



**Tomago Bowling
Club Co-Operative Limited**

ABN 45 408 512 862

**Annual Financial Report
for the year ended 30 June 2024**

Tomago Bowling Club Co-Operative Limited ABN 45 408 512 862

Annual financial report for the year ended 30 June 2024

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

The financial statements were authorised for issue by the Directors on 28 November 2024. The Club has the power to amend and reissue the financial statements.

Director's report

Your Directors present their report on Tomago Bowling Club Co-Operative Limited (the Club) for the year ended 30 June 2024.

Directors details

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

Mr William Stocks

President
Director since 2011
Retired

Mr Peter Jansen

Director

Director since 2018

Retired

Mr Peter Dewhurst

Director

Director since 2024, appointed 29 August 2024

Business owner, over 60 years

Mr Allan Ferrier

Director
Director since 2022, resigned 25 July 2024
Retired

Mr Robert Everson

Treasurer
Director since 2016
Retired

Mr Westley Pattison

Director
Director since 2024, appointed 29 August 2024
Auto electrician, business owner for over 20 years

Mr Mark Andrews

Director
Director since 2024, appointed 29 August 2024
Cabinet maker, business owner for over 30 years

Mrs Val Ferrier

Director
Director since 2022, resigned 25 July 2024
Retired

Director's meetings

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

Board members	Board meetings	
	A	B
Mr William Stocks	11	10
Mr Robert Everson	11	9
Mr Peter Jansen	11	11
Mr Allan Ferrier (resigned 25 July 2024)	11	11
Mrs Val Ferrier (resigned 25 July 2024)	11	11

Where:

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

Core and non-core property

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 30 June 2024, the following land and buildings are considered to be core and non-core property:

Core Property - Nil.

Non-Core Property - Nil.

Principal activities

During the year, the principal activities of the Club were the promotion of the game of bowls for the benefit for its members.

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

Review of operations and financial results

The Club achieved a profit for the year of \$2,384,211 (2023: loss incurred \$238,026). The profit is due to the recognition of a gain on sale of the Clubs land and buildings of \$2,659,695.

	2024	2023
	\$	\$
Revenue	3,191,142	365,912
Expenses	(806,931)	(603,938)
Profit before income tax	2,384,211	(238,026)
Income tax	-	-
Net profit	2,384,211	(238,026)

Significant changes in state of affairs

During the year, the Club sold the land and buildings which is now leased back for the Club to continue to operate.

No other significant changes in the Club's state of affairs occurred during the financial year.

Events since the end of the financial year

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 Club, the results of those operations, or the state of affairs of the Club in future financial years.

Likely developments and expected results of operations

The Club will continue to operate from the current site while the land owner proceeds with the development application. It is then expected that once the new Clubhouse is complete the operations will be moved to the new site which is expected within 3 years.

Environmental regulation

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

Indemnifying Officer or Auditor

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

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

Rounding of amounts

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

Assurance practitioner's independence declaration

The assurance practitioner's independence declaration for the year ended 30 June 2024 has been received and is set out of page 5 of the financial report. The Club may decide to engage the assurance practitioner in addition to their statutory review where the assurance practitioner's expertise and experience with the Club is important.

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



William Stocks - President



Robert Everson - Treasurer

Dated: 28 November 2024

Assurance practitioner's independence declaration

To the Directors of Tomago Bowling Club Co-Operative Limited

In accordance with section 307C of the *Corporations Act 2001*, I declare, to the best of my knowledge and belief in relation to the review of the financial report of Tomago Bowling Club Co-operative Limited for the year ended 30 June 2024, there have been:

- (a) no contraventions of the assurance practitioner independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the review.



Shaun Mahony - Partner



Pitcher Partners NH Partnership
Chartered Accountants

Dated: 28 November 2024
Newcastle West, NSW

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2024

	Notes	2024 \$	2023 \$
Revenue from continuing operations	2	373,188	342,760
Other Income	3	2,817,954	23,152
Bar cost of goods sold		(167,009)	(144,392)
Bar direct expenses		(95,790)	(82,237)
Gaming direct expenses		(38,390)	(33,491)
Members amenities		(37,007)	(40,230)
Greens direct expenses		(9,321)	(17,318)
Clubhouse operations		(152,048)	(78,782)
Administration expenses		(301,848)	(201,970)
Paper Gaming Expenses		(5,518)	(5,518)
		(806,931)	(603,938)
Profit / (loss) before income tax		2,384,211	(238,026)
Income tax expense		-	-
Profit / (loss) for the year		2,384,211	(238,026)
Other comprehensive income		-	-
Total comprehensive income / (loss) for the year		2,384,211	(238,026)

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

Tomago Bowling Club Co-Operative Limited
Statement of financial position
For the year ended 30 June 2024

