

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 APRIL 2023**

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

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**FOR THE YEAR ENDED 30 APRIL 2023**

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# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **DIRECTORS' REPORT**

### **FOR THE YEAR ENDED 30 APRIL 2023**

The Directors present their report on Yarra Bay 16ft Skiff Sailing Club Limited for the financial year ended 30 April 2023.

#### **Information on directors**

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

Ronald Saville	President
Years of Service	10
Experience and Special Responsibilities	Retired Butcher
Nicole Rennie	Vice President
Years of Service	4
Experience and Special Responsibilities	Nurse
Stephen Burley	Director
Years of Service	8
Experience and Special Responsibilities	Retired Butcher
Philip Jenkinson	Director
Years of Service	6
Experience and Special Responsibilities	Retired Senior Field Support Officer Commodore (26 years)
Yianni Tsagaris	Director
Years of Service	1
Experience and Special Responsibilities	Chef
Assen Timberly	Director
Years of Service	1
Experience and Special Responsibilities	Retired
Bowie Phillips	Director - resigned 31 March 2023
Years of Service	1
Experience and Special Responsibilities	National Advertising Sales and Marketing Manager

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 Yarra Bay 16ft Skiff Sailing Club Limited during the financial year was the operation of a sporting club with a focus on 16ft skiff sailing activities.

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **DIRECTORS' REPORT**

**FOR THE YEAR ENDED 30 APRIL 2023**

### **Principal activities**

No significant changes in the nature of the Company's activity occurred during the financial year.

### **Short term objectives**

The Company's short term objectives is to provide a high-level of club hospitality services to all our members and guests with a primary focus on food, beverage, entertainment & promotions. We continually look to support our local community, as well as local sporting groups , with a primary focus on the sport of sailing.

### **Long term objectives**

The Company's long term objectives are to continually look to upgrade and improve Yarra Bay 16ft Skiff Sailing Club's products, services and facilities for our members and guests to ensure that the club continues to be an integral part of the community and to produce new marketing strategies to increase club patronage and membership to ensure the Club's financial success now and in the future.

### **Strategy for achieving the objectives**

To achieve these objectives, the Company has adopted the following strategies:

- To upgrade club facilities such as beer lines/cellar, main bar renovations and upgrades, beach bar renovations and upgrades, external stairs, club AV facilities, stage lighting, IT systems, and gaming facilities;
- To increase club entertainment and promotional offerings to members and guests on a weekly basis moving forward in to the 2023/24 summer periods;
- To introduce new club special events moving into the 2023/24 summer period;
- To provide open lines of communication with the local community and sporting groups to identify areas of support where the club can provide;
- To review operational processes and procedures to ensure optimal financial results; and
- To promote and increase participation numbers for Yarra Bay Sailing Club (Sailing Division).

### **How principal activities assisted in achieving the objectives**

The principal activities assisted the Company in achieving its objectives as net profits are applied into the club's services and facilities and invested back into the local community through members promotions, local sporting groups through sponsorships, and back into the club with continued upgrades to member and guest facilities.

### **Performance measures and key performance indicators**

Performance is measured and reviewed regularly. The following key performance indicators are used within the Company to monitor performance:

- net profit
- gross margins; and
- liquidity ratios.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

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## DIRECTORS' REPORT

### FOR THE YEAR ENDED 30 APRIL 2023

#### Members' guarantee

Yarra Bay 16ft Skiff Sailing Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the Company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 20 per member, subject to the provisions of the company's constitution.

At 30 April 2023 the collective liability of members was \$ 22,800 (2022: \$ 29,060).

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

	2023	2022
Life Members	7	7
Ordinary Members	1,130	1,443
Honorary Members	3	3
Total	1,140	1,453

#### Matters or circumstances arising after the end of the year

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

#### Meetings of directors

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

	Directors' Meetings	
	Number eligible to attend*	Number attended
Ronald Saville	14	14
Stephen Burley	14	13
Philip Jenkinson	14	13
Yianni Tsagaris	14	13
Bowie Phillips	13	13
Assen Timbery	14	13
Nicole Rennie	14	12

\*Number of eligible to attend indicates the number of meetings held during the individual's tenure as a Director.

