



# **YARRA BAY 16' SKIFF SAILING CLUB LTD**

ABN 72 000 583 693

# **ANNUAL REPORT 2018**

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
*(A Company Limited by Guarantee)*

**THIS PAGE IS INTENDED TO BE BLANK**

## **DIRECTORS**

### **Patrons**

Michael Daley MP

Keith McCraw

Matt Thistlethwaite MP

### **President**

Barry Wallace

### **Treasurer**

Lynne Wallace

### **Vice-President**

Ronald Saville

### **Directors**

Stephen Burley (Sailing Director)

Peter Brodie

Philip Jenkinson

Nicole Rennie

### **Honorary Secretary**

Barry Wallace

### **Auditor**

W A Fitzpatrick – Fitzpatrick Group

### **Life Members**

Brian Beer

Jack Cook

John Coy

Rick Dunlop

Kevin Hurst

Philip Jenkinson

Grace Purchase

**NOTICE OF ANNUAL GENERAL MEETING**

**Sunday 23<sup>rd</sup> September 2018 at 10.00 am**  
**at**  
**Yarra Bay 16ft Skiff Sailing Club Limited**

Doors close at 10 am sharp. Only financial members of the Club are entitled to attend this meeting. Members must have renewed their membership by 16<sup>th</sup> September 2018.

**CURRENT MEMBERSHIP CARDS MUST BE SHOWN TO GAIN ADMISSION TO THE MEETING.**

**AGENDA**

- 1 To confirm the Minutes of the 2017 Annual General Meeting
2. To receive and consider the 2018 Annual Report of the Board of Directors.
3. To receive and consider the Statement of Comprehensive Income and the Statement of Financial Position for the year ended 30<sup>th</sup> April 2018 and the Auditor's Report.
4. To receive the President's Statement.
5. To elect a Board of Directors.
6. Resolutions of the Board of Directors
  - 1 to approve spending by the Club for the directors, not exceeding \$10,600 for food and a beverage before or after a meeting, for travel to and from directors' meetings or for the entertainment of special guests at the club until the next AGM.
  2. to approve spending by the Club not exceeding \$15,000 for the professional development and education of directors until the next AGM.
  - 3 To approve annual honorariums for the following board members:
    - (a) President - Barry Wallace \$15,000
    - (b) Treasurer - Lynne Wallace \$15,000until the next AGM.
7. To deal with any other business of which due notice has been given.

**DIRECTORS' NOMINATION FORMS CAN NOW BE OBTAINED FROM THE CLUB and MUST BE RETURNED TO THE DUTY MANAGER BY 5PM ON 9 SEPTEMBER 2018.**

Any questions in respect to the financial statements are required to be put in writing to the Manager at least 14 days prior to the date of the Annual General Meeting.

The Club opens at 9.00 (no service)  
The Club closes at 10.00am for the AGM  
All club services resume after the meeting.

President's Report

2017 – 2018 was another great year for Yarra Bay 16ft Skiff Sailing Club with a net profit of \$143,975. There were many improvements around the Club, notably air conditioning in the restaurant and bar areas, refurbishment of the TAB area with 15 new TVs. Many thanks to Souths Juniors for the donation of the chairs in the TAB and poker machine areas. The ice machine has been replaced as well as 8 of our poker machines, a new 75" TV in the Auditorium, another 50" one over the bar and a new server for our registers. We have new furniture on the balcony, the roof over the foyer has been replaced and the foyer repainted with a new security grill on the front door. In all, we've spent over \$120,000 in assets during the 2017-18 financial year.

The Club celebrated its 90<sup>th</sup> birthday on 17<sup>th</sup> February 2018 with up to 300 patrons in the Club on the night. Past and present members came from far and wide to help celebrate the occasion. We've recently engaged a group of architects and interior designers to advise us on refurbishments in the Club. We're being assisted in the process by Greg Fox who's been a member for over 30 years. Greg is a project manager who is donating his time and expertise to the Club. You'll see more changes in the Club in the future.

Thanks are due to our hard working staff – Sid, Matt, Tracie, China, Dean, Chantelle, Sam, Alex, Mackenzie, Lisa, Geoff and Jimmy. Many thanks to our accountant Milica, our accounts clerk Antoinette and Bob our cleaner. A special thanks also to our great volunteers, each of them life members – Kevin Hurst, Brian Beer and John Coy for the many hours they contribute to the Club. Many of you may have heard talk of a Cruise Ship Terminal in Yarra Bay. There will be a community forum at the Club to discuss this issue on the afternoon of the AGM.

