

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2024

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

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KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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DIRECTOR'S REPORT

Your directors present their report on Kurnell Community Sports and Recreation Club Limited (the company) for the financial year ended 30 June 2024.

Directors

The following directors have been in office for the entire financial year unless otherwise stated below and attended the recorded board meetings:

Name of Director	Club Position	Total number of Directors meetings attended	Total number of Directors meetings whilst in office
David Cavdarovski	President	12	12
Gavin Sant (resigned 25/01/2024)	President	6	6
James Baxter	Treasurer	9	12
Robert Duncan	Director	12	12
Steve Wilson	Director	12	12
Jeffrey Potauaine	Director	11	12
Ross Boyce (appointed 27/09/2023)	Director	8	8
Ron Welfare (appointed 25/01/2024)	Director	6	6

Number of Directors meetings

12

Information on Directors

Name of Director	Qualifications	Experience
David Cavdarovski	Business Owner	- Director 4 years
Gavin Sant	Construction Business Owner	- Director 8 years
James Baxter	Business Owner	- Director 4 years
Robert Duncan	Manager	- Director 7 years
Steve Wilson	Retired	- Director 6 years
Jeffrey Potauaine	Business Owner	- Director 2 years
Ross Boyce	Accountant	- Director <1 year
Ron Welfare	Retired	- Director <1 year

Members' limited liability

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$10.00 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. Based on members, the total members' liability would be \$9,030.

Operating results

The profit of the company for the financial year after providing for income tax amounted to \$9,258.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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DIRECTOR'S REPORT

Objectives

The objectives for which the club is established are to provide for members and for members' guests a community sports and recreational club with all the usual facilities of a club, to look after its members in every possible way by providing service, comfort, entertainment, good food and a wide range of facilities. To cater for every age group, and to give the community a significant proportion of the clubs profits in support of various charities and community organisations.

Short-term

- Increase membership numbers
- Improve the experience of members and efficiency of club operations
- Increase cash reserves of the club
- Maintain level of community support funding

Long-term

- Maintain financial stability of the club
- Ensure facilities continue to cater for members needs

Strategy for achieving the objectives

- Research on members preferences for facilities and services
- Review promotional activity conducted in the club
- Evaluate operational procedures and staff training

Principal activities

The principle activities of the club during the course of the financial year consisted of the conduct and promotion of the licensed club and in house sporting groups and the provision of sporting and recreation facilities to members of the club. There was no significant changes in the nature of the activities of the club during the year.

How these activities assist in achieving the objectives

The principal activities of the club contributed to achieving the objectives by providing a stable base of operations. This ensured the financial position of the club remained stable and generated funds to meet the demands of the club and maintain high levels of service to members and guests.

Performance measurement and key performance indicators

The financial performance of the club is measured against the budget set and benchmark data from the club industry. Some of the criteria reported on are:

- Earnings before Interest Taxation Depreciation and Amortisation (EBITDA)
- Per Capita Spend
- Gross profit margins
- Expense ratios and analysis
- Cash flow

Non-financial performance is assessed by a variety of measures including:

- Members feedback
- Staff turnover
- Comparison with industry wide initiatives
- Market research

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DIRECTOR'S REPORT

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

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

Director: 
D. Cavdarovski

Dated this 30th day of August 2024

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTOR OF
KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED**

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 of 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.

Maher Group Assurance Pty Limited



Trent Atlee

Taren Point

Dated this 30th day of August 2024

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue	2	2,388,277	2,226,820
Other income	2	18,557	996
		<u>2,406,834</u>	<u>2,227,816</u>
Cost of sales	3	(519,030)	(491,379)
Depreciation and amortisation expenses	3	(189,676)	(180,316)
Employee benefits expenses		(619,973)	(608,813)
Other expenses		(1,035,994)	(916,851)
Profit before income tax	3	42,161	30,457
Income tax expense	4	(32,903)	(26,006)
Profit for the year		9,258	4,451
Other comprehensive income			
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u><u>9,258</u></u>	<u><u>4,451</u></u>
Total comprehensive income attributable to members of the entity		9,258	4,451

