



**Teralba Bowling Club  
Co-operative Limited**

ACN 11 592 765 267

**Annual Financial Report  
for the year ended 31 March 2024**

# **Teralba Bowling Club Co-operative Limited** ACN 11 592 765 267

## **Annual financial report for the year ended 31 March 2024**

### **Contents**

	Page
Directors' report	3 - 5
Auditor's independence declaration	6
Financial statements	
Statement of profit or loss and other comprehensive income	7
Statement of financial position	8
Statement of changes in equity	9
Statement of cash flows	10
Notes to the financial statements	11 - 19
Directors' declaration	20
Independent auditor's report to the members	21 - 22

These financial statements are the financial statements of Teralba Bowling Club Co-operative Limited. The financial statements are presented in the Australian currency.

The financial statements were authorised for issue by the Directors on 30 May 2024. The Directors have the power to amend and reissue the financial statements.

# Director's report

Your Directors present their report on Teralba Bowling Club Co-operative Limited (the Club) for the year ended 31 March 2024.

## Directors details

The following persons were Directors of Teralba Bowling Club Co-operative Limited during the financial year, and up to the date of this report:

### Mr John Sharkey

President  
Director since 2017  
Australian Tax Officer / Retired

### Mr Neil Brace

Treasurer  
Director since 2013  
Electrician / Retired

### Mr Bruce Illidge

Director  
Director since 2012  
Lifesaver / Retired

### Mr Garry Hardy

Director  
Director since 2019  
Coal Miner/Retired

### Mr Shane Murgatroyd

Director  
Director since 2022  
Gaming Technition

### Mr Tony Randall

Vice President  
Director since 2022  
Mechanic

### Mr Alan Cadman

Director  
Director since 2019  
Business Man / Retired

### Mr Graeme Ash

Director  
Director since 2022  
Painter

### Michael O'Neil

Director  
Director since 2023  
Retired

## Director's meetings

The number of meetings the Directors held during the year and the number of meetings attended by each director is as follows:

Board members	Board meetings	
	A	B
Mr John Sharkey	6	6
Mr Tony Randall	6	5
Mr Neil Brace	6	6
Mr Bruce Illidge	6	6
Mr Alan Cadman	6	6
Mr Garry Hardy	6	5
Mr Shane Murgatroyd	6	5
Mr Graeme Ash	6	6
Mr Michael O'Neil	6	4

Where:

- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

### Core and non-core property

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 31 March 2024, the following land and buildings are considered to be core property:

- the Clubhouse, Greens and Car park situated at 367 York Street, Teralba

### Principal activities

During the year, the principal activities of the Club was the running of the Club in accordance with its objectives for the benefit of its members.

There have been no significant changes in the nature of these activities during the year.

### Review of operations and financial results

The operating profit of the Club for the financial year is set out below:

	2024	2023
	\$	\$
Revenue	1,979,504	1,696,473
Expenses	<u>(1,855,511)</u>	<u>(1,581,638)</u>
Profit before income tax	123,993	114,835
Income tax	-	-
Net profit	<u>123,993</u>	<u>114,835</u>

### Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club.

### Events since the end of the financial year

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Club, the results of those operations, or the state of affairs of the Club in future financial years.

### Likely developments and expected results of operations

The Club expects to continue to operate over the coming year with no significant changes to its core activities and services.

### Environmental regulation

The Club's operations are not regulated by any significant environmental regulations under the law of the Commonwealth or of a state or territory of Australia.

### Indemnifying Officer or Auditor

The Club has, not during or since the end of the financial year, in respect of any person who is or has been an officer or auditor of the Club indemnified or made any relevant agreements for indemnifying against a liability incurred as an officer, including costs in successfully defending legal proceedings.

During the financial year, the Club has paid a premium in respect of a contract of insurance insuring Directors and Officers (including former and future Directors and Officers) against certain liabilities incurred in that capacity. Disclosure of the total amount of premiums and the nature of the liabilities in respect of such insurance is prohibited by the contract of the insurance.

### **Contribution in winding up**

The Club is incorporated under the Corporations Act 2001 and is a Company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the Club. At 31 March 2024 the total amount that members of the Club are liable to contribute if the Club is wound up is \$1,400 (2023: \$1,076).

### **Rounding of amounts**

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with the instrument to the nearest dollar.

### **Auditor's independence declaration**

A copy of the auditor's independence declaration as required under the Co-operatives National Regulations (NSW) is set out on page 6 and forms part of this Directors' report.

