

**GUNNEDAH SERVICES & BOWLING  
CLUB LIMITED TRADING AS  
CLUB GUNNEDAH**

ABN 11 000 056 860



**ANNUAL REPORT**

**FOR THE 12 MONTH PERIOD ENDED 30<sup>th</sup> JUNE 2024**

***Gunnedah Services Club Established 1943***

***Gunnedah Bowling Club Established 1929***

***Amalgamated 28<sup>th</sup> February 1997***

***Club Gunnedah Established 2023***

Conadilly Street GUNNEDAH 2380

~ VALE ~

The Directors, Management, and Staff  
extend their deepest Sympathy to all  
relatives of members who have passed away  
during the year.



ABN 11 000 056 860  
313 Conadilly Street, Gunnedah NSW 2380 PO Box 160, Gunnedah NSW 2380  
Phone: (02) 6742 0400 Email: info@gunnedahservicesclub.com.au

## NOTICE OF ANNUAL GENERAL MEETING 12th November 2024

### OFFICE BEARERS

PRESIDENT: J. Sturgess

Snr VICE PRESIDENT: M Hull

Jnr VICE PRESIDENT: L Smith

### DIRECTORS

S. Campbell, C Maclean, R Gaynor, P Donnelly

NOTICE IS HEREBY GIVEN that the ANNUAL GENERAL MEETING of the Members of the GUNNEDAH SERVICES & BOWLING CLUB Trading as CLUB GUNNEDAH will be held in the Auditorium of the Clubs premises at 313 Conadilly St, Gunnedah NSW 2380 on Tuesday, the twelve of November 2024 at 6.00pm for the following purposes -

1. To receive and consider the minutes of the previous Annual General Meeting.
2. To adopt and confirm the minutes of the previous Annual General Meeting
3. To receive and adopt the Annual Financial Report of the club, the Directors/Presidents Report, and the Auditors Report on the Financial Report as of the 30th of June 2024.
4. To transact any other business that may be brought forward in conformity with the Constitution.
5. To consider and, if thought fit, pass the Ordinary Resolution appearing under the heading "First Ordinary Resolution" to approve expenditure by the club until the next Annual General Meeting.
6. To consider, and, if thought fit, pass the Ordinary Resolution appearing under the heading "Second Ordinary Resolution" to approve and agree to the honorariums for the Directors and the Bowls President of the club.

Please note there will be no questions from the floor on the meeting day, other than as below as per the constitution.

\* Matters for business of a general nature must be received in writing 21 days prior to the meeting as per 36.8 (f) of the club's constitution.

\* The Chairperson will allow a reasonable opportunity for members to ask questions and/or make comments about the club's Management, and if the club's auditor or representative of the club's auditor is at the meeting as per 36.9 of the club's constitution.

**The Annual Report will be available for members to view on the club's website or on request from the club's administration office after the 18th October 2024.**

By Direction of the Board

Marc Eisenhauer  
General Manager

### PROCEDURAL MATTERS FOR RESOLUTIONS AT THE ANNUAL GENERAL MEETING

1. **Ordinary Resolutions - To be passed, each Ordinary Resolution must receive votes from not less than a majority (50% + 1) of those members who, being eligible to do so, vote in person on the Ordinary Resolution at the meeting.**
2. **Voting on Ordinary Resolutions - Only Life members, financial Bowling members and financial Social members are eligible to vote on the Ordinary Resolutions.**
3. **Under the Registered Clubs Act, members who are employees of the Club are not entitled to vote and proxy voting is prohibited.**

### FIRST ORDINARY RESOLUTION

**That:**

- (a) the members hereby approve expenditure by the Club until the next Annual General Meeting of the Club for the following:
  - (i) The reasonable costs of directors attending seminars, lectures and other educational activities as determined by the Board from time to time.
  - (ii) The reasonable costs (including travel and accommodation expenses) of directors and their spouses/partners attending meetings, conferences and trade shows conducted by Clubs NSW, the Club Managers Association and such other conferences and trade shows as determined by the Board from time to time.
  - (iii) The reasonable cost for directors to attend Clubs NSW regional meetings and Club Managers Association zone meetings as required.

- (iv) The reasonable cost of an electronic device (for example a laptop computer, iPad, tablet or other similar device) and internet access being made available to directors in respect of their duties as directors of the Club.
  - (v) The reasonable cost of directors attending any other registered club for the purpose of viewing and assessing its facilities as determined by the Board as being necessary for the benefit of the Club.
  - (vi) The reasonable cost of directors (and their spouses/partners if required) attending any club, community, or charity function as the representatives of the Club and authorised by the Board to do so.
  - (vii) The reimbursement of reasonable out of pocket expenses incurred by directors travelling to and from Board meetings or other duly constituted meetings of any committee of the Board.
  - (viii) The reasonable cost of Club uniforms being provided to directors as required.
- (b) The members acknowledge that the benefits in paragraph (a) are not available for members generally but are only for those who are directors (and their spouses/partners in certain circumstances) of the Club.
- 

#### **Notes to Members on the First Ordinary Resolution**

1. The First Ordinary Resolution is to have the members in general meeting approve expenditure by the Club on directors (and their spouses/partners in certain circumstances) in respect of the matters set out in the First Ordinary Resolution.
  2. Included in the First Ordinary Resolution is the cost of directors attending seminars, lectures, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club.
- 

#### **SECOND ORDINARY RESOLUTION**

1. That pursuant to section 10 6(b) of the Registered Clubs Act and until the next Annual General Meeting the members hereby approve and agree to the following honorariums for the directors and the Bowls President of the Club.
    - (a) An amount of \$250 for the President for every board meeting and every approved committee meeting he or she attends during the year.
    - (b) An amount of \$150 for each Vice President for every board meeting and every approved committee meeting he or she attends during the year.
    - (c) An amount of \$100 for every Director (other than the President or the Vice Presidents) for every Board meeting and every approved committee meeting he or she attends during the year.
    - (d) An amount of \$100 for the Bowls President for every approved committee meeting he or she attends during the year.
  2. The members acknowledge that the benefits in paragraph (a) above are not available for members generally but are only for those who are Directors of the Club or the Bowls President of the Club.
- 

#### **Notes to Members on the Second Ordinary Resolution**

3. The Second Ordinary Resolution is to have the members in general meeting approve and agree to an honorarium to each director in the amounts set out above which relate to their attendance at board meetings and approved committee meetings in the case of the Bowls President.
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Dated:  
18th October 2024

By direction of the Board

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**Marc Eisenhauer**  
General Manager

## PRESIDENT'S REPORT 2024

It is with pleasure that I present my Annual Report to the Annual General Meeting of Club Gunnedah for the year ending 30<sup>th</sup> June 2024.

