cheeky Chopstick" restaurant will continue to make a significant contribution to our "bottom line" in the coming years. **And then Covid 19 and shutdown!!!** What a ride this was. We still had bills to pay and very little income. As a result, at the end of May our Operating Profit for this financial year had completely dissolved into the "red". Following an outstanding performance during June 2020, our club finished the year in black even though it was well down on previous years. I would like to thank the General Manager and the Board for the time they gave for weekly meetings during the shutdown.

CHAIRMAN'S REPORT (cont'd)

There were some positive outcomes that occurred during this shutdown period. There is no doubt that life in the “club” industry will not be the same in the coming years. It will be both challenging and not always rewarding. The General Manager and the Board spent time in evaluating many aspects of our current operations and decided on actions that will need to be put in place for us to remain a viable entity and for us to continue to play a vital role in our community. Undoubtedly, not all of these changes will meet the approval of all our members but they need to be taken. Some changes have been decreed from the State Government while others have been related to our own setup. Job Keeper has made a valuable contribution in us retaining our valuable staff. Please show patience and support of staff as they implement the new direction.

The food packages that were distributed to families finding the going tough during the shutdown have been well received. Thanks are extended to all those companies, businesses and community members who donated food and money. Special thanks to those members and staff who assisted with the packing and distribution. The food trucks which operated over the Christmas period continued to bring additional visitors and income to the club and it is to be hoped that the playground and the club's new jumping castles will entice additional families.

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 magazines, which were assembled by Kearen Finn, has provided the sub-clubs with an avenue to promote their activities and we look forward to reading exciting reports in coming magazines. Unfortunately, the 2019/2020 Pennant seasons for our lawn bowlers had to be cancelled.

Even though the Board will have a central focus over the coming years on the repayment of the loan that was taken out to pay for the upgrades of the restaurant and kitchen, we will need to upgrade some ageing assets. For example we will:

- continue the upgrade of the pokies machine area
- replace the air-conditioners in Krystals and TAB area.
- upgrade furniture around the club when required.

The Board will develop a new 5 year plan that will consider:

- strategies to repay our outstanding debt.
- Consider future plans, including Council Das, which could be readily implemented when current loans are repaid.

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

CHAIRMAN'S REPORT (cont'd)

club. Special mention should be made to Greg Dryden (Greens Director) and Rod Faulkner who have given many hours assisting Dave Perez and his staff in the preparation of the excellent greens and the surrounds. 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. We were saddened to hear of the passing of Life Member/Mens President Col Small and Ron McCauley who gave outstanding service to Men's Bowls.

Finally, my best wishes are extended to you all for the coming festive season. Even though I will no longer play a role in the management of the club following the 2020 AGM, I will still be a member of the club and the community and I look forward to the continued interactions with you all.

Yours sincerely,
Ian Crabb
Board Chairman

GENERAL MANAGER'S REPORT

2020 provided a great deal of challenges for our club. The retirement of our long-term Caterers Chris and Jojo Lau, Restaurant Renovations combined with the well-publicised COVID-19 pandemic all had great impacts on the businesses Cash on hand, revenue and ultimately profit.

Australia was very well supported by the Federal Government through stimulus packages such as the Cash Boost from the ATO and Job Keeper. NSW was supported by the state government with assistance packages including Gaming Machine Tax deferrals and interest free payment plans. This support has been very welcomed by the club and assisted greatly in keeping our asset in the community.

On the 27th of October 2019 we bid farewell to our long-term caterers Chris and Jojo Lau. The past 20+ years is one that the club will be forever grateful for. Chris and Jojo have placed the club on the culinary map with their Chinese cuisine.

I am very pleased to report that our new catering arrangement with JK Catering is performing well. The efforts of both business during the forced closure from COVID-19 shows just how strong and positive the working relationship is.

To our volunteers, I cannot thank you enough. We continually have people pitching in to help with whatever needs doing. It is easy to lose sight of the club and its core values. Comradeship is one that I believe we are very strong in.

Members, lastly, Thank You for your support and understanding over the past year, it is greatly appreciated. Not all the decisions that have been made have been popular. These are not made flippantly and are looking at the long-term viability of the business.

I am looking forward to the challenges that await us in this new world. It gives us a great opportunity to shape the club for the future to ensure its long-term success.

Nicholas Brabham
General Manager

Cabarita Beach Men's Bowling Club
Treasurer's Report

As we have no current President or Secretary, I have prepared a Report on behalf of the Committee and combined a Treasurer's report as is my responsibility.

After 11 years as Treasurer of Cabarita Beach Men's Bowling Club I now find myself writing my last Treasurer's Report. This year saw finances and our committee in disarray. Resignations of our President, Vice President, Secretary and Committee men left huge holes in terms of how we operated. The Corona Virus has done nothing to help our Finances, Championships and Pennant aspirations.

It was pleasing that Stan Ciercan, myself and Ray Millington were joined by Scott Duncan (Secretary), Barry Poole and Bob Gormly on the Committee. As we had no President, Ian Crabb helped out by Chairing our meetings. Later Boyd Kelly indicated his willingness to join us as Vice President and his ideas and input have been very positive.