This report is made in accordance with a resolution of the Directors.



John Sharkey - Director



Neil Brace - Director

**Dated: 30 May 2024**

## Auditor's independence declaration

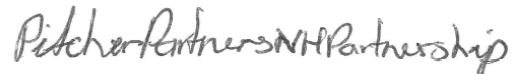
To the Directors of Teralba Bowling Club Co-operative Limited

In accordance with the requirements of the Co-operatives National Regulations (NSW) , as lead auditor for the audit of Teralba Bowling Club Co-operative Limited for the year ended 31 March 2024, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements as set out in the Co-operatives National Regulations (NSW) in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



Shaun Mahony - Partner



Pitcher Partners NH Partnership  
Chartered Accountants

Dated: 30 May 2024  
**Newcastle West**

**Statement of profit or loss and other comprehensive income**

For the year ended 31 March 2024

	Notes	2024 \$	2023 \$
<b>Revenue from continuing operations</b>	2	<b>1,969,377</b>	1,678,655
Other Income	3	<b>10,127</b>	17,818
Bar cost of goods sold		<b>(388,646)</b>	(354,071)
Bar direct expenses		<b>(239,139)</b>	(209,904)
Bowling and greens expenses		<b>(207,674)</b>	(142,383)
Gaming direct expenses		<b>(134,331)</b>	(121,018)
Members amenities expenses		<b>(206,446)</b>	(159,009)
Clubhouse expenses		<b>(218,803)</b>	(179,910)
Administration expenses		<b>(460,472)</b>	(415,343)
		<b>(1,855,511)</b>	(1,581,638)
<b>Profit / (loss) before income tax</b>		<b>123,993</b>	114,835
Income tax expense		-	-
<b>Profit / (loss) for the year</b>		<b>123,993</b>	114,835
Other comprehensive income		-	-
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income / (loss) for the year</b>		<b>123,993</b>	114,835

The above *statement of profit or loss and other comprehensive income* should be read in conjunction with the accompanying notes

Teralba Bowling Club Co-operative Limited  
**Statement of financial position**  
For the year ended 31 March 2024

	Notes	2024 \$	2023 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	240,831	418,088
Trade receivables	5	3,465	3,012
Inventories	6	47,573	27,992
Financial assets at amortised cost	7	364,101	204,594
Other assets	8	43,389	38,775
<b>Total current assets</b>		<b>699,359</b>	<b>692,461</b>
<b>Non-current assets</b>			
Property, plant and equipment	9	756,283	609,796
Financial assets at amortised cost	7	5,020	5,020
Lease asset	10 (a)	236,548	224,001
<b>Total non-current assets</b>		<b>997,851</b>	<b>838,817</b>
<b>Total assets</b>		<b>1,697,210</b>	<b>1,531,278</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	11	113,671	89,855
Financial liabilities	12	525	285
Provisions	13	73,967	69,235
Other liabilities	14	8,953	8,210
<b>Total current liabilities</b>		<b>197,116</b>	<b>167,585</b>
<b>Non-current liabilities</b>			
Provisions	13	-	140
Lease liabilities	10 (b)	236,548	224,001
<b>Total non-current liabilities</b>		<b>236,548</b>	<b>224,141</b>
<b>Total liabilities</b>		<b>433,664</b>	<b>391,726</b>
<b>Net assets</b>		<b>1,263,546</b>	<b>1,139,552</b>
<b>MEMBERS FUNDS</b>			
Reserves	15	117,936	117,936
Retained profits		1,145,609	1,021,616
<b>Total members funds</b>		<b>1,263,546</b>	<b>1,139,552</b>

The above *statement of financial position* should be read in conjunction with the accompanying notes



Teralba Bowling Club Co-operative Limited

## Statement of changes in equity

For the year ended 31 March 2024

	<b>Reserves</b>	<b>Retained</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 April 2022</b>	117,936	906,781	1,024,717
Profit/(Loss) for the year	-	114,835	114,835
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>114,835</b>	<b>114,835</b>
<b>Balance at 31 March 2023</b>	<b>117,936</b>	<b>1,021,616</b>	<b>1,139,552</b>
Profit/(Loss) for the year	-	123,993	123,993
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>123,993</b>	<b>123,993</b>
<b>Balance at 31 March 2024</b>	<b>117,936</b>	<b>1,145,609</b>	<b>1,263,546</b>