On behalf of the Board, Club members and staff I extend condolences to the family of members who have passed away in the past twelve months. It is only through their presence at the Club that we can provide the facilities we have today.

Over the past 12 months we have seen significant changes at the Club and it is envisaged that these will continue as the Board and Management work together to improve efficiency in operations and give its members a more enjoyable experience.

The Board has adopted Management Plans for physical changes to the Club which will not only ensure a more efficient and cost effective operation but allow members the use of a facility second to none in Gunnedah. Briefly once stage one is finished all day to day operations will be on the ground floor of the building. The Club is currently undertaking due diligence investigations to ensure the project can be funded and the engagement of preconstruction professional services. A copy of these plans will be on display at the AGM for members to peruse.

Operations have provided a sound financial result for 2023/24 which leaves the Club in a good financial position to plan for the future. We have seen a significant change to the day to day profits of operations due to conscious management decisions. Whilst endeavouring to make the Club more financially viable the Board has endeavoured to keep price increases to a minimum so as not to unduly impact members and visitors.

Bowls activities continue to be of utmost importance for the ongoing viability of the Club. The Bowls Committee continues to be active in the promotion of Bowls with changes being implemented as required. Congratulations to the bowlers who have put their hand up to be on the Committee. A special thanks to Paul Lodge who has resumed the position of President and who I am confident will give direction to the Committee. It is also pleasing to note the co-operation that exists between the Bowls Committee and the Board. Once again successful carnivals have been held during the year. The Club was successfully represented at higher levels with particular success by junior members.

The facilities available for use by members and the community at large are second to none in the town. The outdoor entertainment area, meeting rooms and other facilities continues to be well utilised. Under current Management with the promotion of these facilities the use of these will only increase in the future.

Through Club Grants continue to provide large amounts of money to organisations and sporting bodies. The total funds allocated during the reporting period was over \$75,000, which included support for the Bowling Club, Supertee Project, Westpac Helicopter, Can Assist, Whitbread Memorial Fund and various Sporting Bodies.

During the past twelve months we have seen changes at Management level. Our newly appointed Manager Paul Lodge resigned for health reasons. We were fortunate in being able to appoint Owen Walker in a temporary capacity who, in consultation with the Board, started our change process to make the Club more financially viable. After Owen's tenure we were blessed with the appointment of our current General Manager Marc Eisenhauer who came to the Club from Cowra with outstanding credentials. Marc has continued the change process making the hard decisions in consultation with the Board. Some of these changes include the way the Club operates on a daily basis and have had a significant impact on improving the financial security. The most significant change being the operation of the restaurant which will result in a great dining experience whilst ensuring significant improvements financially.

The co-operation and openness of Marc's management style in consulting with the Board is professional and appreciated by all Board Members. Marc's vision for the Club and its members will ensure its ongoing viability. The member's experience is what the Board is endeavouring to continue to improve.

To the staff I express my appreciation for your efforts during the year and hope with changes being implemented not only is your future guaranteed but the Club can provide a career path for you.

To the members of the Board particularly Mick and Leith as Vice Presidents, I extend my appreciation for the co-operation, participation and support this year. We have moved in unison and a positive direction for the benefit of our members. I believe we have achieved great results in a short period of time. With the change in management and the retention of good staff we are now in a position to move the Club forward.

John Sturgess

President

## **General Manager's Report -2024**

I take great pleasure in presenting my first Annual Report as General Manager of Club Gunnedah.

I would like to thank the community of Gunnedah in making myself and my wife very welcome in the town and we both look forward to contributing towards the things that make this a great place to call home.

Having 5 General Managers in the last 12 months has led to a challenging year for the Club but with the support of the Board of Directors, we have been able to dig deep and make some tough decisions to get the club moving in a positive direction.

I am pleased to say that the financial results for the start of the financial year are starting to show the fruits of these decisions.

Firstly, I would like to thank John and the rest of the board of directors for their support and leadership over the last 6 months. The unseen work that you do behind the scenes often goes unnoticed and deserves to be recognized.

Special thank you to Shane Rampling, who has worked tirelessly in his new role as Operations Manager, ensuring that customer service standards have risen.

To all the rest of the staff, thank you for your ongoing commitment to the decisions that have been made and I'm looking forward to working with you through more positive changes which will make your club the destination to be.

I would like to congratulate the Gunnedah Bowlers for their success on the greens this year, both on a team and individual level as well.

Our Grade 2 and Grade 6 Men's Pennant Side and our Division 3 Women's Side made the State Pennant Playoffs, with the 2's reaching the semi-finals.

Tim Thorning won his second straight Junior State Singles Title. Jacob Martin, only 13, won the State Under 15 State Title and was selected in the All-Australian Schoolboys side and lets not forget Ella Cameron, who was selected in the State Girls Side and was a part of the successful State Junior National Triples. You are all representing the town of Gunnedah with pride.

No doubt the next 12 months will bring with it new challenges. However, I firmly believe that the foundations have been made to move forward with confidence.

Thank you to Johnny Lim, our new caterer, who has been a delight to work alongside since he agreed to join us. I can assure the members that the standards that he has set with the quality of the food is a blueprint for what the club is striving for. If any member

hasn't had the opportunity to enjoy his food since his arrival, come in and taste for yourself what everyone in Gunnedah has been talking about.

At the time of writing this report, the club is finalizing a Feasibility Study and a Development Application with local council to produce a Club Building Masterplan.

This will require major Capital Investment and more hard work will be needed to bring this to life.

My Board and myself look forward to presenting this Plan to the members at the Annual General Meeting and giving you an opportunity to provide feedback and what the future of your club will look like.

Finally but not at all not least, I would like to thank the members for their continued support of the Club. Without you, the club would simply not exist

I look forward to working with you into the future to make this a Club that the town of Gunnedah can be proud off.



# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

**ABN: 11 000 056 860**

**Financial Statements**

**For the Year Ended 30 June 2024**

# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

ABN: 11 000 056 860

For the Year Ended 30 June 2024

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# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

ABN: 11 000 056 860

## Directors' Report

For the Year Ended 30 June 2024

Your directors present their report on the Company for the financial year ended 30 June 2024.