Many of our Committee were ridiculed openly (and behind their backs) for not doing their job well. Without their input the Men's Bowling Club would have folded. Most of these volunteers were new to the positions but they were willing to learn and take on these responsibilities often unaware of procedures or protocols. These volunteers are the backbone of our club and should be praised, not mocked. I would suggest that all members of the new committee read and study the Club Limited Constitution and by Laws. This would prevent poor communication and misunderstandings.

Making the Monday and Wednesday Open events has attracted more players than if we had left the format as it was. Playing three bowl pairs in the first game has made the games a bit quicker and has improved the consistency of many bowlers.

Saturday Bowls now commences at 10:30am. This allows time for coaches and new players time to play and participate in a more formal surrounding. Once Championships have been completed we hope more bowlers will participate.

Finances were a little down on last year. However, we didn't complete a full season due to the pandemic. Our Bank Balance as of 1st July 2019 was \$17487.38. On July 23rd \$6269.00 was paid to Club Limited as any more than \$10,000 held in our account at the beginning of the Financial Year is deducted.

To assist Club Limited with cash flow during the lock-down and Nick Brabham's excellent attempts to keep our Club operational a further \$5602.00 was given to Club Limited on March 30th 2020.

Thank you to all the bowlers who have cooperated with the regulations (washing hands, social distancing and equipment cleaning) which were put in place during this pandemic and are still being followed.

Cabarita Beach Men's Bowling Club

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

Treasurer's Report (cont'd)

During this year we have also had many meetings and discussions about Unification. Bowls NSW and Women's Bowls NSW have already ruled that combining Men and Women's bowls is the way forward. To this end, and to lead our club forward, Club Limited has decided to form a Combined Bowls Management Committee. This Committee will have one Bank Account and all financial decisions for bowls will be made by the Combined Management Committee.

In completing my Report, I would like to thank the Green Keepers for their outstanding efforts in maintaining the high quality Greens that we are lucky to play on.

A special appreciation must also go to our General Manager Mr Nick Brabham and his staff for the excellent conscientious work they have done and continue to do. Without their efforts we would have no bowls and be closing our doors.

GREG GOODE-

TREASURER

(for and on behalf of the Men's Bowling Club Committee)

Cabarita Beach Men's Bowling Club

Committee list for 2019/20

President	Keith Foran (resigned) not replaced
Vice President	Eric Marsden (resigned) Replaced by Boyd Kelly (February 2020)
Secretary	Bill Davey (resigned) Replaced by Scott Duncan (January 2020)
Treasurer	Greg Goode
Games Controller	Stan Ciercan
Committee members	John Madden (resigned) replaced by Barry Poole Ray Millington Bob Gormly

Championship Results 2019/2020

A Grade Singles:	B Kelly
A Grade Pairs:	R Maunders, K Forman
B Grade Pairs:	A Arnott, D Sheather
Major/Minor:	R Maunders, G Watterson
President's Handicap:	G Watterson
Club Selected Triples:	B Kelly, E Marsden, K Coyte
Club Selected Fours:	K Ross, B Poole, J Clarke, D Sheather

Cabarita Beach Women's Bowling Club

President's Report

I wish to thank the Management Committee and volunteers for their dedication and hard work during, what has turned out to be a year unlike any we have experienced before.

Covid-19 lock down brought a curtailment to all Club activities from March 21st, 2020.

As this year draws to a close, we are trying to reschedule as many competitions and special days as possible into a much-modified calendar. We hosted 4 successful and fun visits in to our club. A great, if slightly damp, Prestige Pairs, a most successful Charity Day (Wedgetail Retreat were most appreciative of the outcome) and of course our "Club" (Presidents and Patrons Day).

Some local businesses were again generous with sponsorship but understandably not all could assist this year. The Christmas Raffles were outstanding and a credit to our hard working and creative ladies. The Christmas Party/Presentation Night took on a casual, friendly air with great food and was enjoyed by all.

Our Pennants Season was looking hopeful, practice sessions were under way, meetings regarding our State Play-offs were really positive and members keen to repeat our successes of last year both on and off the greens. But the safety of all was paramount, so a much-curtailed competition hopefully will take place later in 2020.

A Combined Management Committee was formed to improve the working and communication relationship between the Men's and Women's Clubs and several productive meetings were held. Going forward, the Board has proposed a format for this committee. We look forward to its' success and streamlined reporting.

The current committee has the Prestige Pairs organisation well in hand for August 21st and will work together with the in-coming committee to ensure a successful day. Our bowlers achievements at club and district level this year have been outstanding and we are proud of their dedication to this great sport and the kudos they bring to Cabarita Women's Bowling Club.

Equally important are the loyal members who support our Ladies Day on Tuesdays, sharing the camaraderie of the game and supporting our fundraising activities.

I thank the green keepers and ground staff for everything they do, it is always done with a co-operative attitude and willingness to please.