Thank you to our patrons Michael Daley, Keith McCraw and Matt Thistlethwaite for their wise advice and contributions during the year.

Thank you also to my fellow directors – Ron Saville, Lynne Wallace, Steve Burley, Peter Brodie, Phil Jenkinson and Nicole Rennie. Everyone puts in many hours each month. In particular, I'd like to thank Peter Brodie who has been my right hand man with our refurbishments and repairs over the past few years. If I've had a project on, he's been there right beside me. Unfortunately, he's stepping down this year, having done seven years on the Board.

Don't forget, the food is still great, the view is still great (for now). Hope to see you at the Club soon.

Barry Wallace

President & Honorary Secretary/Manager

Sailing Director's Report

The 2017 – 2018 sailing season was again very successful with a large group of junior sailors and a record number of adults learning to sail. The beginners progressed well throughout the season and were racing for the last 8 weeks of the season.

Yarra Bay had three juniors attend the Open BIC National Titles in Moreton Bay Qld in January with them all finishing around mid-fleet. Congratulations go to Les Davison for winning the Senior Club Championship and Point Score for the 2<sup>nd</sup> year in succession.

With the aid of a grant from the Commonwealth Government and much volunteer labour, the ladies' toilets and showers have been refurbished, making it more comfortable for female sailors which are at record numbers.

The 2018 – 2019 sailing season will begin on Sunday 14<sup>th</sup> October 2018. If any Club members would like to volunteer to assist, the help would be greatly appreciated.

Stephen Burley  
Sailing Director

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**FINANCIAL STATEMENTS – 30 APRIL 2018**

**CONTENTS**

Directors' Report	1
Directors' Declaration	4
Statement of Profit or Loss and Other Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flow	8
Notes to and forming part of the accounts	9
Independent audit report	19

## **DIRECTORS' REPORT**

Your Directors present their report on the Financial Reports of the Company for the year ended 30 April 2018.

### **DIRECTOR DETAILS**

The Directors in Office at the date of this report and at any time during the year were: -

<b>Name</b>	<b>Years of Service</b>	<b>Qualifications, Experience and Special Responsibilities</b>
Barry James Wallace	8	President Retired Fire fighter and Electrical Contractor Rear Commodore
Peter Brodie	6	Licensed Plumber
Ronald Saville	4	Retired Butcher
Lynne Wallace BComm (UNSW) Grad Cert Mathematics (CSU)	4	Treasurer Retired Teacher
Stephen Burley	3	Truck Driver Sailing Director
Philip Jenkinson	1	Retired Senior Field Support Officer Commodore (26 years)
Lindsay Sadgrove (resigned 20 August 2017)	1	Retired Greenkeeper
Nicole Rennie BNursing (UTS) (appointed 20 August 2017)	-	Nursing Unit Manager (Operating Theatres)



YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**DIRECTOR MEETINGS**

The number of directors' meetings attended by each of the directors of the company during the financial year are as follows:

<b>Director</b>	<b>Board Meetings</b>	
	<b>Number of Meetings Attended</b>	<b>Number of Meetings Held*</b>
Barry James Wallace	12	12
Peter Brodie	10	12
Ronald Saville	12	12
Lynne Wallace	12	12
Stephen Burley	11	12
Philip Jenkinson	9	12
Lindsay Sadgrove	3	4
Nicole Rennie	8	8

\*Number of meetings held indicates the number of meetings held during the individual's tenure as a director

**MEMBERS**

The number of Members of the Company registered in the Register of Members at the date of this report is:

	<b><u>2018</u></b>	<b><u>2017</u></b>
Life Members	7	9
Junior Members	36	53
Ordinary Members	1,693	1,583
Honorary Members	3	3
<b>TOTAL</b>	<b>1,740</b>	<b>1,648</b>

**MEMBERS' LIMITED LIABILITY**

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$20 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. The total liability in the event of winding up is \$34,800 (2017: \$32,960).

**SHORT TERM OBJECTIVES OF THE ORGANISATION**

- To promote the sport of sailing

**LONG TERM OBJECTIVES OF THE ORGANISATION**

- To promote the sport of sailing

**STRATEGY FOR ACHIEVING THE OBJECTIVES**

- To provide members with the opportunity to acquire the skills of sailing
- To provide a meeting place for members and their guests
- To provide the necessary infrastructure for sailing
- To promote the club to the community in both social and sailing activities

**PRINCIPAL ACTIVITIES**

Operations of a sporting club with a focus on 16ft skiff sailing activities.  
There were no significant changes in the nature of the activities of the company during the year.