### Directors

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

<b>Names</b>	<b>Position</b>	<b>Appointed/Resigned</b>
John Sturgess	President	Appointed 26/11/2019
Paul Lodge	Senior Vice-President	Resigned 12/08/2023
Michael Hull	Senior Vice-President	Appointed 30/11/2021
Stephen Campbell	Director	Appointed 12/11/2013
Kevin Keating	Director	Ceased 21/11/2023
Brian Riordan	Director	Ceased 21/11/2023
Tony Jones	Director	Ceased 21/11/2023
Leith Smith	Junior Vice-President	Appointed 21/11/2023
Christopher Maclean	Director	Appointed 21/11/2023
Raymund Gaynor	Director	Appointed 21/11/2023
Phillip Donnelly	Director	Appointed 21/11/2023

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 activities of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah during the financial year were to provide social & sporting amenities to members and guests.

No significant change in the nature of these activities occurred during the year.

### Short term objectives

The Company's short term objectives are to:

- continually take steps to ensure as best as possible the long term financial viability of the club; and
- continue to maintain first class facilities for the enjoyment of members and visitors.

### Long term objectives

The Company's long term objectives are to:

- continually take steps to ensure as best as possible the long term financial viability of the club; and
- continue to maintain a first class bowling greens and facilities for the enjoyment of members and visitors.

# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

ABN: 11 000 056 860

## **Directors' Report**

**For the Year Ended 30 June 2024**

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

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

- the Board to continue to meet on a monthly basis to review the operations of the club. The Board is assisted by various sub committees which report monthly to the Board;
- on a monthly basis to review and closely monitor the operations of the club via detailed financial reports and comparisons to industry KPI's;
- to increase profitability by undertaking various measures to restrain or cut costs in all areas whilst lifting revenue to levels commensurate with facilities provided;
- to continually address and review all activities of the club and incorporate a plan to accumulate sufficient reserves to maintain it's long term financial viability;
- continue to investigate and pursue measures to increase membership and participation levels with a view to increasing the available revenue of the club; and
- to improve the clubs facilities for the benefit of members, this includes the new synthetic Bowling greens completed in this financial year.

### **Performance measures**

The company regularly measures its performance through budgetary control, review of the company's financial performance and the level of patronage of the club.

### **Members guarantee**

Gunnedah Services and Bowling Club Limited trading as Club Gunnedah 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 members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$10 for members that are corporations and \$10 for all other members, subject to the provisions of the company's constitution.

At 30 June 2024 the collective liability of members was \$ 60,700 (2023: \$ 46,700).

### **Core and non-core land**

The core land of the Company is 313 Conadilly St, Gunnedah, NSW, 2380 (Lot 1 DP 1074419). There was no non-core land at year end.

# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

ABN: 11 000 056 860

## Directors' Report

For the Year Ended 30 June 2024

### Information on Directors

John Sturgess Qualifications/Experience	President Business Owner
Paul Lodge Qualifications/Experience	Senior Vice President (resigned 12 August 2023) Car Sales
Michael Hull Qualifications/Experience	Senior Vice President Retired Director of Business
Stephen Campbell Qualifications/Experience	Director Contractor
Kevin Keating Qualifications/Experience	Director (ceased 21 November 2023) Retired
Brian Riordan Qualifications/Experience	Director (ceased 21 November 2023) Farmer
Tony Jones Qualifications/Experience	Director (ceased 21 November 2023) Retired Councilor
Leith Smith Qualifications/Experience	Junior Vice-President (appointed 21 November 2023) Business Manager
Raymund Gaynor Qualifications/Experience	Director (appointed 21 November 2023) Disability Support Officer
Phillip Donnelly Qualifications/Experience	Director (appointed 21 November 2023) Courier
Christopher Maclean Qualifications/Experience	Director (appointed 21 November 2023) Business Owner

# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

ABN: 11 000 056 860

## Directors' Report

For the Year Ended 30 June 2024

### Meetings of directors

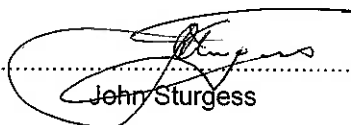
During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

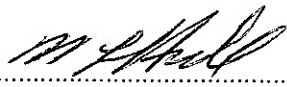
	Directors' Meetings	
	Number eligible to attend	Number attended
John Sturgess	12	12
Paul Lodge	1	1
Michael Hull	12	11
Stephen Campbell	12	12
Kevin Keating	6	6
Brian Riordan	6	5
Tony Jones	6	6
Leith Smith	6	6
Raymund Gaynor	6	6
Christopher Maclean	6	5
Phillip Donnelly	6	5

### Auditors Independence Declaration

The auditors independence declaration for the year ended 30 June 2024, as required under section 307C of the *Corporations Act 2001*, has been received and can be found on page 5.

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

Director: .....  
  
John Sturgess

Director: .....  
  
Michael Hull

Dated 15 October 2024

# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

ABN: 11 000 056 860

## **Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 To the Board of Directors Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, 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.

*Forsyths*

Jacob Sauer  
Principal  
Registered Company Auditor No. 524428

15 October 2024

121 Rusden Street Armidale

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
Sales and member revenue	2. 5,653,544	5,797,861
Cost of goods and services sold		
Cost of goods sold	(1,887,312)	(1,739,682)
Poker machine direct costs	(1,219,400)	(1,364,720)
Bingo Expenses	(69,596)	(79,343)
Keno Direct Costs	(32,218)	(69,664)
TAB Direct Costs	(53,338)	(88,912)
Raffle Direct Costs	(109,747)	(93,206)
Gross profit	3. 2,281,933	2,362,334
Other sources of revenue	2. 166,559	384,244
Administrative expenses	(1,872,292)	(1,661,484)
Bowls expenditure	(127,930)	(104,177)
Finance costs	(67,341)	(64,868)
Marketing expenses	(93,541)	(124,061)
Members expenditure	(45,637)	(51,552)
Occupancy costs	(369,183)	(346,918)
Other expenses	(179,433)	(258,122)
<b>Profit/(Loss) before income tax</b>	<b>(306,865)</b>	135,396
Income tax expense	4. (3,522)	(14,594)
<b>Profit/(Loss) for the period</b>	<b>(310,387)</b>	120,802
<b>Other comprehensive income for the period, net of tax</b>	<b>-</b>	-
<b>Total comprehensive income for the period</b>	<b>(310,387)</b>	120,802

The accompanying notes form part of these financial statements.



# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Statement of Financial Position

As At 30 June 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	7	757,030	770,970
Trade and other receivables	8	83,870	67,711
Inventories	9	62,117	68,251
Other assets	10	16,307	141,257
<b>Total current assets</b>		<b>919,324</b>	<b>1,048,189</b>
<b>Non-current assets</b>			
Right of use assets	16	74,787	97,224
Property, plant and equipment	11	9,088,552	9,383,412
Intangible assets	12	288,655	288,655
<b>Total non-current assets</b>		<b>9,451,994</b>	<b>9,769,291</b>
<b>TOTAL ASSETS</b>		<b>10,371,318</b>	<b>10,817,480</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	13	483,214	371,262
Contract liabilities	14	13,384	5,622
Borrowings	15	233,516	334,330
Lease liability	16	21,914	20,641
Short-term provisions	17	67,629	60,620
Employee benefits	19	204,010	231,904
Other liabilities	18	19,422	19,422
Tax payable		3,522	14,594
<b>Total current liabilities</b>		<b>1,046,611</b>	<b>1,058,395</b>
<b>Non-current liabilities</b>			
Borrowings	15	685,987	794,231
Lease liability	16	56,535	78,449
Employee benefits	19	28,021	16,951
Contract liabilities	14	11,824	16,727
<b>Total non-current liabilities</b>		<b>782,367</b>	<b>906,358</b>
<b>TOTAL LIABILITIES</b>		<b>1,828,978</b>	<b>1,964,753</b>
<b>NET ASSETS</b>		<b>8,542,340</b>	<b>8,852,727</b>

The accompanying notes form part of these financial statements.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Statement of Financial Position

As At 30 June 2024

### EQUITY

Asset revaluation reserves	<b>3,354,668</b>	3,354,668
Accumulated surplus	<b>5,187,672</b>	<u>5,498,059</u>
<b>TOTAL EQUITY</b>	<b>8,542,340</b>	<u><u>8,852,727</u></u>

The accompanying notes form part of these financial statements.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Statement of Changes in Equity

For the Year Ended 30 June 2024

2024

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2023	5,498,059	3,354,668	8,852,727
Profit/(Loss) attributable to members of the entity	(310,387)	-	(310,387)
Balance at 30 June 2024	<u>5,187,672</u>	<u>3,354,668</u>	<u>8,542,340</u>

2023

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 July 2022	5,377,257	3,354,668	8,731,925
Profit/(Loss) attributable to members of the entity	120,802	-	120,802
Balance at 30 June 2023	<u>5,498,059</u>	<u>3,354,668</u>	<u>8,852,727</u>

The accompanying notes form part of these financial statements.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Statement of Cash Flows

For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
<b>Cash from operating activities:</b>		
Receipts from customers	6,348,142	6,768,531
Interest received	4,976	4,527
Payments to suppliers and employees	(5,719,096)	(6,329,275)
Finance costs	(67,341)	(64,868)
<b>Net cash provided by (used in) operating activities</b>	<b>21.(a). 566,681</b>	<b>378,915</b>
<b>Cash flows from investing activities:</b>		
Proceeds from sale of plant and equipment	32,000	95,314
Purchase of property, plant and equipment	(382,922)	(938,720)
<b>Net cash used by investing activities</b>	<b>(350,922)</b>	<b>(843,406)</b>
<b>Cash flows from financing activities:</b>		
Repayment of borrowings	(209,058)	(95,432)
Payment of lease liabilities	(20,641)	(13,091)
<b>Net cash provided by (used by) financing activities</b>	<b>(229,699)</b>	<b>(108,523)</b>
<b>Net cash increase (decreases) in cash and cash equivalents</b>	<b>(13,940)</b>	<b>(573,014)</b>
Cash and cash equivalents at beginning of year	770,970	1,343,984
<b>Cash and cash equivalents at end of year</b>	<b>21 757,030</b>	<b>770,970</b>

The accompanying notes form part of these financial statements.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (a). General information

The financial statements are for Gunnedah Services and Bowling Club Limited trading as Club Gunnedah as an individual entity, incorporated and domiciled in Australia. Gunnedah Services and Bowling Club Limited trading as Club Gunnedah is a Company limited by guarantee.

#### (b). Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001*. The company is a not for profit entity for financial reporting purposes under Australian Accounting Standards.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### (c). Comparatives

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

#### (d). Revenue and other sources of income

##### Revenue from contracts with customers

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

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Company have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (d). Revenue and other sources of income

##### *Specific revenue streams*

The revenue recognition policies for the principal revenue streams of the Company are:

##### *Sale of goods*

Revenue is recognised on transfer of goods to the customer including bar, coffee shop and kitchen as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

##### *Interest revenue*

Interest is recognised using the effective interest method.

##### *Rendering of services*

Revenue in relation to rendering of services including poker machines, room hire, entertainment, Keno, raffles, TAB and bingo are recognised upon delivery of the service to the customer.

##### *Subscriptions*

Revenue from the provision of membership subscriptions is recognised on a straight line basis over time during the financial year. Where the company receives membership fees for subsequent financial years this is recognised as a contract liability.

##### *Other income*

Other income is recognised on an accruals basis when the Company has an enforceable contract and met the performance obligations in the contract. Other sundry revenue is recognised when received.

##### *Government grants*

The Company obtained grant funding in financial year 2023 from the Department of Regional NSW for upgrading the existing bowling green to a new synthetic green. The funds received are under an enforceable contract which require the Company to construct an identified asset which will be under its control on completion. The revenue is recognised as the Company completes the works/ performance obligations are satisfied.

#### (e). Borrowing Costs

Borrowing costs include interest on loans. Borrowing costs are expensed as incurred.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (f). Income tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

The *Income Tax Act 1997* (as amended) provides that under the concept of member mutuality, clubs are only liable for income tax derived from non-members.

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the end of the reporting year. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

#### (g). Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. 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.

Cash flows are presented 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.

#### (h). Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (i). Trade and other receivables

Accounts receivable and debtors include amounts due by members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

#### (j). Leases

At inception of a contract, the Company assesses whether a lease exists.

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.

#### (k). Inventories

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

#### (l). Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

##### Property

Freehold land and buildings are measured at fair value less accumulated depreciation and impairment losses.



# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (I). Property, plant and equipment

##### Property

Asset measure using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

##### Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount of plant and equipment for not for profit entities is the current replacement cost discounted to current asset condition.

##### Depreciation

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

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

##### Class of Fixed Asset

Buildings	2.5%
Property Improvements	2.5-10.0%
Equipment General	9.0-27.0%
Plant and equipment under lease	10.0-20.0%
Plant - Kitchen	6.0-20.0%
Plant - Bar	9.0-27.0%
Office Plant & Equipment	10.0-35.0%
Cleaning Equipment	10.0-20.0%
Poker Machines	9.0-27.0%
Sporting Equipment	10.0-15.0%
Board Room Equipment	10.0%
Kitchen Utensils	6.0-20.0%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (m). Intangible assets

The Company, as a result of State Legislation, received for no cost, poker machine entitlements. The entitlements can be sold should the Company decide to reduce or cease its poker machine activities.