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **DIRECTORS' REPORT**

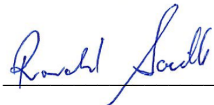
**FOR THE YEAR ENDED 30 APRIL 2023**

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

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 April 2023 has been received and can be found on page 5 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director:



Ronald Saville

Director:



Assen Timbery

Dated 11 September 2023

# FITZPATRICK + ROBINSON

## YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

### AUDITOR'S INDEPENDENCE DECLARATION

#### FOR THE YEAR ENDED 30 APRIL 2023

I declare that, to the best of my knowledge and belief, during the year ended 30 April 2023, 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.

Fitzpatrick + Robinson  
Certified Practising Accountants



W.A Fitzpatrick  
Director

Gregory Hills, NSW

Dated 13 September 2023

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 APRIL 2023

	Note	2023 \$	2022 \$
Revenue		2,126,434	1,351,464
Other income		43,037	74,432
	4	<u>2,169,471</u>	<u>1,425,896</u>
<b>Less: Expenses</b>			
Cleaning supplies and contractor		66,863	39,588
Cost of sales		596,615	359,354
Depreciation		212,596	208,453
Employee benefits expense		680,284	377,152
Entertainment and promotions		150,706	74,566
Finance costs		14,473	9,757
Insurance		61,003	46,571
Other expenses		189,369	106,777
Occupancy expenses		11,624	6,693
Professional fees		34,813	34,929
Repairs and maintenance		68,367	64,422
Utilities		56,098	52,902
<b>Total Expenses</b>		<u>2,142,811</u>	<u>1,381,164</u>
<b>Profit before income tax</b>		26,660	44,732
Income tax expense	2(a)	-	-
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<u><u>26,660</u></u>	<u><u>44,732</u></u>

The accompanying notes form part of these financial statements.



# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2023

	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	909,419	735,437
Other receivables		9,947	18,579
Inventories	7	45,019	42,579
Other assets		9,675	9,761
<b>TOTAL CURRENT ASSETS</b>		<u>974,060</u>	<u>806,356</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	8	803,001	891,633
Right-of-use assets	9	75,301	87,022
<b>TOTAL NON-CURRENT ASSETS</b>		<u>878,302</u>	<u>978,655</u>
<b>TOTAL ASSETS</b>		<u>1,852,362</u>	<u>1,785,011</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	102,707	63,190
Lease liabilities	9	15,076	15,761
Employee benefits	11	50,703	39,428
<b>TOTAL CURRENT LIABILITIES</b>		<u>168,486</u>	<u>118,379</u>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	9	55,928	65,343
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>55,928</u>	<u>65,343</u>
<b>TOTAL LIABILITIES</b>		<u>224,414</u>	<u>183,722</u>
<b>NET ASSETS</b>		<u>1,627,948</u>	<u>1,601,289</u>
<b>MEMBERS' FUNDS</b>			
Retained earnings		1,627,948	1,601,289
<b>TOTAL MEMBERS' FUNDS</b>		<u>1,627,948</u>	<u>1,601,289</u>

The accompanying notes form part of these financial statements.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
Retained earnings at the beginning of the year	1,601,288	1,556,557
Profit for the year	26,660	44,732
Retained earnings at the end of the year	<u>1,627,948</u>	<u>1,601,289</u>

The accompanying notes form part of these financial statements.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 APRIL 2023

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers		2,152,210	1,351,119
Receipts from Government COVID subsidies		-	52,134
Receipts from rental properties		23,136	19,564
Interest paid		(3,244)	(2,588)
Interest received		2,840	112
Payments to suppliers and employees		(1,878,619)	(1,150,500)
<b>Net cash provided by operating activities</b>		<u>296,323</u>	<u>269,841</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Purchase of property, plant and equipment		(105,490)	(231,909)
<b>Net cash used in investing activities</b>		<u>(105,490)</u>	<u>(231,909)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Repayment of lease liabilities		(16,851)	(16,511)
<b>Net cash used in financing activities</b>		<u>(16,851)</u>	<u>(16,511)</u>
<b>Net increase in cash and cash equivalents held</b>		173,982	21,421
Cash and cash equivalents at beginning of year		735,437	714,016
<b>Cash and cash equivalents at end of financial year</b>	6	<u><u>909,419</u></u>	<u><u>735,437</u></u>

The accompanying notes form part of these financial statements.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 APRIL 2023

The financial report covers Yarra Bay 16ft Skiff Sailing Club Limited ('the Company') as an individual entity. Yarra Bay 16ft Skiff Sailing Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Yarra Bay 16ft Skiff Sailing Club Limited is Australian dollars (\$AUD) and all amounts have been rounded to the nearest dollar.