**HOW THE PRINCIPAL ACTIVITIES ASSIST IN ACHIEVING THE OBJECTIVES**

When available, net profits are applied towards the sailing activities of the club and the promotion and encouragement of the sport of sailing

**PERFORMANCE MEASUREMENT AND KEY PERFORMANCE INDICATORS**

Performance is measured and reviewed regularly. The key performance indicators include net profit, gross margins and liquidity ratios.

**AUDITORS INDEPENDENCE DECLARATION**

The auditor's independence declaration has been received and appears on page 19 of the financial report.

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**DIRECTORS DECLARATION**

The directors of Yarra Bay 16ft Skiff Sailing Club Limited declare that:

- a) In the Directors' opinion the financial statements and the notes set out on pages 5 to 18 are in accordance with the Corporations Act 2001, including:
  - a. Giving a true and fair view of the company's financial position as at 30 April 2018 and of its performance, for the financial year ended on that date; and
  - b. Complying with Australian Accounting Standards – Reduced Disclosure Requirements and Corporations Regulations 2001.
- b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

**Dated at Yarra Bay this 22 June 2018  
in accordance with a resolution of the Directors**

.....  
**BARRY JAMES WALLACE-PRESIDENT**

.....  
**LYNNE WALLACE-TREASURER**

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 APRIL 2018**

	Notes	2018 \$	2017 \$
<b>Revenue from continuing operations</b>			
Sale of Goods		1,000,199	918,587
Rendering of Services		460,018	399,235
Other Revenue		66,114	51,984
<b>Total Revenue</b>	2	1,526,331	1,369,806
<b>Expenses</b>			
Cost of Sales		(378,999)	(348,449)
Employee Benefits Expenses		(355,096)	(350,811)
Occupancy Expenses		(144,678)	(126,121)
Entertainment and Promotions		(159,382)	(138,236)
Repairs and Maintenance		(110,736)	(97,977)
Motor Vehicle Expenses		(10,920)	(11,338)
Other Expenses		(83,417)	(84,106)
<b>Total Expenses</b>		(1,243,228)	(1,157,038)
<b>Earnings before depreciation and amortisation and loss on disposal of fixed assets</b>		283,103	212,768
Finance costs		(179)	(657)
Loss on Disposal of Fixed Assets		(13,559)	(2,349)
Depreciation & Amortisation		(125,390)	(115,048)
<b>Profit/(Loss) before income tax</b>	10	143,975	94,714
Income Tax Expense	1(g)	-	-
<b>Net profit/(loss) from continuing operations after income tax expense attributable to members</b>		143,975	94,714
Other Comprehensive Income		-	-
<b>Total Comprehensive Income for the year, net of tax</b>		143,975	94,714

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 APRIL 2018**

	Notes	2018 \$	2017 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	433,200	229,188
Inventory	5	35,263	30,787
Other current assets		36,061	30,419
<b>Total Current Assets</b>		504,524	290,394
<b>Non-Current Assets</b>			
Property, plant and equipment	6	916,700	940,932
<b>Total Non-Current Assets</b>		916,700	940,932
<b>Total Assets</b>		1,421,224	1,231,326
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	7	72,651	29,109
Employee benefits	8	24,235	19,014
Financial liabilities	9	-	1,342
<b>Total Current Liabilities</b>		96,886	49,465
<b>Non-Current Liabilities</b>			
Employee benefits	8	2,770	4,268
Financial liabilities	9	-	-
<b>Total Non-Current Liabilities</b>		2,770	4,268
<b>Total Liabilities</b>		99,656	53,733
<b>Net Assets</b>		1,321,568	1,177,593
<b>Members' Funds</b>			
Retained profits	10	1,321,568	1,177,593
<b>Total Members' Funds</b>		1,321,568	1,177,593

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

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
*(A Company Limited by Guarantee)*

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 APRIL 2018**

	<b>Retained Earnings \$</b>	<b>Total Equity \$</b>
Balance at 1 May 2016	1,082,879	1,082,879
Net profit for the year	94,714	94,714
Other comprehensive income for the year	-	-
Total comprehensive income for the year	94,714	94,714
Balance at 30 April 2017	1,177,593	1,177,593
Net profit for the year	143,975	143,975
Other comprehensive income for the year	-	-
Total comprehensive income for the year	143,975	143,975
Balance at 30 April 2018	1,321,568	1,321,568