The Company has not recorded these poker machine entitlements in the financial statements as there was no fair value on acquisition of these entitlement nor is there a deep and active market to obtain poker machine entitlement values as required by accounting standards.

Poker machine entitlements purchased are recorded in the financial statements at the cost of acquisition of those entitlements.

Poker machine entitlements are considered to have an indefinite life and as a result entitlements acquired and capitalised since the legislation was enacted have not been amortised. An impairment assessment is conducted annually on the entitlements with considerations to its existing use and net present value of expected future cashflows. Impairment losses are recognised when the carrying amount is below the net present value of future cash flows.

#### (n). Financial Instruments

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

#### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

#### *Trade receivables and contract assets*

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and contract asset and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (n). Financial Instruments

##### Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and vendor loans.

#### (o). Trade payables

Trade and other payables are stated at cost, which approximates fair value due to the short term nature of these liabilities.

#### (p). Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

#### (q). Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

#### (r). Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits. Provisions for long service leave is based on the accrued pro rata entitlement, at current wage levels and related on-costs, of employees who have completed five years service.

#### (s). Critical Accounting Estimates and Judgments

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

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 1. Summary of Material Accounting Policies

#### (s). Critical Accounting Estimates and Judgments

##### *Key estimates - Impairment*

The Company assesses impairment at the end of the 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.

With respect to cash flow projections for plant and equipment based in Australia, growth rates of -% have been factored into valuation models for the next five years on the basis of management's expectations around the Company's continued ability to capture market share from competitors. Cash flow growth rates of -% subsequent to this period have been used as this reflects historical industry averages. Cash flow projections used for non-monetary assets outside of Australia have been based on growth rates of -%. The rates used incorporate allowance for inflation. Pre-tax discount rates of -% have been used in all models. Plant and equipment which management considers particularly exposed to variability in these assumptions is carried in the statement of financial position at a written-down value of \$ -. Impairment of up to -% have been calculated at zero growth rates.

##### *Key estimates - useful lives of assets*

The Company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

#### (t). Adoption of new and revised accounting standards

During the current year, the Company adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

#### (u). New Accounting Standards for Application in Future Periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The directors have decided against early adoption of these Standards, but does not expect the adoption of these standards to have any impact on the reported position or performance of the Company.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 2. Revenue

	2024	2023
	\$	\$
<b>Contracts with customers</b>		
<b>Sales and member revenue</b>		
- Sales - Bar	929,523	1,001,474
- Sales - Kitchen	783,035	835,673
- Poker Machine takings (net)	3,612,644	3,612,588
- Coffee Shop Income	20,470	20,322
- Keno Income	61,127	59,411
- Raffles and Competitions	120,272	137,136
- Bingo Income	47,374	40,426
- Members Subscriptions	14,638	11,311
- Greens fees/Subs/Fundraising/Sponsorships	36,190	46,577
- Hire of Rooms	12,416	10,362
- TAB Income	12,025	15,442
- Entertainment Income	3,830	7,139
	<b>5,653,544</b>	<b>5,797,861</b>
<b>Other sources of revenue</b>		
- Government grants	-	198,500
- Commission ATM	46,404	39,791
- Wage subsidy	6,730	39,935
- Commissions - Vending machine	433	464
- Gain on disposal of assets	32,000	93,407
- Interest Income	4,976	4,527
- Workers Compensation Received	44,989	-
- NWAA Chocolate factory	302	579
- Sundry income	22,138	2,314
- Rental income	8,587	4,727
	<b>166,559</b>	<b>384,244</b>

Revenue is recognised at a point in time, except members subscriptions and government grant funding recognised over time.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 3. Profit for the Year

Profit for the year is calculated after charging the following expenses:

	2024	2023
	\$	\$
Cost of goods sold	1,887,312	1,739,682
Poker machine direct costs	1,219,400	1,364,720
Bingo Expenses	69,596	79,343
Keno Direct Costs	32,218	69,664
TAB Direct Costs	53,338	88,912
Raffle Direct Costs	109,747	93,206
	<u>3,371,611</u>	<u>3,435,527</u>

### 4. Income tax expense

Reconciliation of income tax to accounting profit:

	2024	2023
	\$	\$
Prima facie tax payable on profit at 25.0% (2023: 25.0%)	(76,716)	33,849
Tax effect of:		
- Principal Mutuality Adjustments	80,238	38,190
- Adjustment for unrecognised tax losses incurred/(recouped)	-	(57,445)
Income tax expense	<u>3,522</u>	<u>14,594</u>

The Company has unrealised tax losses of \$nil at a tax rate of 25.0% (2023: Nil at a tax rate of 25%). For the year ended 30 June 2024 no deferred tax assets have been taken up, as it is not probable that these losses will be utilised in future years.

### 5. Auditors' Remuneration

	2024	2023
	\$	\$
Remuneration of the auditor of the Company:		
- auditing the financial statements	25,750	24,700
- preparation of the financial statements and taxation services	2,600	2,500
Total	<u>28,350</u>	<u>27,200</u>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 6. Related Party Transactions

#### Key Management Personnel

The totals of remuneration paid to Key Management Personnel of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah during the year are as follows:

	2024	2023
	\$	\$
Short-term employee benefits	110,508	142,686
Other long-term benefits	12,708	14,827
	<u>123,216</u>	<u>157,513</u>

#### Remuneration of Directors

Directors do not receive remuneration for their services and act in a honorary capacity. Directors receive a small honorarium to compensate them for additional costs incurred through their role as a director of the club.

### 7. Cash and cash equivalents

	2024	2023
	\$	\$
Cash on hand	312,446	224,954
Cash at bank	444,584	546,016
	<u>757,030</u>	<u>770,970</u>

### 8. Trade and other receivables

	2024	2023
	\$	\$
Trade receivables	82,031	22,148
Sundry debtors	1,839	45,563
	<u>83,870</u>	<u>67,711</u>

There is \$10,493 of balances within trade receivables that contain balances that are past due but not considered impaired (2023: \$2,400). There is no provision for impairment at 30 June 2024 (2023: Nil).