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	565,805	414,366
Trade and other receivables	6	1,400	33,761
Inventories	7	25,686	30,384
Other current assets	8	79,033	68,210
TOTAL CURRENT ASSETS		671,924	546,721
NON-CURRENT ASSETS			
Property, plant and equipment	9	525,121	579,309
TOTAL NON-CURRENT ASSETS		525,121	579,309
TOTAL ASSETS		1,197,045	1,126,030
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	301,799	288,327
Provisions	11	66,512	58,736
Tax liabilities	12	1,254	2,908
Other current liabilities	13	48,163	6,000
TOTAL CURRENT LIABILITIES		417,728	355,971
TOTAL LIABILITIES		417,728	355,971
NET ASSETS		779,317	770,059
EQUITY			
Retained earnings	14	779,317	770,059
TOTAL EQUITY		779,317	770,059

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Note	Retained Earnings \$	Total \$
Balance at 1 July 2022		765,608	765,608
Profit (Loss) attributable to members		4,451	4,451
Balance at 30 June 2023		<u>770,059</u>	<u>770,059</u>
Profit (Loss) attributable to members		9,258	9,258
Balance at 30 June 2024		<u><u>779,317</u></u>	<u><u>779,317</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and others	2,452,205	2,294,178
Payments to suppliers and employees	(2,193,217)	(2,047,274)
Interest received	10,596	6,041
Finance costs paid	(1,214)	(433)
Net cash provided by operating activities	18 <u>268,370</u>	<u>252,512</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	18,557	2,000
Payments for property, plant and equipment	(135,488)	(220,850)
Net cash used in investing activities	<u>(116,931)</u>	<u>(218,850)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	-	(54,843)
Net cash provided by (used in) financing activities	<u>-</u>	<u>(54,843)</u>
Net increase (decrease) in cash held	151,439	(21,181)
Cash at beginning of financial year	414,366	435,547
Cash at end of financial year	5 <u><u>565,805</u></u>	<u><u>414,366</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1 Summary of Significant Accounting Policies

The financial statements cover Kurnell Community Sports and Recreation Club Limited (the company) as an individual entity. Kurnell Community Sports and Recreation Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

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

The financial statements, except for the cash flow information, 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.

The financial statements are presented in Australian dollars, which is the company's functional currency, and have been rounded to the nearest dollar.

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 were authorised for issue on 30 August 2024 by the director of the company.

Accounting Policies

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.

Trade and Other Receivables

Trade receivables are recognised initially at the transaction price (i.e. cost) and are subsequently measured at cost less provision for doubtful debts. 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.

At the end of each reporting period, the carrying amount of trade and other receivables is reviewed and an allowance for doubtful debts is recognised when there is objective evidence that individual receivables are not recoverable.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Inventories

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

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the costs necessary to make the sale. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, Plant and Equipment

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

Property

Buildings and leasehold improvements at Kurnell are owned by the company and are erected on land leased from Ampol Refineries (NSW) Pty Ltd and have historically been amortised over the term of the lease. Since 2015, leasehold improvements have been amortised over 10 years with consideration that future leases will be granted.

Make Good Provision on Leased Premises

There are two clauses in the lease agreement which require the company to "make good" the premises on expiration of the lease, including redecoration of the interior and exterior of the premises.

The directors' consider the premises is in good and substantial repair and condition and the costs associated with removing of fixtures and fittings (if required) and redecoration upon termination will not be material. Accordingly provision to "make good" is not considered necessary.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

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 the director to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the company includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

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

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the statement of profit or loss and other comprehensive income. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
Leasehold Improvements	10.0 - 40.0%
Plant & Equipment	10.0 - 25.0%

The estimated useful life for each class of depreciable assets are:

Class of Fixed Asset	Useful Life
Leasehold Improvements	2.5 - 10 Years
Plant & Equipment	4 - 10 Years

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

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

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of profit or loss and other comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Trade and Other Payables

Trade and other payables represent the liabilities at the end of the reporting period for goods and services received by the company that remain unpaid.

Trade payables are recognised at their transaction price. The carrying values are considered to be a reasonable approximation of the fair values. Trade payables are obligations on the basis of normal credit terms.

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 have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

Revenue and Other Income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the company and specific criteria relating to the type of revenue as noted below, has been satisfied.

All revenue is stated net of the amount of goods and services tax (GST).

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Sale of goods

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods to members and other patrons and is recognised at the point the goods are provided as this corresponds to the transfer of significant risks and rewards of ownership of the goods.