The financial report was authorised for issue by the Directors on 11 September 2023.

#### 1 Basis of Preparation

The financial report is general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*.

The financial report has been prepared on an accruals basis and is based on historical costs. Comparatives are consistent with prior years, subject to those which have changed from a presentation perspective, as required on application of new accounting standards and interpretations adopted during the year.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

#### 2 Summary of Significant Accounting Policies

##### (a) Income Tax

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

##### (b) Revenue and other income

Under AASB 1058 *Income of Not-for-Profit Entities*, the Company recognises revenue on a basis that reflects the fair value of goods, services, and assets (such as cash, inventories and property, plant and equipment), which have been provided or transferred to the Company for nil or nominal consideration, and is deemed to further the objectives of the Company.

Under AASB 15 *Revenue from Contracts with Customers*, the Company recognises revenue on a basis that reflects the transfer of promised goods or services to patrons at an amount that reflects the consideration the Company expects to receive in exchange for those goods or services.

Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 30 APRIL 2023**

#### **2 Summary of Significant Accounting Policies**

##### **(b) Revenue and other income**

The revenue recognition policies for the principal revenue streams of the Company are outlined in further detail below:

##### **Specific revenue streams**

The Company principally generate revenue from having a licenced bar for members and visitors, and a spacious 150 seat auditorium, C Salt Restaurant seating up to 90 people and the Beach Bar, all of which are ideal for functions. Contracts can include providing product and services directly to patrons in a timely manner.

##### **Sales revenue**

Revenue derived through bar sales is recognised on transfer of goods to the patron as this is deemed to be the point in time when all the risks and rewards associated with the goods are transferred, there is no longer any ownership or effective control over the inventory and the Company's performance obligations have been met.

##### **Gaming machine takings**

Gaming machine takings are recognised as revenue on receipt of the funds as there are no enforceable performance obligations contained within a contract between the Company and the patron. Revenue from gaming machine takings is shown in the statement of profit or loss and other comprehensive income net of payouts, with gaming machine tax being recognised as an expense.

##### **Commissions**

Commissions are recognised as revenue on receipt of the funds as there are no enforceable performance obligations contained within a contract between the Company and the patron. The Commission income is earned on a percentage of the sales generated by the Company using third-party property.

##### **Government subsidies**

The Government subsidies received during the period were recognised as revenue upon receipt, in accordance with AASB 1058 Income of Not-for-Profit Entities. This was due to the nature of the subsidies, having no performance obligations attached to them.

##### **Other income**

Other income is recognised as revenue when the Company has either fulfilled its performance obligations, or on receipt to the extent there are no performance obligations attached to the funds.

# **YARRA BAY 16FT SKIFF SAILING CLUB LIMITED**

**ABN: 72 000 583 693**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 30 APRIL 2023**

#### **2 Summary of Significant Accounting Policies**

##### **(c) Leases**

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision making rights in relation to changing how and for what purpose the asset is used.

##### **Lessee accounting**

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives received.

The right-of-use asset is depreciated over the lease term on a straight line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Refer to Note 9 for information relating to leases held by the Company.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2023

### 2 Summary of Significant Accounting Policies

#### (d) Goods and services tax (GST)

Revenue, 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 (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (e) Inventories

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

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

#### (f) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less any accumulated depreciation and impairment.

Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

##### Depreciation

Property, plant and equipment is depreciated on a straight-line or diminishing value basis over the asset's estimated useful life to the Company, commencing when the asset is ready for use.