To the Club staff, thank you, you make us welcome and it is always a pleasure to be in this Club.

I wish the incoming committee much success for the coming year and all bowlers the enjoyment off the game and on-going pleasure of the friendships we continue to forget

Lois Commens
President

COMMITTEE LISTING – 2019/20

President:	Lois McLoud
Vice President:	Dawn Barnes
Secretary:	Sue Goode
Treasurer:	Peta McDonald
Selection Committee:	Michelle Freeman
Social Committee Co-ordinator:	Estelle Crabb
Delegates – District Meetings:	Carol Kinnaird
Patron:	K Dimauro

Championship Results 2019- 2020

B Grade Singles	L Marsden
Club Selected Pairs	P Moore, J Martin
Club Selected Triples	A Richards, G Madden, L Marsden
Club Selected Fours	F Stephen, F Jones, P McDonald, J Martin
Mixed Pairs	J Foran, K Foran
Mixed Fours	L McLeod, M Freeman, L Freeman, B Kelly
OpenSingles	F Turner
Open Triples	B Pritchard, N Bosden, P McDonald
Open Fours	F Turner, K Potter M Freeman, S Goode
Consistency	P Watterson

Achievements:

Tweed Byron District Novice Singles Winner: P Ciercan

Ladies Grade 3 State Pennant Runners Up 2019:

F Turner, K Potter, M Freeman, S Goode (Skip)

L McLeod, L Marsden, V Dudley, J Foran (skip)

Cabarita Beach Social Golf Club
President's Report

Well, this year has been far from usual with the outbreak of Covid-19 having a significant impact on the entire season's games.

As a result of this devastating pandemic, all games were suspended from January 2020 until the end of June 2020.

This cancellation of a significant number of our games also, unfortunately, resulted in the Championships for the year being cancelled and, at the time of writing this report, we are hopeful of a return to our normal game schedule in July, subject, of course, to future developments with Covid-19 and following regulations.

Games held in the first half of our regular playing season produced, once again, a variety of winners, indicating that our handicap system works well and gives all players a fair chance at winning, despite the difference in skill levels.

A number of different formats in games have also been played which, likewise, have been well received.

Notwithstanding the shortened season, the club has welcomed a number of new members which is most encouraging and very important in continuing the ongoing support for our friendly little social golf club.

Unfortunately, the season has experienced an increase in green fees at virtually all the courses we play. The club has been able to absorb these increases so far, thanks to the ongoing support of our members and those volunteers who helped throughout the season with the Friday night raffles.

Costs for the next season are an unknown, but it is highly probable green fees charged by the various courses played will increase, so it is very important that you, as members, continue to support the Friday night raffles, when they restart, either as volunteers to sell tickets or by purchasing tickets.

This season also saw our regular Presentation Night combined with our Christmas game in an effort to contain costs. In view of the current Covid-19 circumstances, this proved to be very beneficial financially. Hopefully, this will help contain our costs for the coming season.

Let's all keep our fingers crossed that the upcoming season runs smoothly and all our members stay Covid safe.

Looking forward to seeing you all back on the tee, fit and well, in our upcoming season and, of course, new members are always welcome, no matter what skill level.

Chris Middleton
President
Cabarita Beach Sports Club Social Golf Club

Committee Members

President - C Middleton

Secretary - F Perlenfein

Treasurer - B Huber

Captain - C Montgomery

Starter - G Peace

Handicapper - C Gale

Committee - R Linz, W Hammond, K Hejduk

Championship Results

A Grade – G Peace

B Grade – C Montgomery

C Grade– C Middleton

Cabarita Beach Social Fishing Club
President's Report

Our 2019/2020 competition started out well with some good catches over the nine months before COVID-19 struck. Unfortunately, we are still waiting for the competition to resume.

Our monthly BBQs were well attended, raffle nights well supported, and the three away trips have been fun with lots of positive feedback.

Our thanks to Club Ltd for their continuing support, and to our committee for their time and effort.

So we will be dusting off the rods and reels, doing our boat maintenance and hopefully the competitions resume soon. We hope that next year will be a better one.

CHRIS WILSON

President.

COMMITTEE LIST FOR 2019-2020

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

Cabarita Beach Social Cricket Club

Captain's Report

The 2019/20 cricket season went well for the Sharkies making it through to the semi-finals once again after finishing 4th on the ladder. Unfortunately, we went down in the semi-final against the competition favourites from Murwillumbah who were the team to beat all year.

We played competitive and fair cricket against some quality opposition and despite some new players coming to the club we struggled at times to field a full team. Among some great team efforts, we witnessed some outstanding individual performances with the bat, ball and in the field.

Lionel (OX) Foster was awarded the Captains award for the effort he put in every game and outstanding performances with the ball with an average of 16, best bowling figures of 4/42 and a couple of game saving 50s with the bat. Brent Saddler received the batting award with an average of 62 which included five 50 not out innings and Jesse Willman was our bowler of the year with some great pace bowling with an average of 14 and best bowling figures of 4/12. Special mention to Bill Flicroft for his dedication to the Club and for being a great team man and to John Carsley for one of the best catches one could hope to see.