Rendering of services

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

Interest revenue

Interest revenue is recognised using the effective interest rate method.

Membership subscriptions

Membership subscriptions paid in advance are initially recognised as a liability. Revenue is recognised on a straight line basis over the membership period, based on the membership category for which subscriptions have been received.

Sale of property, plant and equipment

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

Other income

Other income is recognised on an accruals basis when the company is entitled to it.

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 Tax 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 Balance Sheet are shown inclusive of GST.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises of current income tax expense plus deferred tax expense.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting year. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax assets and liabilities are measured 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 (and tax laws) that have been enacted or substantively enacted by the end of the reporting year.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and losses can be utilised.

Current and deferred tax is recognised as income or an expense and included in profit or loss for the period except where the tax arises from a transaction which is recognised in other comprehensive income or equity, in which case the tax is recognised in other comprehensive income or equity respectively.

Comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
2 Revenue		
Operating activities		
Trading revenue	2,180,342	1,979,127
Interest received	10,596	6,041
Other revenue	197,339	241,652
Total revenue	2,388,277	2,226,820
Non-operating activities		
Profit on Sale of Non-current Assets	18,557	996
Other income	18,557	996
3 Profit		
Expenses		
Cost of sales	519,030	491,379
Depreciation - Bar	1,812	797
Depreciation - Poker Machines	97,146	95,478
Depreciation - Leasehold Improvements	55,457	49,052
Depreciation - Plant & Equipment	35,261	34,989
Depreciation of property, plant and equipment	189,676	180,316
4 Income Tax Expense		
Reconciliation between income tax expense and prima facie tax on accounting profit		
Accounting profit / (loss)	42,161	30,457
Tax at 25%	10,540	7,614
Under provision for income tax	6,115	-
	16,655	7,614
Adjust for tax effect of:		
Income attributable to members	404	933
Mutuality	10,928	6,979
Other items	4,916	10,480
Income tax expense / (benefit) on taxable income	32,903	26,006

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
5 Cash and Cash Equivalents		
Current		
Cash on Hand	113,905	98,992
Cash on Deposit	5,818	5,677
Cash at Bank	446,082	309,697
	<u>565,805</u>	<u>414,366</u>
6 Trade and Other Receivables		
Current		
Trade Debtors	1,400	14,800
Accrued Income	-	18,961
	<u>1,400</u>	<u>33,761</u>
7 Inventories		
Current		
At cost:		
Bar Stock on Hand	24,672	27,531
Other Stock on Hand	1,014	2,853
	<u>25,686</u>	<u>30,384</u>
8 Other Assets		
Current		
Prepayments	<u>79,033</u>	<u>68,210</u>

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NOTES TO THE FINANCIAL STATEMENTS
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	2024	2023
	\$	\$
9 Property, Plant and Equipment		
Land and Buildings		
Leasehold Property - at Cost	839,353	832,668
Less: Accumulated Depreciation	(692,182)	(636,725)
	147,171	195,943
Total Land and Buildings	147,171	195,943
Plant & Equipment - at Cost	733,096	717,009
Less: Accumulated Depreciation	(587,113)	(551,852)
	145,983	165,157
Bar Equipment - at Cost	119,652	75,747
Less: Accumulated Depreciation	(74,795)	(72,984)
	44,857	2,763
Keno Equipment - at Cost	6,691	6,691
Less: Accumulated Depreciation	(6,691)	(6,691)
	-	-
Poker Machines - at Cost	625,486	623,976
Less: Accumulated Depreciation	(438,376)	(408,530)
	187,110	215,446
Total Plant and Equipment	377,950	383,366
Total Property, Plant and Equipment	525,121	579,309

Movements in Carrying Amounts

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

	Leasehold Improvements	Poker Machines	Plant & Equipment	Total
	\$	\$	\$	\$
Balance at 1 July 2022	121,413	257,927	160,438	539,778
Additions	123,582	54,000	43,268	220,850
Disposals	-	(1,003)	-	(1,003)
Depreciation expense	(49,052)	(95,478)	(35,786)	(180,316)
Balance at 30 June 2023	195,943	215,446	167,920	579,309
Additions	6,685	68,810	59,993	135,488
Depreciation expense	(55,457)	(97,146)	(37,073)	(189,676)
Carrying amount at 30 June 2024	147,171	187,110	190,840	525,121