The above *statement of changes in equity* should be read in conjunction with the accompanying notes

**Statement of cash flows**

For the year ended 31 March 2024

	Notes	2024 \$	2023 \$
<b>Cash flows from operating activities</b>			
Receipts from members and customers		2,153,867	1,846,422
Receipts from government grants		-	10,000
Payments to suppliers and employees		(1,886,327)	(1,622,081)
Interest received		5,200	2,879
Interest paid		(14,214)	(13,440)
<b>Net cash inflow (outflow) from operating activities</b>		<b>258,526</b>	<b>223,780</b>
<b>Cash flows from investing activities</b>			
Payments for plant and equipment		(280,913)	(119,158)
Transfer to Term Deposit		(155,110)	(185,087)
<b>Net cash inflow (outflow) from investing activities</b>		<b>(436,023)</b>	<b>(304,245)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		240	26
<b>Net cash inflow (outflow) from financing activities</b>		<b>240</b>	<b>26</b>
<b>Net increase in cash and cash equivalents</b>		<b>(177,257)</b>	<b>(80,439)</b>
Cash and cash equivalents at the beginning of the financial year		418,088	498,527
<b>Cash and cash equivalents at the end of the financial year</b>		<b>240,831</b>	<b>418,088</b>

The above *statement of cash flows* should be read in conjunction with the accompanying notes

## Notes to the financial statements

For the year ended 31 March 2024

### 1 Summary of significant accounting policies

#### (a) Information about the entity

- Teralba Bowling Club Co-operative Limited is a Co-operative.
- Teralba Bowling Club Co-operative Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Club is 2A/2C York St, Teralba NSW 2284.
- The principal place of business of the Club is 2A/2C York St, Teralba NSW 2284.

#### (b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures and the Co-operatives National Regulations (NSW) .

#### (c) Statement of compliance

This financial report complies with *AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities* as issued by the Australian Accounting Standards Board (AASB).

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

#### (d) Income Taxes

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

#### (e) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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.

#### (f) Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with the instrument to the nearest dollar.

**Notes to the financial statements**

For the year ended 31 March 2024

**2 Revenue****(a) Disaggregation of revenue from contracts with customers**

The Club derives revenue from the transfer of goods and services over time and at a point in time for the following services:

	Beverage Revenue	Gaming Revenue	Membership Revenue	Raffle Revenue	Greens Revenue	Other Revenue	Total
	\$	\$	\$	\$	\$	\$	\$
<b>2024</b>							
Revenue from contracts with customers	1,047,960	711,677	13,567	92,709	59,330	26,590	1,951,834
Other revenue (not covered by AASB15)	-	17,180	-	-	-	363	17,543
	<b>1,047,960</b>	<b>728,857</b>	<b>13,567</b>	<b>92,709</b>	<b>59,330</b>	<b>26,953</b>	<b>1,969,377</b>

*Timing of revenue recognition*

At a point in time	1,047,960	728,857	-	92,709	59,330	26,953	1,955,810
Over time	-	-	13,567	-	-	-	13,567
	<b>1,047,960</b>	<b>728,857</b>	<b>13,567</b>	<b>92,709</b>	<b>59,330</b>	<b>26,953</b>	<b>1,969,377</b>

	Beverage Revenue	Gaming Revenue	Membership Revenue	Raffle Revenue	Greens Revenue	Other Revenue	Total
	\$	\$	\$	\$	\$	\$	\$
<b>2023</b>							
Revenue from contracts with customers	852,611	657,206	10,989	78,234	41,104	21,331	1,661,475
Other revenue (not covered by AASB15)	-	17,180	-	-	-	-	17,180
	<b>852,611</b>	<b>674,386</b>	<b>10,989</b>	<b>78,234</b>	<b>41,104</b>	<b>21,331</b>	<b>1,678,655</b>

*Timing of revenue recognition*

At a point in time	852,611	674,386	-	78,234	41,104	21,331	1,667,666
Over time	-	-	10,989	-	-	-	10,989
	<b>852,611</b>	<b>674,386</b>	<b>10,989</b>	<b>78,234</b>	<b>41,104</b>	<b>21,331</b>	<b>1,678,655</b>

**(b) Accounting policies**

The Club recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Club is or expects to be entitled in exchange for those goods or services.