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

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 APRIL 2018**

	Notes	2018 \$	2017 \$
<b>Cash Flows From Operating Activities</b>			
Receipts from customers		1,656,313	1,485,578
Payments to suppliers and employees		(1,355,365)	(1,340,081)
Rent received		18,200	18,200
Interest received		923	1,114
Net cash inflow from operating activities		320,071	164,811
<b>Cash Flows From Investing Activities</b>			
Payment for property, plant and equipment		(120,998)	(261,888)
Proceeds from disposal of property, plant and equipment		6,281	500
Net cash outflow from investing activities		(114,717)	(261,388)
<b>Cash Flows From Financing Activities</b>			
Repayment of hire purchase liability		(1,342)	(1,371)
Net cash outflow from financing activities		(1,342)	(1,371)
Net increase/(decrease) in cash and cash equivalents		204,012	(97,948)
Cash and cash equivalents at the beginning of the financial year		229,188	327,136
Cash and cash equivalents at the end of the financial year	4	433,200	229,188

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**(a) Basis of preparation**

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. These financial statements do not comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

**(b) Historical cost convention**

The financial statements have been prepared under the historical cost convention.

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency').

The financial statements are presented in Australian dollars, which is the company's functional and presentation currency.

**(c) New, revised and Amended Standards adopted by the company**

None of the new standards and amendments to standards that are mandatory for the first time for the financial year beginning 1 May 2017 affected any of the amounts recognised in the current period or any prior period and are not likely to affect future periods.

**(d) Standards issued but not yet applied**

New Standard:	Effective for periods commencing:	Impact of applying the new standard:
AASB 9 Financial Instruments	1 January 2018	Not expected to have material impact on transactions and balances recognised in the financial statements.
AASB 15 Revenue From Contracts With Customers	1 January 2018	Not expected to have material impact on transactions and balances recognised in the financial statements.
AASB 16 Leases	1 January 2019	The standard will require all leases to be accounted for 'on balance sheet' by lessees other than short term or low value asset leases. As at 30 April 2018 the company has \$210,893 in operating lease commitments (see note 11). The company has not yet determined to what extent these commitments will result in the recognition of an asset and a liability for future payments and how this will affect the company's profit and classification of cash flows.
AASB 17 Insurance Contracts	1 January 2021	Not expected to have material impact on transactions and balances recognised in the financial statements.



**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**(e) Revenue Recognition**

Revenues are recognised at fair value of the consideration received or receivable net of the amount of goods and services tax (GST) payable to the taxation authority. Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

**(i) Sale of Goods**

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods and is recognised (net of rebates, returns, discounts and other allowances) on the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods.

**(ii) Rendering of Services**

Revenue from rendering services comprises revenue from gaming facilities together with other services to members and other patrons of the club and is recognised when the services are provided.

**(iii) Interest Revenue**

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

**(iv) Rental Income**

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

**(v) Sale of Property, Plant and Equipment**

The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as revenue at the date control of the asset passes to the buyer.

**(f) Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as a current asset or liability in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**(g) Income Tax**

No provision has been made for income tax as the company is exempt under Section 50-45 of the Income Tax Assessment Act 1997, provided it continues as a sporting club predominately encouraging and promoting the sport of sailing for pleasure. Accordingly, tax effect accounting has not been adopted by the company.

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**(h) Operating Leases**

Payments made under operating leases are expensed on a straight-line basis over the term of the lease, except where an alternative basis is more representative of the pattern of benefits to be derived from the leased property.

**(i) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts.

**(j) Inventory**

Inventory are measured at the lower of cost and net realisable value. Costs are assigned on the basis of weighted average costs.

**(k) Property, Plant and Equipment**

Property, plant and equipment is stated at historical cost less depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Comprehensive Income during the financial period in which they are incurred.

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated using the straight line or diminishing value methods to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

Leasehold improvements	Period of lease
Plant and equipment	1 to 40 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each Statement of Financial Position date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Comprehensive Income. When revalued assets are sold the amounts included in the revaluation reserve relating to those assets are transferred to retained earnings.

**(l) Trade and Other Payables**

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**(m) Employee Benefits**

**(i) Wages and Salaries, Annual Leave and Sick Leave**

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in other payables with respect to employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

**(ii) Long Service Leave**

The provision for employee benefits relating to long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided to reporting date. The provision is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates based on turnover history and is discounted using the market yields on national government bonds at reporting date which most closely match the terms of maturity with the expected timing of cash flows. The unwinding of the discount is treated as long service leave expense.