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

Fixed asset class	Depreciation rate
Leasehold improvements	Period of Lease
Plant and Equipment	1 to 40 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 APRIL 2023

#### 2 Summary of Significant Accounting Policies

##### (g) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is evidence of an impairment indicator for non-financial assets. If any such indication exists then the asset's recoverable amount is estimated.

The recoverable amount of an asset is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss. Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

##### (h) Intangible assets

###### Gaming Machine Licences:

Under the *Gaming Machines Act 2001*, a tradeable asset titled gaming machine entitlement was created. Gaming machine entitlements are able to be sold to other registered clubs within the state of New South Wales (NSW) provided certain statutory requirements are met. The Act came into effect on 2 April 2001.

None of the twenty-four (24) gaming machine licences owned by the Company have been recognised as assets of the Company as they were obtained prior to 2001.

##### (i) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

##### (j) Employee benefits

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

##### (k) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 April 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.



# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 APRIL 2023

#### 3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

##### **Key estimates - impairment of property, plant and equipment**

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

There are no indicators of impairment at this stage with the property, plant and equipment and right-of-use asset.

##### **Key estimates - employee benefits**

As discussed in note 2(j), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

##### **Key judgments - lease term**

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the company's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset.

The Company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances. As at 30 April 2023, there are 5 years and 8 months remaining on the lease. The Club is looking to review the lease agreement in year 2027 for renewal.

##### **Key judgments - incremental borrowing rate**

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Club estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2023

	2023 \$	2022 \$
<b>4 Revenue and Other Income</b>		
Revenue from contracts with customers (AASB 15)		
- Commissions	64,544	46,298
- Gaming machine takings	542,377	380,691
- Membership subscriptions	16,152	15,630
- Rebates	52,065	28,829
- Rental income	23,163	19,564
- Sale of goods	1,428,133	860,452
	<u>2,126,434</u>	<u>1,351,464</u>
 Income recognised on receipt (AASB 1058)		
- Government COVID subsidies	-	52,134
- Insurance recoveries	-	1,336
- Other income	43,037	20,962
	<u>43,037</u>	<u>74,432</u>
 <b>5 Auditor's Remuneration</b>		
Remuneration of the auditor for:		
- auditing and assisting with the compilation of the financial statements	<u>11,750</u>	<u>9,500</u>
 <b>6 Cash and Cash Equivalents</b>		
Cash at bank and in hand	805,498	579,359
Short-term deposits	103,921	156,078
	<u>909,419</u>	<u>735,437</u>
 <b>7 Inventories</b>		
CURRENT		
Bar stock on hand	<u>45,019</u>	<u>42,579</u>

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2023

	2023 \$	2022 \$
<b>8 Property, plant and equipment</b>		
NON-CURRENT		
PLANT AND EQUIPMENT		
Capital work in progress	70,000	-
Plant and equipment		
At cost	1,184,920	1,168,429
Accumulated depreciation	(923,672)	(843,251)
	261,248	325,178
Leasehold improvements		
At cost	1,986,641	1,986,641
Accumulated depreciation	(1,514,888)	(1,420,186)
	471,753	566,455
<b>Total property, plant and equipment</b>	<b>803,001</b>	<b>891,633</b>

### (a) Movements in carrying amounts of property, plant and equipment

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

	Capital Works in Progress \$	Plant and Equipment \$	Leasehold Improvements \$	Total \$
<b>Year ended 30 April 2023</b>				
Balance at the beginning of year	-	325,178	566,455	891,633
Additions	70,000	35,492	-	105,492
Depreciation expense	-	(99,422)	(94,702)	(194,124)
<b>Balance at the end of the year</b>	<b>70,000</b>	<b>261,248</b>	<b>471,753</b>	<b>803,001</b>

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 APRIL 2023

#### 9 Leases

##### Company as a lessee

The Company has leases over the Crown Land where the Company operates. The lease has provided the Company the right-of-use for 8 years and 8 months from 1 May 2019 to 31 December 2027.

Information relating to the leases in place and associated balances and transactions are provided below.