The Club considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. Loyalty Points Program). In determining the transaction price for the sale of goods, the Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

*(i) Sale of goods - beverage revenue*

Revenue from the sale of beverages is recognised at a point in time when the physical control of the goods passes to the customer.

*(ii) Provision of services - gaming revenue*

Revenue from rendering services from gaming facilities to members and guests of the Club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out. Commission income where the Club acts as an agent for third parties who provide wagering services to members and guests is recognised at a point in time when the wagering transaction has been completed.

**Notes to the financial statements**

For the year ended 31 March 2024

**(b) Accounting policies and significant judgements (Continued)***(iii) Provision of services - membership revenue*

Membership subscriptions are recognised over the term of membership and any unearned portion is deferred and included in contract liabilities. Membership revenue is measured with reference to the fee received and the period of membership that the member has paid for.

Fee receipts for periods beyond the current financial year are shown in the Statement of Financial Position under the heading of Current Liabilities as Other liabilities.

*(iv) Provision of services - raffle revenue*

Raffle revenue is recognised at a point in time when the customer takes possession of the ticket and the raffle has been conducted as at this point the performance obligations have been satisfied.

*(v) Provision of services - greens revenue*

Greens revenue is recognised at a point in time when the customer pays for their game of bowls and the game has been conducted as at this point the performance obligations have been satisfied.

**3 Other income and expense items**

	2024	2023
	\$	\$
<b>(a) Other income</b>		
Government Grants	-	10,000
Insurance Recoveries	-	4,939
Interest Income	10,127	2,879
	<u>10,127</u>	<u>17,818</u>

*(i) Government grants*

The Club recognises grant funding when it is received.

*(ii) Insurance recoveries*

The Club recognised income from insurance claims when an insured event has occurred, and the realisation of the insurance recovery is virtually certain.

*(iii) Interest income*

Interest income is recognised on an accruals basis.

**(b) Other expenses**

Employee benefits expense	493,316	444,839
Loss on disposal of Assets	8,605	307
Interest costs	14,214	13,440
Deprecation and amortization	125,821	109,602

**4 Cash and cash equivalents****Current**

Cash and Cash Equivalents	240,831	418,088
	<u>240,831</u>	<u>418,088</u>

**Accounting policy**

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

**Notes to the financial statements**

For the year ended 31 March 2024

**5 Trade receivables**

	2024	2023
	\$	\$
<b>Current</b>		
Trade receivables	3,465	3,012
	<u>3,465</u>	<u>3,012</u>

**Accounting policy**

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

**6 Inventories**

<b>Current</b>		
Stock on hand	47,573	27,992
	<u>47,573</u>	<u>27,992</u>

**Accounting policy**

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

**7 Financial assets at amortised cost**

<b>Current</b>		
Term deposits	356,031	200,921
Other receivables	8,070	3,673
	<u>364,101</u>	<u>204,594</u>
<b>Non - Current</b>		
TAB Deposit	5,020	5,020
	<u>5,020</u>	<u>5,020</u>

**Accounting policy**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in interest income using the effective interest rate method.

**8 Other assets**

<b>Current</b>		
<b>Other Assets</b>		
Prepayments	43,389	38,775
	<u>43,389</u>	<u>38,775</u>

**Accounting policy**

This includes prepayments made in advance for goods and services which are to be received in a future period.

**Notes to the financial statements**

For the year ended 31 March 2024

**9 Property, plant and equipment**

	Work in progress	Plant and equipment	Poker machines	Leashold improvements	Total
	\$	\$	\$	\$	\$
<b>Non-current assets</b>					
<b>At 1 April 2023</b>					
Cost	16,935	836,452	361,875	909,043	2,124,305
Accumulated depreciation	-	(664,336)	(282,731)	(567,442)	(1,514,509)
Net book amount	16,935	172,116	79,144	341,601	609,796
<b>Year ended 31 March 2024</b>					
Opening net book amount	16,935	172,116	79,144	341,601	609,796
Additions	23,566	199,897	48,500	8,950	280,913
Disposals		(3,136)	(5,469)		(8,605)
Transfers from/to WIP	(16,935)	16,935			-
Depreciation charge		(62,616)	(28,710)	(34,495)	(125,821)
Closing net book amount	23,566	323,196	93,465	316,056	756,283
<b>Year ended 31 March 2024</b>					
Cost	23,566	876,770	333,925	913,805	2,148,066
Accumulated depreciation	-	(553,574)	(240,460)	(597,749)	(1,391,783)
Net book amount	23,566	323,196	93,465	316,056	756,283

**Accounting policy****(a) Leashold Improvements**

Leashold improvements are carried at cost less any accumulated depreciation and any impairment in value.