The cricket club would like to thank Nick and staff and Board Members for their support through the season and to our sponsors. I would like to thank all the players for their effort; we had some fun and played some good cricket. Thanks also to our supporters and club members who take an interest always asking how the team is going.

Warren Hammond
Captain

Cabarita Beach Social Carpet Bowls Club

President's Report

There is little to report due to COVID-19. We hope to restart in the New Year.

Flo Boshier
President

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

ABN: 70 000 998 863

**Financial Report For The Year Ended
30 June 2020**

Cabarita Beach Bowls & Sports Club Limited

ABN: 70 000 998 863

Financial Report for the year ended 30 June 2020

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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 2020.

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
Greg Goode
Kearen Finn (non-bowling member)
Susan Harriman (not re-elected at AGM 9/11/2019)
John Klose
Wayne Moore (non-bowling member -26 November 2019)
James Rannie (resigned at AGM 9/11/2019)
Lyn Sheppard (not re-elected at AGM 9/11/2019)
Margery Turner

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 (e.g., 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 Club GRANTS 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 about 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 Club GRANTS 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 veranda).

New Accounting Standards Implemented

- The entity's revenue recognition and measurement accounting principles agree with the new revenue accounting standard AASB 15. There has been no effect on the current or previous financial year.
- The entity has no operating leases to which the new lease standard AASB 0016 would apply.

Performance Indicators

- Satisfactory operating profit
- Steps taken to improve the financial viability of Club Ltd
- WHS Reports completed and acted on
- Club GRANTS 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, Disciplinary Committee, Poker Machines, WHS
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	—	Finance, Citation Committee, Communications
Greg Goode	—	Deputy Chairman
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 – 9/11/2019
Special Responsibilities	—	Finance Committee, Technology

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 – 9/11/2019
Special Responsibilities	—	Work Health & Safety, Poker Machines
Lyn Sheppard	—	Director
Qualifications	—	Member of the Board since 13/11/2017 – 9/11/2019
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
Wayne Moore	—	Director
Qualifications	—	Member of the Board since 26/09/2019
Special Responsibilities	—	Strategic Planning and Development, Sub Club Liaison

Meetings of Directors

During the financial year, 19 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Ian Crabb	19	18
Greg Dryden	19	19
Kearen Finn	19	19
Greg Goode	19	17
Susan Harriman	7	5
John Klose	19	19
James Rannie	7	7
Wayne Moore	12	12
Lyn Sheppard	7	7
Margery Turner	19	19

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. On 30 June 2020, the total amount that members of the company are liable to contribute if the company is wound up is \$4,925 (2019: \$4,745).

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

The Directors consider the Club's defined premises and all 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 most 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 2020 has been received and can be found on page 5 of the financial report.

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

A handwritten signature in black ink, appearing to read 'G. Goode', is positioned above the printed name of the director.

Director

Gregory Goode

Dated this 20th day of October 2020

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF CABARITA BEACH BOWLS & SPORTS CLUB
LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors. As the auditor for the audit of the financial report for the year ended 30 June 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of 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 12/10/2020

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

Registered Office
39 Wharf Street
Tweed heads, NSW 2485

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED 30 JUNE 2020

	Note	Current	Prior
		\$	\$
Revenue	2	4,171,661	4,760,097
Other income	2	358,189	12,049
Employee benefits expense	3(a)	(1,476,865)	(1,462,269)
Depreciation and amortisation expense	3(a)	(377,755)	(323,964)
Interest expense	3(a)	(19,466)	(7,180)
Cost of sales	3(a)	(1,287,391)	(1,162,007)
Other expenses	3(b)	(1,564,685)	(1,863,085)
Profit/(loss) before income tax		<u>(196,312)</u>	<u>(46,359)</u>
Tax expense	1(j)	-	-
Profit/(loss)for the year		<u><u>(196,312)</u></u>	<u><u>(46,359)</u></u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

	Note	Current	Prior
		\$	\$
Profit/(loss) for the year		<u>(196,312)</u>	<u>(46,359)</u>
Total comprehensive income for the year		<u><u>(196,312)</u></u>	<u><u>(46,359)</u></u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Note	Current \$	Prior \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	404,725	355,603
Trade and other receivables	5	148,455	22,571
Inventories		96,188	98,291
Prepayments		5,656	11,057
Total current assets		<u>655,024</u>	<u>487,522</u>
Non-current assets			
Property, plant and equipment	6	5,452,080	5,161,618
Intangible assets	7	104,417	104,417
Total non-current assets		<u>5,556,497</u>	<u>5,266,035</u>
TOTAL ASSETS		<u>6,211,521</u>	<u>5,753,557</u>
LIABILITIES			
Current liabilities			
Trade and other payables	8	509,859	313,879
Borrowings	9	12,371	87,336
Provisions	10	150,797	114,004
Total current liabilities		<u>673,027</u>	<u>515,219</u>
Non-current liabilities			
Borrowings	9	503,245	13,353
Provisions	10	34,628	28,052
Total non-current liabilities		<u>537,873</u>	<u>41,405</u>
TOTAL LIABILITIES		<u>1,210,900</u>	<u>556,624</u>
NET ASSETS		<u>5,000,621</u>	<u>5,196,933</u>
EQUITY			
Retained surplus		3,176,711	3,373,023
Reserves	16	1,823,910	1,823,910
TOTAL EQUITY		<u>5,000,621</u>	<u>5,196,933</u>