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
10 Trade and Other Payables		
Current		
Trade Creditors	204,665	213,281
Other Creditors	97,134	75,046
	301,799	288,327
Financial liabilities at amortised cost classified as trade and other payables		
Trade and other payables:		
- Total current	301,799	288,327
- Total non-current	-	-
	301,799	288,327
Less non-financial liabilities	(28,849)	(35,010)
Financial liabilities as trade and other payables	272,950	253,317
11 Provisions		
Current		
Provision for Annual Leave	30,552	27,018
Provision for Long Service Leave	35,960	31,718
	66,512	58,736
12 Tax		
Liabilities		
Current		
Provision for Income Tax	1,254	2,908
	1,254	2,908
13 Other Liabilities		
Current		
Income Received in Advance	48,163	6,000
	48,163	6,000

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<hr/>		
14 Retained Earnings		
Retained earnings at the beginning of the financial year	770,059	765,608
Net profit attributable to members of the company	9,258	4,451
Retained earnings at the end of the financial year	<u>779,317</u>	<u>770,059</u>
 15 Key Management Personnel		
<p>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 is considered key management personnel.</p> <p>The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:</p>		
Key management personnel compensation	<u>368,890</u>	<u>355,499</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
16 Related Party Transactions		
<p>Transactions between related parties are on normal commercial terms and conditions. These terms and conditions are no more favourable than those available to other parties unless otherwise stated.</p> <p>Transactions with related parties:</p>		
<p>Mr James Baxter (Director) is director of KOR Glass & Aluminium Pty Ltd. This company provided building services throughout the financial year.</p>	<u>2,145</u>	<u>54,319</u>
<p>Mr James Baxter (Director) is the brother of Mr Matt Baxter, business owner of Baxter Plumbing. This business provided plumbing services throughout the financial year.</p>	<u>924</u>	<u>242</u>
<p>Mr David Cavdarovski (President) is director of Cav Air Services Pty Ltd. This company provided air conditioning and electrical services throughout the financial year.</p>	<u>10,585</u>	<u>32,183</u>
<p>Mr Peter Cavdarovski (General Manager) is the father of Mr David Cavdarovski (President). Peter operates the sole trader business C.I.S Business Consultants. Peter is contracted through this business in his role as General Manager of the club.</p>	<u>172,500</u>	<u>156,000</u>
17 Auditor's Remuneration		
<p>During the financial year the following fees were paid or payable for services provided by the auditors of the company, Maher Group Assurance Pty Ltd:</p>		
Audit services		
Audit of the financial statements	<u>17,000</u>	<u>16,000</u>
Other services		
Other services	<u>11,263</u>	<u>9,200</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<hr/>		
18 Cash Flow Information		
a) Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:		
Cash on Hand	113,905	98,992
Cash on Deposit	5,818	5,677
Cash at Bank	446,082	309,697
	565,805	414,366
 b) Reconciliation of Cashflow from Operations with profit after Income Tax		
Operating profit (loss) after income tax	9,258	4,451
 Adjustments:		
Profit on sale of non-current assets	(18,557)	(996)
Depreciation	189,676	180,316
Financing flows in operating profits	-	2,603
(Increase) Decrease in inventories	4,698	1,629
(Increase) Decrease in trade and other receivables	32,361	68,998
(Increase) Decrease in prepayments	(10,823)	(15,187)
Increase (Decrease) in trade and other payables	13,472	(13,047)
Increase (Decrease) in provisions	7,776	26,387
Increase (Decrease) in income in advance	42,163	4,400
Increase (Decrease) in tax liabilities	(1,654)	(7,042)
	268,370	252,512

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

		2024	2023
		\$	\$
<hr/>			
19 Financial Risk Management			
<p>The company's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable.</p> <p>The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements are as follows:</p>			
	Note	2024	2023
		\$	\$
Financial Assets			
Cash and cash equivalents	5	565,805	414,366
Loans and receivables	6	1,400	33,761
Total Financial Assets		<u>567,205</u>	<u>448,127</u>
Financial Liabilities			
Trade and other payables	10	272,950	253,317

The net fair value is equivalent to the carrying amount unless otherwise stated.