### 9. Inventories

	2024	2023
	\$	\$
CURRENT		
At Cost		
Finished Goods	<u>62,117</u>	<u>68,251</u>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 10. Other Assets

	2024	2023
	\$	\$
CURRENT		
Prepayments	16,307	141,257

### 11. Property, plant and equipment

	2024	2023
	\$	\$
LAND AND BUILDINGS		
<b>Freehold land</b>		
Land - at fair value	1,944,600	1,944,600
<b>Improvements &amp; Fittings</b>		
Improvement & fittings and Synthetic Green - At fair value	2,614,009	2,614,009
Accumulated depreciation	(153,868)	(71,253)
Total improvements & fittings	2,460,141	2,542,756
<b>Buildings</b>		
Buildings and car park - at fair value	3,636,777	3,603,795
Accumulated depreciation	(182,213)	(90,096)
Total buildings	3,454,564	3,513,699
<b>Total land and buildings</b>	7,859,305	8,001,055
PLANT AND EQUIPMENT		
<b>Capital works in progress</b>		
Capital Works in Progress - at cost	19,043	15,000
Total capital works in progress	19,043	15,000
<b>Equipment - Club General</b>		
Plant and equipment - at cost	1,944,681	1,922,827
Accumulated depreciation	(1,586,510)	(1,511,089)
Total plant and equipment	358,171	411,738
<b>Plant - Kitchen</b>		
Plant - Kitchen - at cost	373,866	372,435
Accumulated depreciation	(323,310)	(309,655)
Total Plant - Kitchen	50,556	62,780
<b>Plant - Bar</b>		
Plant - Bar - at cost	333,127	333,127
Accumulated depreciation	(276,395)	(259,077)



# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

Notes to the Financial Statements

For the Year Ended 30 June 2024

## 11. Property, plant and equipment

	2024	2023
	\$	\$
Total Plant - Bar	<u>56,732</u>	74,050
<b>Cleaning Equipment</b>		
Cleaning equipment - at cost	28,353	28,353
Accumulated depreciation	<u>(24,680)</u>	<u>(23,503)</u>
Total cleaning equipment	<u>3,673</u>	4,850
<b>Poker Machines</b>		
Poker machines - at cost	3,093,234	2,996,739
Accumulated depreciation	<u>(2,385,469)</u>	<u>(2,209,560)</u>
Total poker machines	<u>707,765</u>	787,179
<b>Sporting Equipment</b>		
Sporting equipment - at cost	23,158	23,158
Accumulated depreciation	<u>(18,723)</u>	<u>(17,680)</u>
Total sporting equipment	<u>4,435</u>	5,478
<b>Office Plant &amp; Equipment</b>		
Office plant & equipment - at cost	85,568	68,487
Accumulated depreciation	<u>(62,025)</u>	<u>(54,293)</u>
Total office plant & equipment	<u>23,543</u>	14,194
<b>Board Room Equipment</b>		
Board room equipment - at cost	8,094	8,094
Accumulated depreciation	<u>(5,845)</u>	<u>(5,543)</u>
Total board room equipment	<u>2,249</u>	2,551
<b>Kitchen Utensils</b>		
Kitchen utensils - at cost	17,173	17,173
Accumulated depreciation	<u>(14,093)</u>	<u>(12,636)</u>
Total kitchen utensils	<u>3,080</u>	4,537
<b>Total plant and equipment</b>	<u>1,229,247</u>	1,382,357
<b>Total property, plant and equipment</b>	<u>9,088,552</u>	<u>9,383,412</u>

The Company's land and buildings were revalued on 6 December 2021 by independent valuers for the year ended 30 June 2022. Valuations were made on the basis of open market value in an arm's length transaction based on similar properties.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

Notes to the Financial Statements

For the Year Ended 30 June 2024

## 11. Property, plant and equipment

### Movements in Carrying Amounts

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

	Work in Progress	Land	Buildings	Improvements & Fittings	Plant and Equipment	Plant - Kitchen	Plant - Bar & equipment	Office plant & equipment	Cleaning Equipment	Poker machines	Sporting Equipment	Other Property, Plant and Equipment	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at the beginning of year	15,000	1,944,600	3,513,699	2,542,756	411,738	62,780	74,050	14,194	4,850	787,179	5,478	7,088	9,383,412
Additions	4,043	-	32,982	-	45,557	5,957	-	17,081	-	277,302	-	-	382,922
Disposals - written down value	-	-	-	-	(251)	-	-	-	-	(623)	-	-	(884)
Depreciation expense	-	-	(92,118)	(82,615)	(98,863)	(18,181)	(17,318)	(7,732)	(1,177)	(355,093)	(1,043)	(1,758)	(676,898)
Carrying amount at the end of year	19,043	1,944,600	3,454,563	2,460,141	358,171	50,556	56,732	23,543	3,673	707,765	4,435	5,330	9,088,552

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 12. Intangible Assets

	2024	2023
	\$	\$
<b>Poker Machine Licenses</b>		
At cost	<u>288,655</u>	<u>288,655</u>

### 13. Trade and other payables

	2024	2023
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	221,954	161,546
Accrued employee entitlements	24,699	14,860
Sundry payables and accrued expenses	40,378	37,244
Accrued audit fees	25,350	17,200
Accrued expense	13,224	8,552
GST payable	94,451	75,309
Sundry creditors	6,750	15,795
Other payables	1,150	-
PAYG Payable	55,258	40,756
	<u>483,214</u>	<u>371,262</u>

### 14. Contract Liabilities

	2024	2023
	\$	\$
CURRENT		
Subscriptions received in advance	<u>13,384</u>	<u>5,622</u>
<b>Total current contract liabilities</b>	<u>13,384</u>	<u>5,622</u>
	2024	2023
	\$	\$
NON-CURRENT		
Subscriptions received in advance	<u>11,824</u>	<u>16,727</u>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 15. Borrowings

	2024	2023
	\$	\$
CURRENT		
Secured liabilities		
Other financial liabilities - Vendor Loans	115,958	224,266
Bank loans	117,558	110,064
	<u>233,516</u>	<u>334,330</u>
NON-CURRENT		
Secured liabilities		
Other financial liabilities - Vendor loans	42,854	44,238
Bank loan	643,133	749,993
	<u>685,987</u>	<u>794,231</u>

The Vendor loans are non-interest bearing with repayment terms within the next three years. The loans are secured over the poker machines and Quickpay Terminal provided by the loan.

The Chattel Mortgages are three year facilities for poker machines and furniture. The loans are secured over the poker machines and furniture provided by the loan.