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

	Retained Earnings \$	Revaluation Reserve \$	Total \$
Balance - beginning of prior year	3,419,382	1,823,910	5,243,292
Comprehensive Income			
Profit/(loss) for the year	(46,359)		(46,359)
Total comprehensive income attributable to the entity	(46,359)	-	(46,359)
Balance - end of prior year	3,373,023	1,823,910	5,196,933
Balance - beginning of current year	3,373,023	1,823,910	5,196,933
Comprehensive Income			
Profit/(loss) for the year	(196,312)	-	(196,312)
Total comprehensive income attributable to the entity	(196,312)	-	(196,312)
Balance - end of current year	3,176,711	1,823,910	5,000,621

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

	Note	Current \$	Prior \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members, tenants, patrons and government		4,764,409	5,228,518
Payments to suppliers, employees and ATO		(4,478,312)	(4,964,519)
Interest received		591	1,872
Interest paid		(19,466)	(7,180)
Net cash (used in)/generated from operating activities	19	267,222	258,691
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		35,470	12,052
Payment for property, plant and equipment	6(c)	(631,149)	(72,621)
Net cash from/(used in) investing activities		(595,679)	(60,569)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings - hp arrangements		(1,268)	(3,257)
Repayment of borrowings - supplier instalment arrangements	9(a)	(124,398)	(200,464)
Proceeds from borrowings		503,245	-
Net cash from/(used in) financing activities		377,579	(203,721)
Net increase in cash held		49,122	(5,599)
Cash on hand at beginning of the financial year		355,603	361,202
Cash on hand at end of the financial year	4	404,725	355,603

The accompanying notes form part of these financial statements.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 1 Summary of Significant Accounting Policies

Basis of Preparation

The company 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 entity 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 20th October 2020 by the directors of the company.

Accounting Policies

(a) Revenue

Gaming subsidies are recognised in the period receipted, 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.

Sponsorship revenue is recognised upon invoice to the sponsor; this amount is determined in accordance with the amount pledged and the timing with which the agreed pledge will flow to the Company.

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 company 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.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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 company 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. Subsequent additions are measured at cost

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 the date that the entity commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified as "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value or amortised cost using the effective interest method. Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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 (loss allowance), 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.

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 reviews the carrying amounts 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 of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

(g) Employee Benefits

Employee benefit obligations are presented as current liabilities if the organisation does not have an unconditional/vested right to defer settlement for at least 12 months after the year end, irrespective of when the actual settlement is expected to take place, and are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for 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.

(i) *Annual leave*

Annual leave shall be presented as a current liability, notwithstanding that historical records will confirm that staff are unlikely to take their full entitlement within 12 months of the year end.

(ii) *Long service leave*

Long service leave shall be presented as a current liability, to the extent that employees have a vested right there to, notwithstanding that their expectations or historical records will confirm that staff are unlikely to take their full entitlement within 12 months of the year end.

Long service leave shall be presented as a non-current liability, to the extent that employees do not have a vested right thereto.

Long service leave is accrued at the rate of pay that is expected to be in force when it is taken and then discounted back to current present value. This only applies to non-current liabilities.

Retirement benefit obligations

Defined contribution superannuation benefits

All employees of the entity receive defined contribution superannuation entitlements, for which the entity 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.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

(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*.

(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 entity 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 6.

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.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 2 Revenue and Other Income

Revenue	Note	Current \$	Prior \$
Revenue from government grants and operating activities			
— Government subsidy		17,180	17,180
— Gaming		1,511,717	1,974,937
— Bar sales		1,048,850	1,433,757
— Bottleshop sales		506,542	581,190
— Restaurant sales	2(a)	412,778	-
— Coffee shop sales		211,787	159,477
— Functions, promotional rebates, mat fees etc		185,617	221,895
— Commission		95,402	147,409
— Sub companys		88,836	105,220
— company raffles		53,254	63,926
— Member subscriptions		33,169	31,515
— Bowls shop sales		3,443	6,848
	19	<u>4,168,575</u>	<u>4,743,354</u>
Other revenue			
— Rent received		2,495	14,871
— Interest received		591	1,872
		<u>3,086</u>	<u>16,743</u>
Total revenue		<u>4,171,661</u>	<u>4,760,097</u>
Other income			
— Gain on disposal of property, plant and equipment		35,189	12,049
— Federal government Jobkeeper subsidy	19	273,000	-
— Federal government cash flow boost subsidy	19	50,000	-
Total other income		<u>358,189</u>	<u>12,049</u>
Total revenue and other income		<u>4,529,850</u>	<u>4,772,146</u>

(a) Revenue from restaurant sales has increased from the prior year due to a new financial arrangement put in place in the current year. Related costs are disclosed in note 3a.