20 Company Details

The registered office of the company is:

Captain Cook Drive, Kurnell NSW 2231

The principal place of business is:

Captain Cook Drive, Kurnell NSW 2231

The principal activities of the company are Licensed Club.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

2024	2023
\$	\$

21 Disclosure Requirements under Section 41E of the Registered Clubs Act

Core and Non-core Property

Section 41E of the Act defines core property as meaning any real property owned or occupied by a registered club that comprises:

- (a) the defined premises of the club; or
- (b) any facility provided by the club for use of its members and their guests; or
- (c) any other property declared, by resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, to be core property of the club.

Non-core property is defined as meaning any real property owned or occupied by the club that is not core property.

The company's defined premises at Captain Cook Drive, Kurnell NSW 2231 is considered to be core property.

The company is not considered to have any non-core property.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DIRECTOR'S DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 23, are in accordance with the Corporations Act 2001 including:
 - (a) giving a true and fair view of the company's financial position as at 30 June 2024 and of its performance as represented by the results of its operations and its cash flows for the year ended on that date; and
 - (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001; and
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:



D. Cavdarovski

Dated this 30th day of August 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

Auditor's Opinion

We have audited the accompanying financial report of Kurnell Community Sports and Recreation Club Limited (the company), which comprises the statement of financial position as at 30 June 2024, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of the company is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the company's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Simplified Disclosures and the Corporations Regulations 2001.

Basis for Auditor's Opinion

We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement. Our responsibilities under those standards are further described in the Auditor's Responsibility section of our report.

We are independent of the company in accordance with the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the code.

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

Other Information

The directors of the company are responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial report and our auditor's report thereon.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Corporations Act 2001 and Australian Accounting Standards - Simplified Disclosures and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a financial report that 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 Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. 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 this financial report.

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

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

We 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.

We 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.

We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors.

We 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.

We 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.

Maher Group Assurance Pty Limited



Trent Atlee

Taren Point

Dated this 30th day of August 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816**

**Auditor's Disclaimer to the Members
For the year ended 30 June 2024**

The additional data presented in the Profit & Loss Statement and Trading accounts is in accordance with the books and records of the Kurnell Community Sports and Recreation Club Limited (our client) which have been subjected to the auditing procedures applied in the statutory audit of the company for the year ended 30 June 2024. It will be appreciated that the statutory audit did not cover all details of the financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than our client) in respect of such data, including any errors or omissions therein however caused.

Name of Firm: Maher Group Assurance Pty Limited
Chartered Accountants



Name of Principal: _____
Trent Atlee

Address: Taren Point

Dated this 30th day of August 2024

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
INCOME		
Bar Trading Account	385,516	338,392
Poker Machine Trading Account	563,864	505,283
Keno Trading Account	39,534	6,407
TAB Trading Account	(34,038)	(34,979)
	954,876	815,103
OTHER INCOME		
Commissions	20,255	18,263
Interest Received	10,596	6,041
Members' Subscriptions & Joining Fees	8,035	6,319
Rents Received	30,546	25,278
Tennis Court Hire	109	1,618
Function & Event Income	101,752	92,468
Government Subsidies	26,593	-
Sundry Revenue	10,049	97,706
Profit on Sale of Non-current Assets	18,557	996
	226,492	248,689
	1,181,368	1,063,792

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
EXPENSES		
Accountancy Fees	11,263	9,200
Advertising & Signs	3,873	16,235
Audit Fees	17,000	16,000
Bank Charges	4,465	11,809
Cash Discrepancies(Surpluses)	3,085	1,126
Cleaning & Pest Control	39,259	44,121
Computer Expenses	38,966	23,911
Courtesy Bus	4,412	7,022
Consultancy Fees	158,052	142,052
Depreciation - Leasehold Improvements	55,457	49,052
Depreciation - Plant & Equipment	35,261	34,989
Net Dining Room & Kitchen Costs	14,502	17,320
Directors' Expenses (Note 1)	1,012	277
Donations & Sponsorships (Note 2)	20,361	30,249
Entertainment Expenses	39,978	60,298
Foxtel	31,330	28,792
Function & Event Costs	90,510	49,923
General Expenses	25,287	22,801
Insurance	54,303	48,999
Interest Paid	1,214	3,036
Intra-Club Costs (Note 3)	129	2,641
Light & Power	18,563	13,668
Meeting Costs - AGM	756	1,415
Members Amenities	7,921	7,613
Printing, Postage, Stationery & Photocopy Costs	14,177	18,164
Promotions (Note 4)	103,131	20,026
Property Maintenance	50,313	63,550
Property Repairs - Insurance	-	(1,601)
Salaries, Allowances & Leave Provisions	97,805	100,208
Security Costs	97,949	94,416
Staff Costs	17,327	16,241
Subscriptions	5,671	8,499
Superannuation Contributions	59,353	54,817
Telephone	3,298	4,035
Waste Disposal	13,224	12,431
	1,139,207	1,033,335
Profit from ordinary activities before income tax	42,161	30,457