The bank loan is a six year facility with Commonwealth Bank for the renovation of the club house and is secured against the club premises at 313-321 Conadilly Street Gunnedah.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

Notes to the Financial Statements

For the Year Ended 30 June 2024

## 16. Leases

Right-of-use assets	2024	2023
	\$	\$
<b>Year ended 30 June 2024</b>		
Opening balance	97,224	-
Additions	-	112,181
Accumulated amortisation	(22,437)	(14,957)
<b>Balance at end of year</b>	<b>74,787</b>	<b>97,224</b>

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total lease liabilities
	\$	\$	\$	\$
<b>2024</b>				
Lease liabilities	(21,914)	(56,535)	-	(78,449)
<b>2023</b>				
Lease liabilities	(20,641)	(78,449)	-	(99,090)

The Right of use asset and lease liability relates to lease entered into with BankTech for a cash recycler for a period of 5 years.

## 17. Provisions

	Provision for Poker Machine Jackpots	Total
	\$	\$
Opening balance at 1 July 2023	60,620	60,620
Additional provision	7,009	7,009
Balance at 30 June 2024	<b>67,629</b>	<b>67,629</b>

### Analysis of Total Provisions

	2024	2023
	\$	\$
Current	<b>67,629</b>	<b>60,620</b>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 18. Other Liabilities

	2024	2023
	\$	\$
CURRENT		
Trust money held - Gunnedah Womens Bowling Club	19,422	19,422

### 19. Employee Benefits

	2024	2023
	\$	\$
CURRENT		
Annual leave entitlements	108,624	129,083
Long service leave entitlements	95,386	102,821
	<u>204,010</u>	<u>231,904</u>
NON-CURRENT		
Long service leave entitlements	28,021	16,951

### 20. Contingent liabilities - debt and guarantees

#### Amounts guaranteed, relationship and nature of guarantee

The company has issued a guarantee in the amount of \$ 5,000 in relation to it's TAB facilities.

Other than the matter above, the Company has no other contingent liabilities or assets as at 30 June 2024.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

Notes to the Financial Statements

For the Year Ended 30 June 2024

## 21. Cash Flow Information

(a). Reconciliation of Cash Flow from Operations with Profit after Income Tax	2024	2023
	\$	\$
Profit for the year	(310,387)	120,802
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
Depreciation & Amortisation	699,335	703,552
Net (gain)/loss on disposal of property, plant and equipment	(32,000)	(93,407)
Changes in assets and liabilities		
(Increase)/decrease in trade and term receivables	(16,159)	(44,338)
(Increase)/decrease in prepayments	124,950	(99,895)
(Increase)/decrease in inventories	6,134	3,739
Increase/(decrease) in trade payables and contract liabilities	104,623	(124,174)
Increase/(decrease) in provisions	(9,815)	(87,364)
Cashflow from operations	<u>566,681</u>	<u>378,915</u>

## 22. Events after the end of the Reporting Period

No other 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.

## 23. Company Details

### Registered office

The registered office and principal place of business of the company is:

Gunnedah Services and Bowling Club Limited  
313 Conadilly Street  
Gunnedah NSW 2380

# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

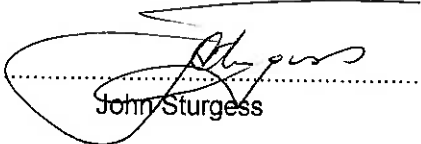
ABN: 11 000 056 860

## Directors' Declaration

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 6 to 29, are in accordance with the *Corporations Act 2001* and:
  - (a) comply with Australian Accounting Standards; and
  - (b) give a true and fair view of the financial position as at 30 June 2024 and of the performance for the year ended on that date of the entity.
2. In the directors' opinion, there are reasonable grounds to believe that the entity 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 .....  
  
John Sturgess

Director .....  
  
Michael Hull

Dated 15 October 2024



# Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

## Independent Audit Report to the members of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah (the Company), which comprises the statement of financial position as at 30 June 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, 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 June 2024 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.

# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

## **Independent Audit Report to the members of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah 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,

# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

## **Independent Audit Report to the members of Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

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.

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.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

# **Gunnedah Services and Bowling Club Limited trading as Club Gunnedah**

**Independent Audit Report to the members of Gunnedah Services and Bowling Club Limited trading as  
Club Gunnedah**

*Forsyths*

Jacob Sauer  
Principal  
Registered Company Auditor No. 524428

121 Rusden St Armidale NSW 2350  
15 October 2024

# Gunnedah Services and Bowling Club Limited

Additional Statement Area 20

For the Year Ended 30 June 2024

## Disclaimer

The additional financial data presented on 36 to 41 is in accordance with the books and records of the Company which have been subjected to the auditing procedures applied in our statutory audit of the Company for the year ended 30 June 2024. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Gunnedah Services and Bowling Club Limited trading as Club Gunnedah) in respect of such data, including any errors or omissions therein however caused.

*Forsyths*

Jacob Sauer  
Principal  
Registered Company Auditor No. 524428  
121 Rusden Street Armidale NSW  
15 October 2024

The accompanying notes form part of these financial statements.

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Detailed trading account - Poker Machines

	2024	2023
	\$	\$
<b>Sales revenue</b>		
Gross Poker Machine Net Takings	3,590,026	3,593,005
Gaming Tax Rebates	22,618	19,583
	<u>3,612,644</u>	<u>3,612,588</u>
<b>Less: Direct expenses</b>		
Maintenance Expenses	35,220	18,205
Aristocrat Maintenance Agreement	25,617	35,838
Monitoring costs	41,568	39,408
Provision for Jackpot	7,008	5,959
Depreciation - Poker Machines	356,093	378,929
Light & Power - Poker Machines	15,206	14,578
My Country Rewards	19,931	20,513
Poker Machine Tax	614,308	610,647
Poker Machine Promotions	4,994	(88)
R&M - Poker Machines	5,410	7,901
Wages - Poker Machines	91,658	222,139
Fees & Subscriptions	2,387	9,801
Poker Machine Consumables	-	890
	<u>1,219,400</u>	<u>1,364,720</u>
<b>Net profit / (loss)</b>	<u>2,393,244</u>	<u>2,247,868</u>

## Detailed trading account - Coffee Shop

	2024	2023
	\$	\$
<b>Sales revenue</b>		
Coffee Shop Income	20,470	20,322
	<u>20,470</u>	<u>20,322</u>
<b>Cost of sales</b>		
Coffee Shop Purchases	15,120	12,296
Net Inventory Movements	(158)	78
	<u>14,962</u>	<u>12,374</u>
<b>Cost of goods sold</b>		
	<u>14,962</u>	<u>12,374</u>
<b>Gross profit</b>	5,508	7,948
<b>Gross profit (%)</b>	26.91 %	39.11 %
Repairs and maintenance	3,308	-
Wages	43,192	26,739
Rent Collection Costs	348	649
	<u>(41,340)</u>	<u>(19,440)</u>
<b>Net profit / (loss)</b>	<u>(41,340)</u>	<u>(19,440)</u>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Detailed trading account - Bar