Note 3 Expenses

a. Expenses	Note	Current \$	Prior \$
Employee benefits expense:			
— Employee benefits expense including contributions to defined contribution superannuation funds		1,476,865	1,462,269
— Employee on-costs	3(b)	82,551	132,814
Total employee benefits expense		<u>1,559,416</u>	<u>1,595,083</u>
Depreciation and amortisation:			
— Land and buildings		115,793	106,340
— Plant and equipment		261,962	217,624
Total depreciation and amortisation		<u>377,755</u>	<u>323,964</u>
Finance costs:			
— interest expense on financial liabilities		19,466	7,180
Directors honorariums		13,750	15,379

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Cost of sales			
— Bar		423,232	590,885
— Bottleshop		396,387	474,183
— Restaurant	3(1)	342,406	-
— Coffee shop		121,383	90,939
— Bowls shop		3,983	6,000
	19	<u>1,287,391</u>	<u>1,162,007</u>

(1) Restaurant cost of sales has increased from the prior year due to a new financial arrangement put in place in the current year. Related revenue is disclosed in note 2.

(b) Other

— Poker machine expenses		278,589	363,144
— Entertainment		147,574	193,853
— Repairs and maintenance		127,145	130,221
— Sub companys		102,844	117,155
— Electricity		99,863	110,885
— Members expenses		99,710	141,086
— Employee on-costs	3(a)	82,551	132,814
— company raffles		65,163	79,977
— Advertising		59,652	59,880
— Insurance		57,380	52,007
— Cleaning		56,416	68,000
— Accounting & auditing services		53,533	49,499
— Consultant and marketing fees		52,743	61,029
— Donations and CDSE		36,818	53,274
— Net loss on disposal of property, plant and equipment		-	1,078
— Other operating expenses		244,704	249,183
	19	<u>1,564,685</u>	<u>1,863,085</u>

Note 4 Cash and Cash Equivalents

	Current \$	Prior \$
CURRENT		
Cash on hand	116,808	202,319
Cheque account	182,607	37,286
Cash Maximiser account	77,337	74,093
Sub Clubs	27,973	41,905
Total cash on hand as stated in the statement of financial position and statement of cash flows	<u>404,725</u>	<u>355,603</u>
	<u>404,725</u>	<u>355,603</u>

Note 5 Trade and Other Receivables

	Current \$	Prior \$
CURRENT		
Trade receivables	11,455	22,571
Federal Jobkeeper subsidy receivable	19 87,000	-
ATO Cash flow boost receivable	19 50,000	-
Total current accounts receivable and other debtors	<u>148,455</u>	<u>22,571</u>

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 6 Property, Plant and Equipment

	Note	Current \$	Prior \$
LAND AND BUILDINGS			
Freehold land:			
— Directors valuation	6(a)	900,000	900,000
Total land		<u>900,000</u>	<u>900,000</u>
Buildings:			
— Directors valuation	6(b)	3,304,452	3,304,452
— Additions at cost	6(b)	355,849	-
— Less accumulated depreciation		(336,090)	(220,297)
Total buildings		<u>3,324,211</u>	<u>3,084,155</u>
Total land and buildings		<u>4,224,211</u>	<u>3,984,155</u>
PLANT AND EQUIPMENT			
Plant and equipment:			
— At cost		2,971,775	3,037,817
— Less accumulated depreciation		(1,775,272)	(1,891,720)
		<u>1,196,503</u>	<u>1,146,097</u>
CAPITAL WORKS IN PROGRESS (CWIP)			
— At cost		31,366	31,366
		<u>31,366</u>	<u>31,366</u>
Total property, plant & equipment and CWIP		<u>5,452,080</u>	<u>5,161,618</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:

	Note	Land \$	Buildings \$	Plant and Equipment \$	Capital Works in Progress \$	Total \$
Current						
Balance at the beginning of the year		900,000	3,084,155	1,146,097	31,366	5,161,618
Additions at cost	5(c)	-	355,848	312,650	-	668,498
Disposals		-	-	(281)	-	(281)
Depreciation expense		-	(115,793)	(261,962)	-	(377,755)
Carrying amount at the end of the year		<u>900,000</u>	<u>3,324,210</u>	<u>1,196,504</u>	<u>31,366</u>	<u>5,452,080</u>

(a) Land

The valuation of land was based on 2017 'notices of valuation' issued by the New South Wales Valuer General. This value is also reflected in the current rates notice. Having considered circumstances which could give rise to a material changes in the value in the 2020 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 2020 financial year, the Board have elected to make no changes. Subsequent additions are measured at cost.

(c) Reconciliation of fixed asset additions to cashflow statement

— Additions- fixed asset movements	668,498
— Financed by supplier instalment arrangements	(37,349)
— Additions- payments from internal resources	<u>631,149</u>

Instalment arrangements are unsecured.