**(b) Plant and equipment and poker machines**

Plant and equipment and poker machines is carried at cost less any accumulated depreciation and any impairment in value.

**(c) Depreciation**

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Leashold Improvements	2 - 50 years
Plant & Equipment	2.5 - 20 years
Poker Machines	2.5 - 5 years

**(d) Impairment**

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

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

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

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

Impairment losses are recognised in the statement of profit or loss and other comprehensive income as a separate line item.

**Notes to the financial statements**

For the year ended 31 March 2024

**10 Leases**

The Club leases the land where the Club buildings and facilities are situated.

The lease over the Crown Land occupied by the Club is a lease in perpetuity between the Club and the NSW Department of Planning, Industry and Environment and commenced in 1966.

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>a) Lease asset</b>		
<b>Non-current</b>		
Lease assets	236,548	224,001
<b>Reconciliation of lease assets</b>		
	<b>Land</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
Carrying amount at the beginning of the year	224,001	224,001
Additions	12,547	-
Carrying amount at the end of the year	236,548	224,001
<b>b) Lease liabilities</b>		
<b>Current</b>		
Lease liabilities	-	-
<b>Non-current</b>		
Lease liabilities	236,548	224,001
<b>Total</b>	236,548	224,001
<b>Reconciliation of lease liabilities</b>		
	<b>Land</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
Carrying amount at the beginning of the year	224,001	165,401
Additions	12,547	58,600
Interest expense	14,493	13,440
Lease payments	(14,493)	(13,440)
Carrying amount at the end of the year	236,548	224,001

**Maturity analysis of future lease payments**

The lease over Crown Lands is a lease in perpetuity with the current annual lease payment being \$14,493 (2023: \$13,440).

**Accounting policy**

A lease is a contract, or part of a contract, that conveys the right to use an asset for a period of time in exchange for consideration. If the terms and conditions of a contract are changed, it is reassessed to once again determine if the contract is still, or now contains, a lease.

The term of a lease is determined as the non-cancellable period of the lease, together with the periods covered by an option to extend the lease where there is reasonable certainty that the option will be exercised, and periods covered by an option to terminate the lease if there is reasonable certainty that the option will not be exercised.

At inception, a lease asset and a lease liability is recognised. lease assets are included in the statement of financial position and grouped in classes of similar underlying assets.

Lease assets are initially measured at cost, comprising the following:

- the amount of the initial measurement of the lease liability;
- any lease payments made at or before the commencement date, less any lease incentives received;
- an estimate of costs to be incurred in dismantling and removing the underlying asset;
- any initial direct costs incurred;



**Notes to the financial statements**

For the year ended 31 March 2024

**10 Leases (continued)**

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Club's incremental borrowing rate. The weighted average incremental borrowing rate is 6%.

The lease payment used in the calculation of the lease liabilities includes variable payments when they relate to an index or rate. Where leases contain variable lease payments based on an index or rate at a future point in time, the Club has only included the known CPI increases to date and not estimated future CPI-related increases.

The Club does not recognise leases that have a lease term of 12 months or less or are of low value as a right of use asset or lease liability. The lease payments associated with these leases are recognised as an expense in the statement of profit or loss and other comprehensive income on a straight-line basis over the lease term.

**11 Trade and other payables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Trade payables	48,294	27,119
Other payables and accruals	37,030	35,498
GST payable	28,347	27,238
	<u>113,671</u>	<u>89,855</u>

**Accounting policy**

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

**12 Financial liabilities****Current***Secured*

Bank loans (i)	525	285
Total secured financial liabilities	<u>525</u>	<u>285</u>

*(i) Secured liabilities*

The line of credit facility is secured by first registered mortgage over the non residential real property of the Club located at 2a York Street, Teralba NSW 2284 and a registered company charge over the assets and undertakings including uncalled capital of the Club. The line of credit facility is \$250,000, which is subject to annual review and is repayable on demand.