##### Terms and conditions of leases

Crown Land - Clubhouse at Yarra Road, Phillip Bay

The Company is dependent on the right-of-use of the clubhouse on the crown land to operate its principal activities. The rent is \$11,000 per annum with a 5 yearly market rent review. On the first Market Rent Review Date after the Commencement Date, the rent shall be adjusted in accordance with the formula in the lease agreement. Thereafter, on each Market Rent Review Date, the rent may be adjusted by the Minister redetermining the rent pursuant to the provisions of sections 142 and 143 of the Crown Lands Act 1989.

As at 30 April 2023, there are 5 years and 8 months remaining on the lease. The Company is looking to review the lease agreement in year 2027 for renewal. The crown land is restricted to the principal activities of the Company.

##### Right-of-use assets

	Crown Land \$
<b>Year ended 30 April 2023</b>	
Balance at beginning of year	139,844
Accumulated depreciation	(64,543)
<b>Balance at end of year</b>	<u><u>75,301</u></u>
<b>Year ended 30 April 2022</b>	
Balance at beginning of year	133,093
Accumulated depreciation	(46,071)
<b>Balance at end of year</b>	<u><u>87,022</u></u>

##### Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Company is a lessee are shown below:

	2023 \$	2022 \$
Depreciation of right-of-use assets	<u>(18,472)</u>	<u>(15,357)</u>

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2023

	2023	2022
	\$	\$
<b>10 Trade and Other Payables</b>		
CURRENT		
Trade payables	66,243	48,865
GST payable	30,473	9,115
Sundry payables and accrued expenses	5,991	5,210
	<u>102,707</u>	<u>63,190</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

<b>11 Employee Benefits</b>		
CURRENT		
Annual leave	18,452	13,052
Long service leave	32,251	26,376
	<u>50,703</u>	<u>39,428</u>

### 12 Key Management Personnel

The total remuneration paid to key management personnel of the Company was \$ 7,299 (2022: \$ 34,972). Total remuneration consists of wages and salaries paid to key management during the year.

### 13 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 April 2023 (30 April 2022: None).

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 APRIL 2023

#### 14 Related Parties

##### (a) The Company's main related parties are as follows:

###### **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) of that entity are considered key management personnel. Key management personnel of the Company during the year were as follows:

- Vice President;
- Board Directors; and
- Secretary Manager.

For details of remuneration disclosures relating to key management personnel, refer to Note 12: Key Management Personnel Remuneration.

###### **Other Related Parties**

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

##### (b) Transactions with related parties

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

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.

#### 15 Events after the end of the Reporting Period

The financial report was authorised for issue on 11 September 2023 by the Board of Directors.

No matters or circumstances have arisen since the end of the financial year which 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.

#### 16 Statutory Information

The registered office and principal place of business of the Company is:  
Yarra Bay 16ft Skiff Sailing Club Limited  
67-69 Yarra Rd  
PHILLIP BAY, NSW 2036

# YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

## DIRECTORS' DECLARATION FOR THE YEAR ENDED 30 APRIL 2023

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 20, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards - Simplified Disclosures; and *Corporations Regulations 2001*.
  - b. give a true and fair view of the financial position as at 30 April 2023 and of the performance for the year ended on that date of the Company.
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.

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

Director

  
Ronald Saville

Director

  
Assen Timbery

Dated 11 September 2023

# FITZPATRICK + ROBINSON

## YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

### INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 APRIL 2023

#### Report on the Audit of the Financial Report

##### Opinion

We have audited the financial report of Yarra Bay 16ft Skiff Sailing Club Limited (the Company), which comprises the statement of financial position as at 30 April 2023, 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, 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 the Company is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 April 2023 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures 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 (including Independence Standards)* (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 obtained at the date of this auditor's report is included in the Annual Report, (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 on the other information obtained prior to the date of this auditor's report, 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.



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## YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

### INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 APRIL 2023

#### Responsibilities of 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 - Simplified Disclosures 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 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 the financial report.

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

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



## YARRA BAY 16FT SKIFF SAILING CLUB LIMITED

ABN: 72 000 583 693

### INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 APRIL 2023

#### Auditor's Responsibilities for the Audit of the Financial Report (continued)

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.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

**Fitzpatrick + Robinson**  
**Certified Practising Accountants**



**W.A Fitzpatrick**  
**Director**

**Gregory Hills, NSW**

**Dated 13 September 2023**