Supplier instalment arrangements are more fully described in note 8(a).

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 7 Intangible Assets

	Current \$	Prior \$
Poker machine entitlements - at cost	104,417	104,417
Net carrying amount	<u>104,417</u>	<u>104,417</u>

Note 8 Trade and Other Payables

	Current \$	Prior \$
CURRENT		
Accrued expenses	133,950	46,756
Payroll liabilities	130,813	56,408
Trade payables	129,716	123,512
GST payable	71,674	51,465
Sundry creditors	41,249	16,868
Deferred income - membership fees in advance	2,457	18,870
8(a)	<u>509,859</u>	<u>313,879</u>

(a) Financial liabilities at amortised cost classified as trade and other payables

Trade and other payables:
— Total current

Less deferred income

Financial liabilities as trade and other payables

14

	Current	Prior
	509,859	313,879
	<u>509,859</u>	<u>313,879</u>
	(2,457)	(18,870)
	<u>507,402</u>	<u>295,009</u>

Note 9 Borrowings

	Current \$	Prior \$
CURRENT		
Instalment arrangements	12,371	86,068
HP Photo copier	-	1,268
	<u>12,371</u>	<u>87,336</u>
NON-CURRENT		
Instalment arrangements	-	13,353
Bank loan	503,245	-
	<u>503,245</u>	<u>13,353</u>
TOTAL BORROWINGS	<u>515,616</u>	<u>100,689</u>

(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 2019 financial year. The cash flow statement recognises the amount paid to the supplier, categorised under financing activities, to the value of \$124,398 (2019: \$200,464).

(b) Bank Loans

— Better Business

The company has a Business Loan facility of \$500,000 with ANZ Bank (ANZ).

- The loan matures on 20 July 2035
- This is a mortgage loan secured over the property described below.
- The company is required to make monthly capital and interest repayments over the term of the loan. However the company was granted a 6 month deferral of repayments for the period 20 April 2020 to 20 October 2020.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

— **Security for the Business Loan**

· A First Rank Registered Mortgage by Cabarita Beach Bowls & Sports company Ltd ACN 000998863 over the property situated at 3-5 Jacaranda Avenue BOGANGAR NSW 2488.

Note 10 Provisions

	Current \$	Prior \$
CURRENT		
Provision for employee benefits: annual leave	74,050	45,952
Provision for employee benefits: long service leave	74,808	66,113
RDO's	1,939	1,939
	<u>150,797</u>	<u>114,004</u>
NON-CURRENT		
Provision for employee benefits: long service leave	34,628	28,052
	<u>34,628</u>	<u>28,052</u>
	<u>185,425</u>	<u>142,056</u>

Analysis of total provisions:

	Employee Benefits
Opening balance	142,056
Additional provisions raised during the year	89,318
Amounts used	<u>(45,949)</u>
Closing balance	<u>185,425</u>

Note 11 Events After the Reporting Period

Other than the following, the directors are not aware of any significant events since the end of the reporting period.

At 30 June 2020 \$190,479 was payable to the Australian Taxation Office in relation to outstanding GST and PAYG payments. After 30 June 2020 a payment plan was entered into whereby the remaining balance payable at 18 September 2020 of \$71,200 is to be repaid in 24 equal monthly instalments.

Attention is drawn to Note 19.

Note 12 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 entity during the year are as follows:

	Current \$	Prior \$
KMP compensation:	<u>123,864</u>	<u>136,427</u>

Note 13 Other Related Party Transactions

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

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

During the year the son of Greg Dryden (Director) was an employee of SilverChef with whom the company undertakes equipment finance. Greg's Son does not have an active role in the quotations, negotiations or contract exchanges with the company.

Note 14 Financial Risk Management

The entity's financial instruments consist mainly of deposits with banks, short-term and long-term investments, payables and borrowings.

The totals for each category of financial instruments, measured in accordance with AASB 9: *Financial Instruments* as detailed in the accounting policies to these financial statements, are as follows:

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	Note	Current	Prior
Financial assets			
— cash and cash equivalents	4	404,725	355,603
— trade and other receivables	5	148,455	22,571
Total financial assets		553,180	378,174
Financial liabilities			
— trade and other payables	8(a)	507,402	295,009
— borrowings	9	515,616	100,689
Total financial liabilities		1,023,018	395,698

Note 15 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 notes 6(a) and 6(b).

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

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Balance - beginning of current year	-	-	3,984,155	3,984,155
Additions at cost	-	-	358,520	358,520
Depreciation expense	-	-	(118,464)	(118,464)
Balance - end of current year	-	-	4,224,211	4,224,211

Note 16 Reserves

(a) Revaluation Surplus

The revaluation surplus records revaluations of non-current assets.

(b) Analysis of Revaluation Reserve

	Current \$	Prior \$
Balance at beginning of year	1,823,910	1,823,910
Balance at end of year	1,823,910	1,823,910

Note 17 Entity Details

The registered office of the entity is:

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

The principal place of business is:

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

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

Note 18 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 2020 the number of members was 4,925.