**Accounting policy**

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

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

**Notes to the financial statements**

For the year ended 31 March 2024

**13 Provisions**

	2024	2023
	\$	\$
<b>Current</b>		
Employee entitlements (i) & (ii)	73,967	69,235
	<u>73,967</u>	<u>69,235</u>
<b>Non-current</b>		
Employee entitlements (ii)	-	140
	<u>-</u>	<u>140</u>

**Accounting policy**(i) *Annual leave*

Liabilities for annual leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) *Long service leave*

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

**14 Other liabilities****Current**

Contract liabilities - membership income	5,181	4,437
Other liabilities	3,772	3,773
	<u>8,953</u>	<u>8,210</u>

**Accounting policy**

Revenues received in advance are recorded as a contract liability if they are in relation to contracts with customers under AASB 15 and recognised as revenue when they are earned in future periods. Other revenue received in advance that is not covered by AASB 15 is recorded as other liabilities and is recognised as revenue when they are earned in future periods.

**15 Reserves**

	Asset Revaluation Reserve	Total
	\$	\$
<b>Balance at 1 April 2023</b>	117,936	117,936
Revaluation Increments / (Decrements)	-	-
<b>Balance at 31 March 2024</b>	<u>117,936</u>	<u>117,936</u>

(i) *Nature and purpose of reserves**Asset revaluation*

The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets. In the event of a sale of an asset, any balance in the reserve in relation to the asset is transferred to retained earnings.

**16 Commitments**(i) *Capital Commitments*

Synthetic Greens	-	152,415
Courtesy Bus	79,500	-
	<u>79,500</u>	<u>152,415</u>

**Notes to the financial statements**

For the year ended 31 March 2024

**17 Related parties**

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

(a)	<i>Key management personnel compensation</i>	<b>2024</b> \$	<b>2023</b> \$
	Total key management personnel benefits	118,521	110,303

**18 Remuneration of auditors**

<i>Auditor of the company</i>			
	Audit of the financial statements	20,200	19,280
		20,200	19,280

**19 Critical accounting estimates and judgements**

Management is required to make judgements, estimates and assumptions about reported amounts of assets, liabilities, income and expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

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

Judgements made by management that have significant effects on the financial statements and estimates with a significant risk of material adjustment in the next period are disclosed where applicable, in the relevant notes to the financial statements:

- Estimation of useful lives of non-current assets (notes 9 and 10(a)) - The useful life of property, plant and equipment and lease assets (where useful life is greater than the lease term) is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The useful life of lease assets has been assessed as indefinite. There is uncertainty in relation to this assumption as it is based on current legislation and conditions attached to the lease. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.
- Accounting for Lease in Perpetuity with Crown Lands NSW (note 10) - The accounting treatment of the Club's lease in perpetuity with Crown Lands NSW involves judgement and estimates in determining whether the contract grants rights that result in transfer of control of the asset to the Club and therefore results in the in-substance purchase of the Land. The Directors have determined that control of the asset does not transfer to the Club and as such the contract has been treated as a lease in accordance with AASB16 Leases.

## Directors' declaration


### In the Directors' opinion:

- (a) the financial statements and notes set out on pages 7 to 19 are in accordance with the Co-operatives National Regulations (NSW) , including:
  - (i) comply with Australian Accounting Standards - Simplified Disclosures, and the Co-operatives National Regulations (NSW).
  - (ii) giving a true and fair view of the Club's financial position as at 31 March 2024 and of its performance for the financial year ended on that date, and
- (b) there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



John Sharkey - Director



Neil Brace - Director

Teralba  
30 May 2024

## Independent auditor's report to the members of Teralba Bowling Club Co-operative Limited

### Opinion

We have audited the financial report of Teralba Bowling Club Co-operative Limited (the Club) which comprises the statement of financial position as at 31 March 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, the accompanying financial report of the Club is in accordance with the Co-operatives National Law including:

- (i) giving a true and fair view of the Clubs financial position as at 31 March 2024 and of its financial performance for the year then ended; and
- (ii) comply with Australian Accounting Standards - Simplified Disclosures, and the Co-operatives National Regulations (NSW) .

### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section of our report. We are independent of the Club in accordance with the auditor independence requirements of the Co-operatives National Regulations (NSW) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of the Directors for the financial report

The Directors of the Club are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Simplified Disclosures and the Co-operatives National Regulations (NSW) and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Club's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Club's financial reporting process.

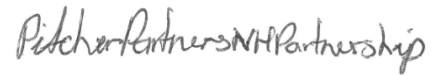
### Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our audit report.



Shaun Mahony - Partner



Pitcher Partners NH Partnership  
Chartered Accountants

30 May 2024  
Newcastle West