**(n) Financial Liabilities**

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

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

**(o) Use and Revision of Accounting Estimates**

Judgement is applied in determining the following key assumptions used in the calculation of long service leave provision at year end – future increases in wages and salaries; future on-cost rates; experience of employee departures and period of service.

**(p) Rounding of Amounts**

Amounts in the financial statements have been rounded to the nearest dollar.

YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
A.C.N. 000 583 693  
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

	<b>2018</b>	<b>2017</b>
	\$	\$
<b>2. Revenue from Continuing Operations</b>		
<b>Sale of Goods Revenue</b>		
Bar sales	1,000,199	918,587
	1,000,199	918,587
<b>Rendering of Services Revenue</b>		
Poker machines – net clearances	352,743	314,439
Members' subscriptions	11,742	10,057
TAB Commissions	12,186	9,237
Keno Commissions	45,051	37,696
Other Commission received	15,844	14,849
Other income	22,452	12,957
	460,018	399,235
<b>Other Revenues</b>		
Rebates received	33,319	26,628
Insurance refunds and recoveries	-	660
Interest	923	1,114
Rent received	16,545	16,545
Room hire income	15,327	6,588
Sundry income	-	449
	66,114	51,984
Total other revenue	66,114	51,984
Total revenue from continuing operations	1,526,331	1,369,806

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

	<b>2018</b>	<b>2017</b>
	\$	\$
<b>3. Expenses</b>		
(a) Profit before income tax includes the following specific expenses:		
Rental expense relating to operating leases	23,707	23,381
	<hr/>	<hr/>
Depreciation and amortisation		
Leasehold improvements	62,882	57,207
Plant and equipment	62,508	57,841
	<hr/>	<hr/>
Total depreciation and amortisation	125,390	115,048
	<hr/>	<hr/>
Net expense from movements in provision for employee benefits	3,723	4,041
	<hr/>	<hr/>
Defined contribution superannuation expense	29,040	26,885
	<hr/>	<hr/>
Loss on disposal of property, plant and equipment	13,559	2,349
	<hr/>	<hr/>
<b>4. Cash and Cash Equivalents</b>		
Reconciliation of Cash:		
Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
<b>Current Assets</b>		
Cash at bank and in hand	433,200	229,188
	<hr/>	<hr/>
<b>5. Inventory</b>		
<b>Current Assets</b>		
Finished goods	35,263	30,787
	<hr/>	<hr/>

Inventory recognised as expense during the year ended 30 April 2018 and included in cost of sales amounted to \$378,999 (2017: \$348,449). There were no write downs of inventory during the year.

**NOTES TO THE FINANCIAL STATEMENTS**

**30 APRIL 2018**

**6. Property Plant and Equipment**

<b>Non Current</b>	<b>Leasehold Improvements</b>	<b>Plant and Equipment</b>	<b>Total</b>
	\$	\$	\$
<b>At 30 April 2017</b>			
At cost	1,681,819	967,664	2,649,483
Accumulated Depreciation and Amortisation	(1,056,011)	(652,540)	(1,708,551)
Net book amount	625,808	315,124	940,932
<b>Year ended 30 April 2018</b>			
Opening net book amount	625,808	315,124	940,932
Additions	14,225	106,773	120,998
Disposals	-	(19,840)	(19,840)
Transfers	(1,672)	1,672	-
Depreciation charge	(62,882)	(62,508)	(125,390)
Closing net book amount	575,479	341,221	916,700
<b>At 30 April 2018</b>			
At cost	1,694,372	988,142	2,682,514
Accumulated Depreciation and Amortisation	(1,118,893)	(646,921)	(1,765,814)
Net book amount	575,479	341,221	916,700

Core Properties held by the Club are

Yarra Road  
Phillip Bay NSW 2036

There were no non-core properties held by the club.

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**7. Trade and Other Payables**

	<b>2018</b>	<b>2017</b>
	\$	\$
<b>Current Liabilities</b>		
Trade creditors	57,029	18,547
Other payables	15,622	10,562
	72,651	29,109

**8. Employee Benefits**

<b>Current</b>	24,235	19,014
<b>Non Current</b>	2,770	4,268

The present value of employee benefits not expected to be settled within 12 months of reporting date have been calculated using the following weighted averages:

Assumed rate of increase in wage and salary rates	1.90%	2.10%
Discount rate	2.77%	2.58%
Settlement term (years)	10	10

**Superannuation Plans**

Contributions:

The company is under a legal obligation to contribute 9.5% of each employee's base salary to a superannuation fund.