Note 19 The COVID-19 Pandemic

The coronavirus pandemic (Covid-19) resulted in the closure of on premise services in clubs and other hospitality venues from midday 23 March 2020, to slow its spread.

Clubs were permitted to reopen on 1 June 2020, but capacity was restricted under NSW Public Health Orders.

Pre year-end ('current financial year')

Covid 19 has had a material impact on the core revenue and expense structures of the company for the current financial year.

Federal Government's response to the pandemic, through various stimulus measures has countered this impact, more fully disclosed under 'other income' (note 2).

- **Cash flow boost**

Effectively a waiver of the whole or part of the pay-as-you-go liability. It is conditional upon the company incurring a salary expense and therefore a withholding tax liability for pay-as-you-go.

Recognition has been in the period in which the relevant conditions were fulfilled.

- **Job keeper**

Job keeper is a wage subsidy, payable as legislated for each employee.

Recognition has been in the period in which the relevant conditions were fulfilled.

The New South Wales government announced that company gaming machine tax and payroll tax had been deferred for six months. This has had a positive impact on the company's cash flow.

Post year end

The Covid-19 situation has continued. The company has remained open. Social distancing measures have gradually eased, in accordance with State government instructions, thereby permitting more patrons into the company.

Government stimulus measures described above will continue at their pre-year end levels until 30 September 2020. The bank balance of the company increased, as a result.

Cash flow boost ends on 30 September 2020.

Eligibility for job keeper 2 and 3 is dependent on revenue levels for the quarters ended 30 September 2020 and 31 December 2020, respectively. The company is currently not eligible.

The pandemic has caused considerable uncertainty for the world-wide economy. It's impact on the company's future financial performance, financial position and liquidity remains uncertain at the date of this report.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
DIRECTORS' DECLARATION

In accordance with a resolution of the directors , the directors of the entity declare that:

1. The financial statements and notes, as set out on pages 6 to 21, satisfy the requirements of the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards applicable to the entity; and
 - (b) give a true and fair view of the financial position of the entity as at 30 June 2020 and of its performance for the year ended on that date.
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

Gregory Goode

Dated this 20th day of October 2020

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

Qualified Opinion

We have audited the financial report of Cabarita Beach Bowls & Sports Club Ltd (the entity), which comprises the statement of financial position as at 30 June 2020, 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 and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration.

Except for the adjustments, if any, resulting from the restriction in scope, more fully described in the basis for qualified opinion paragraph, the accompanying financial report of Cabarita Beach Bowls & Sports Club Ltd is in accordance with the Corporations Act 2001, including:

- i. giving a true and fair view of the entity's financial position as at 30 June 2020 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 entity in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

i. **Background**

There is very little market activity in regards to sales of club property and buildings – with current zoning – in the vicinity of Cabarita Beach Bowls & Sports Club Ltd. Consequently, in respect of land, the rateable value for rates purposes as determined by the New South Wales Valuer General on 1 July 2016 has been used for valuation purposes. Herron Todd White Brisbane Commercial Pty Ltd were engaged to provide a valuation of the company's building and its improvements. The depreciated cost estimate as determined on 25 May 2016 was adopted in the 2017 financial year, followed by annual assessments by the Board subsequently. Depreciation was provided on the depreciated cost estimate.

ii **Restriction of scope - land**

The Board's decision to adopt the Valuer General rateable value cannot be evaluated against other forms of audit evidence, in the absence of market activity of such properties within the vicinity of Cabarita Beach Bowls & Sports Club Ltd. Our procedures were therefore restricted to an agreement of the rateable value as it appears in the current rates notice to the accounting records only.

iii **Restriction of scope - buildings**

I have examined the depreciated replacement cost estimate report provided by Herron Todd White (Brisbane Commercial) Pty Ltd.

- I considered the significant assumptions and methods used and concluded they were both relevant and reasonable.
- I considered the relevance and completeness of source input data and with the exception of demolition and removal costs – relevant in my opinion to insurance appraisals – I concluded they were relevant and complete.
- In regards to verifying the accuracy of source data inputs, I was not provided with their respective values as used in their calculations of the depreciated cost estimate. I was supplied with the end result only.
- I considered the relevance and reasonableness of their findings but in the absence of evaluating the accuracy of source data inputs, I am unable to conclude on its reasonableness. Our procedures were restricted to an agreement of the depreciated cost estimate to the accounting records in the 2017 financial year, together with a test of depreciation in subsequent financial years. Those results proved satisfactory.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors, 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 audit opinion, your attention is drawn to notes 11 and 19: which more fully describes: events after balance date; the impact of Covid 19 and government subsidies provided.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

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 entity's annual report for the year ended 30 June 2020, 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. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the entity 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 entity'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 entity 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 entity'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 entity'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 entity 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.

CABARITA BEACH BOWLS & SPORTS CLUB LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CABARITA BEACH BOWLS & SPORTS CLUB LIMITED

— 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.

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

21st

day of

October

2020