	2024	2023
	\$	\$
<b>Sales revenue</b>		
Sales - Bar	922,542	989,958
Sales - Bar Vending Machine	6,981	11,516
	<u>929,523</u>	<u>1,001,474</u>
<b>Cost of sales</b>		
Purchases	408,798	423,829
Net Inventory Movements	(5,818)	(5,527)
	<u>402,980</u>	<u>418,302</u>
<b>Cost of goods sold</b>		
	<u>526,543</u>	<u>583,172</u>
<b>Gross profit</b>		
	56.65 %	58.23 %
<b>Gross profit (%)</b>		
<b>Less: Direct expenses</b>		
Bar Freight	5,552	8,470
Light & Power - Bar	30,412	29,155
Replacements Bar	1,057	1,830
Till Overs/Unders - Bar	(185)	264
Wages - Bar	323,072	216,487
Bar consumables	4,162	5,417
	<u>364,070</u>	<u>261,623</u>
<b>Net profit / (loss)</b>	<u>162,473</u>	<u>321,549</u>

## Detailed trading account - Dining Room

	2024	2023
	\$	\$
<b>Sales revenue</b>		
Sales - Kitchen	783,035	835,673
	<u>783,035</u>	<u>835,673</u>
<b>Cost of sales</b>		
Purchases	380,142	454,877
Net Inventory Movements	(158)	9,186
	<u>379,984</u>	<u>464,063</u>
<b>Cost of goods sold</b>		
	<u>403,051</u>	<u>371,610</u>
<b>Gross profit</b>		
	51.47 %	44.47 %
<b>Gross profit (%)</b>		
<b>Less: Direct expenses</b>		
Kitchen - Replacements	1,033	14,258
Kitchen - Light, Power & Gas	30,412	29,155
Kitchen - Wages	540,111	443,796
Kitchen - consumables	10,172	18,155
Kitchen - Gas	35,913	36,968
Kitchen - wastage	131	3,687

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

## Detailed trading account - Dining Room

	2024	2023
	\$	\$
Kitchen Overs & Unders	(34)	41
	<hr/>	<hr/>
	617,738	546,060
<b>Net profit / (loss)</b>	<hr/> <b>(214,687)</b>	<hr/> <b>(174,450)</b>



# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

ABN: 11 000 056 860

## Profit and Loss Account

ABN: 11 000 056 860

## Profit and Loss Account

	2024	2023
	\$	\$
<b>Sales</b>		
Sales - Bar	929,523	1,001,474
Sales - Kitchen	783,035	835,673
Poker Machine takings	3,612,644	3,612,588
Coffee Shop Income	20,470	20,322
Keno Income	61,127	59,411
Raffles and Competitions	120,272	137,136
Bingo Income	47,374	40,426
Members Subscriptions	14,638	11,311
Greens fees/Subs/Fundraising/Sponsorships	36,190	46,577
Hire of Rooms	12,416	10,362
TAB Income	12,025	15,442
Entertainment Income	3,830	7,139
<b>Total sales</b>	<b>5,653,544</b>	<b>5,797,861</b>
Cost of sales	1,887,312	1,739,682
<b>Gross Profit</b>	<b>3,766,232</b>	<b>4,058,179</b>
<b>Less: Expenses</b>		
Administration and management fees	55,463	-
Advertising	44,471	60,508
Audit and accounting fees	34,153	30,440
Austar	44,210	37,308
Badge draw	30,705	38,173
Bank charges	15,285	12,382
Bingo Expenses	69,596	79,343
Bookkeeping fees	2,363	4,063
Bowls expenditure	127,930	104,177
Cleaning	85,073	79,138
Club general promotions	2,811	5,588
Compliance Costs	14,274	16,140
Computer expenses	12,327	14,445
Consulting and professional fees	25,410	14,699
Courtesy bus expenses	2,930	2,883
Debt collection	6,277	-
Depreciation Fixed Assets	320,805	309,666
Directors Honorarium	15,700	15,900
Donations & sponsorships	(16,593)	56,146
Entertainment	6,051	8,614

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

ABN: 11 000 056 860

## Profit and Loss Account

	2024	2023
	\$	\$
Filing fees	411	304
Insurance	189,531	161,434
Interest paid	67,341	64,868
Juke box expense	3,420	6,840
Keno Direct costs	32,218	69,664
Laundry	(356)	4,825
Lease rentals on operating lease	11,202	12,923
Licensing fees	14,370	22,565
Light, power & fuel	114,357	110,123
Long service leave	22,296	3,966
M.C.R. Club expenses	9,466	11,416
Marketing costs	11,179	18,066
Members amenities	45,637	51,552
Occupancy costs - House expenses	6,613	6,380
Occupancy costs - Rates	38,789	27,821
Occupancy costs - Security	3,018	3,048
Other expenses	6,269	4,680
Payroll tax	49,247	48,134
Poker machine direct expenditure	1,219,400	1,364,720
Postage	2,437	5,626
Printing and stationery	27,948	27,379
Raffle costs	109,747	93,206
Repairs and maintenance	107,867	125,566
Salaries	797,805	743,128
Secretarial fees	14,666	15,761
Staff amenities	1,483	1,176
Staff training	7,853	-
Subscriptions	33,448	30,582
Sundry expenses	26,883	53,481
Superannuation contributions	198,829	183,243
TAB Costs	53,338	88,912
Taxation & accounting services	74,325	29,475
Telephone, internet & fax	5,912	5,798
Lease amortisation	22,436	14,957
Travel & seminars	6,428	471
Uniforms	227	3,598
Web expenses	4,375	1,726
	<b>(4,239,656)</b>	<b>(4,307,027)</b>
<b>Trading Profit</b>	<b>(473,424)</b>	<b>(248,848)</b>

# Gunnedah Services and Bowling Club Limited

ABN: 11 000 056 860

ABN: 11 000 056 860

## Profit and Loss Account

	2024	2023
	\$	\$
<b>Other operating income</b>		
Government grants	-	198,500
Commission ATM	46,404	39,791
Commissions - Vending machine	433	464
Interest income	4,976	4,527
Wage subsidy	6,730	39,935
NWAA Chocolate factory	302	579
Sundry income	22,138	2,314
Telephone income	44,989	-
Gain on Disposal of Asset	32,000	93,407
Rental income	8,587	4,727
	<b>166,559</b>	<b>384,244</b>
<b>Profit before income tax</b>	<b>(306,865)</b>	<b>135,396</b>