**9. Financial Liabilities**

<b>Current</b>		
Hire purchase liabilities	-	1,342
<b>Non Current</b>		
Hire purchase liabilities	-	-

The company has financed the purchase of the ID scanner equipment. The term of the agreement is 24 months. The facility is secured against the asset purchased.

**10. Retained Profits**

Retained profits at the beginning of the year	1,177,593	1,082,879
Net profit / (loss) during the year	143,975	94,714
Retained profits at year end	1,321,568	1,177,593

**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**11. Commitments**

	<b>2018</b>	<b>2017</b>
	\$	\$
<b>Operating Lease Commitments</b>		
Within 12 months	23,906	21,579
1-5 years	115,608	106,445
Later than 5 years	71,379	85,164
	210,893	213,188

Operating lease commitments are in respect of the lease of the property located at Yarra Road, Phillip Bay and lease of the telephone system.

**Hire Purchase Commitments**

Within 12 months	-	1,521
1-5 years	-	-
	-	1,521

The company has purchased an ID scanner under a hire purchase agreement.

**12. Key Management Personnel**

(a) Directors

The following persons were non-executive directors of the company during the financial year:

**Name of the director**

Barry James Wallace  
Peter Brodie  
Ronald Saville  
Lynne Wallace  
Stephen Burley  
Philip Jenkinson  
Lindsay Sadgrove (resigned 20 August 2017)  
Nicole Rennie (appointed 20 August 2017)

(b) Other Key Management Personnel

There were no other persons who had authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly during the financial year.



**NOTES TO THE FINANCIAL STATEMENTS**  
**30 APRIL 2018**

**12. Key Management Personnel (cont'd)**

(c) Key Management Personnel Compensation	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>\$</b>
Benefits and payments made to the Directors	-	20,000
Benefits and payments made to Other Key Management Personnel	-	-
	-	20,000

The president and treasurer received an honorarium of \$10,000 each in 2017 in accordance with the ordinary resolution passed at the annual general meeting on 11 September 2016.

**13. Related Party Transactions**

**Key Management Personnel**

Disclosures relating to key management personnel are set out in Note 12.

**Directors' Transactions with the Company**

From time to time, directors of the company, or their director-related entities, may purchase goods from the company. These purchases are on the same terms and conditions as those entered into by other company employees or customers and are trivial or domestic in nature.

During the financial year IT services were provided by James Wallace who is the son of directors Barry and Lynne Wallace. The services provided were to the value of \$1,028 (2017: \$4,330).

Apart from the details disclosed in this note, no director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interests existing at year end.

**14. Company Details**

The Club is incorporated and domiciled in Australia as a company limited by guarantee. At 30 April 2018 there were 1,740 members.

The registered office of the company is Yarra Road, Phillip Bay NSW 2036.

**15. Events Subsequent to Reporting Date**

There were no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
(A COMPANY LIMITED BY GUARANTEE)  
A.C.N: 000 583 693**

**Report on the audit of the financial report**

***Opinion***

We have audited the financial report of Yarra Bay 16' Skiff Sailing Club Limited (A Company Limited By Guarantee), which comprises the statement of financial position as at 30 April 2018, the statement of 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.

In our opinion, the accompanying financial report of Yarra Bay 16' Skiff Sailing Club Limited, is in accordance with the *Corporations Act 2001*, including:

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

***Basis for opinion***

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company 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.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, 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.

***Other information***

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

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF YARRA BAY 16' SKIFF SAILING CLUB LIMITED  
(A COMPANY LIMITED BY GUARANTEE)  
A.C.N: 000 583 693**

***Responsibilities of the directors for the financial report***

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

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

A handwritten signature in black ink, appearing to read "W.A. Fitzpatrick".

**Name of Partner:**

W.A Fitzpatrick

**Name of Firm:**

Fitzpatrick Group  
Certified Practising Accountants

**Dated this 22<sup>nd</sup> day of June 2018**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
TO THE MEMBERS OF YARRA BAY 16' SKIFF SAILING CLUB LIMITED**

I declare, that to the best of my knowledge and belief, during the year ended 30 April 2018 there have been:

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

**Name of Firm:** Fitzpatrick Group  
Certified Practising Accountants

**Name of Director:**   
W A Fitzpatrick

**Address:** Suite 7, 1 Somerset Avenue Narellan NSW 2567

**Dated this 22<sup>nd</sup> day of June 2018**