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
BAR TRADING ACCOUNT		
Sales	1,301,335	1,220,527
Members Discounts	(94,707)	(93,084)
Bar Rebates	83,004	58,154
	1,289,632	1,185,597
Less: Cost of Goods Sold		
Opening Inventory	27,531	29,160
Purchases	516,171	489,750
Less Closing Inventory	(24,672)	(27,531)
	519,030	491,379
	770,602	694,218
Gross Profit from Trading		
Less: Direct Costs		
Wages	329,679	307,795
Bar Requisites - Other	21,445	26,473
Depreciation - Bar	1,812	797
Stock Reporting	5,400	4,700
Cleaning	10,281	5,821
Repairs & Maintenance	5,556	665
Bar Requisites - Glasses	2,415	1,029
Electricity	3,646	4,784
Telephone	565	885
Insurance	4,287	2,877
	385,086	355,826
Net Profit from Trading	385,516	338,392

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<hr/>		
POKER MACHINE TRADING ACCOUNT		
Clearances	783,602	721,515
Poker Machine Duty/Rebate	17,180	17,180
	800,782	738,695
Less: Direct Costs		
Wages	86,387	95,965
Depreciation - Poker Machines	97,146	95,478
Analysis Costs	13,615	13,121
Electricity	1,215	1,595
Repairs, Maintenance & Service	11,805	8,974
Other Costs	19,563	13,521
Telephone	283	442
Cleaning	2,617	1,439
Insurance	4,287	2,877
	236,918	233,412
Net Profit from Trading	563,864	505,283

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<hr/>		
KENO TRADING ACCOUNT		
Commission Received	73,634	40,269
Less: Direct Costs		
Wages	23,376	25,014
Electricity	1,215	1,595
Printing, Postage and Stationery	-	308
Repairs & Maintenance	2,322	2,187
Telephone	283	442
Cleaning	2,617	1,439
Insurance	4,287	2,877
	34,100	33,862
Net Profit from Trading	39,534	6,407

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

DEPARTMENTAL TRADING, PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<hr/>		
TAB TRADING ACCOUNT		
Commission Received	<u>16,294</u>	<u>14,566</u>
Less: Direct Costs		
Wages	23,373	25,014
Electricity	1,215	1,595
Repairs & Maintenance	5,077	4,698
Sky Channel	13,480	13,480
Telephone	283	442
Cleaning	2,617	1,439
Insurance	<u>4,287</u>	<u>2,877</u>
	<u>50,332</u>	<u>49,545</u>
Net Loss from Trading	<u><u>(34,038)</u></u>	<u><u>(34,979)</u></u>

The accompanying notes form part of these financial statements.

KURNELL COMMUNITY SPORTS AND RECREATION CLUB LIMITED
ABN: 53 001 671 816

PROFIT AND LOSS SCHEDULES
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
<u>Note 1: Directors' Expenses</u>		
Honorariums	-	-
Directors Expenses	1,012	277
	1,012	277
<u>Note 2: Donations & Sponsorships</u>		
Welfare & Sponsorships	16,573	29,455
Kurnell School	955	-
Other Donations	2,833	794
	20,361	30,249
<u>Note 3: Intra-Club Costs</u>		
Darts Club	105	530
Golf Club	-	2,089
Tennis Club	24	22
	129	2,641
<u>Note 4: Promotions</u>		
Raffles - Wednesday (net)	(13,266)	(6,486)
Raffles - Friday (net)	(22,110)	(15,338)
Raffles - Sunday (net)	(18,963)	(8,248)
Sunday Funday Kids Club	7,834	7,801
Trivia	27,453	18,461
Cronulla Sharks Hospitality Suite	91,000	-
Other	31,183	23,836
	103,131	20,026

The accompanying notes form part of these financial statements.