	Notes	2024 \$	2023 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	95,122	14,574
Inventories	5	16,980	7,798
Financial assets at amortised cost	6	2,283,460	3,245
Other assets	7	27,762	12,230
Assets held for sale	8	-	50,536
Total current assets		2,423,324	88,383
Non-current assets			
Property, plant and equipment	9	22,238	225,267
Lease asset	10 (a)	199,851	-
Total non-current assets		222,089	225,267
Total assets		2,645,413	313,650
LIABILITIES			
Current liabilities			
Trade and other payables	11	103,350	104,299
Financial liabilities	12	11,000	4,000
Provisions	13	145,602	109,278
Other liabilities	14	318	257,659
Lease liabilities	10 (b)	66,500	-
Total current liabilities		326,770	475,236
Non-current liabilities			
Provisions	13	2,723	2,290
Other liabilities	14	-	83,849
Lease liabilities	10 (b)	179,434	-
Total non-current liabilities		182,157	86,139
Total liabilities		508,927	561,375
Net assets		2,136,486	(247,725)
MEMBERS FUNDS			
Reserves		197	197
Retained profits		2,136,289	(247,922)
Total members funds		2,136,486	(247,725)

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

Tomago Bowling Club Co-Operative Limited
Statement of changes in equity
For the year ended 30 June 2024

	Reserves	Retained Profits	Total
	\$	\$	\$
Balance at 1 July 2022	197	(9,896)	(9,699)
Profit / (Loss) for the year	-	(238,026)	(238,026)
Total comprehensive income for the year	-	(238,026)	(238,026)
Balance at 30 June 2023	197	(247,922)	(247,725)
Profit / (Loss) for the year	-	2,384,211	2,384,211
Total comprehensive income for the year	-	2,384,211	2,384,211
Balance at 30 June 2024	197	2,136,289	2,136,486

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

Statement of cash flows

For the year ended 30 June 2024

	Notes	2024 \$	2023 \$
Cash flows from operating activities			
Receipts from members and customers		714,524	404,279
Payments to suppliers and employees		(1,048,267)	(539,927)
Interest received		53	1
Interest paid		(22,616)	(1,071)
Net cash inflow (outflow) from operating activities		(356,306)	(136,718)
Cash flows from investing activities			
Payments for property, plant and equipment		(4,544)	-
Proceeds from sale of property, plant and equipment		2,250,000	110,000
Transfer (to)/from interest bearing deposit		(1,800,000)	-
Net cash inflow (outflow) from investing activities		445,456	110,000
Cash flows from financing activities			
Proceeds from borrowings		11,000	4,000
Repayment of borrowings		(4,000)	-
Repayment of leases liabilities		(15,603)	-
Net cash inflow (outflow) from financing activities		(8,603)	4,000
Net increase in cash and cash equivalents		80,548	(22,718)
Cash and cash equivalents at the beginning of the financial year		14,574	37,292
Cash and cash equivalents at the end of the financial year	4	95,122	14,574

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

Notes to the financial statements

For the year ended 30 June 2024

1 Summary of material accounting policies

(a) Information about the entity

- Tomago Bowling Club Co-Operative Limited is a co-operative.
- Tomago Bowling Club Co-Operative Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Tomago Bowling Club Co-Operative Limited is 657 Tomago Rd, Tomago NSW 2322.
- The principal place of business of the Tomago Bowling Club Co-Operative Limited is 657 Tomago Rd, Tomago NSW 2322.

(b) Basis of preparation

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

(c) Statement of compliance

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

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

(d) Income Taxes

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

(e) Rounding of amounts

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

(f) Goods and Services Tax

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the Statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO, are presented as operating cash flows.

Notes to the financial statements

For the year ended 30 June 2024

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

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

2024	Gaming revenue	Beverage Revenue	Other revenue	Total
	\$	\$	\$	\$
Revenue from contracts with customers	109,066	247,110	9,511	365,687
Other revenue (not covered by AASB15)	7,501	-	-	7,501
	116,567	247,110	9,511	373,188
<i>Timing of revenue recognition</i>				
At a point in time	109,066	247,110	9,511	365,687
Over time	7,501	-	-	7,501
	116,567	247,110	9,511	373,188
2023	Gaming revenue	Beverage Revenue	Other revenue	Total
	\$	\$	\$	\$
Revenue from contracts with customers	88,513	238,826	8,409	335,748
Other revenue (not covered by AASB15)	7,012	-	-	7,012
	95,525	238,826	8,409	342,760
<i>Timing of revenue recognition</i>				
At a point in time	88,513	238,826	8,245	335,584
Over time	7,012	-	164	7,176
	95,525	238,826	8,409	342,760

(b) Accounting policies and significant judgements

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

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

(i) Provision of services - gaming revenue

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

(ii) Sale of goods - beverage

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

(iii) Other revenue

The Club recognises other revenue at a point in time when the performance obligation has been satisfied.

Notes to the financial statements

For the year ended 30 June 2024

3 Other income and expense items

	2024	2023
	\$	\$
(a) Other income		
Lease Income	106,788	23,151
Interest Income	51,471	1
Gain on sale of property, plant and equipment	2,659,695	-
	<u>2,817,954</u>	<u>23,152</u>

(i) Lease income

Lease income is recognised in the Statement of profit or loss and other comprehensive income on a straight line basis over the term of the lease. Refer to note 10 for further information where the Club acts as lessor.

(ii) Interest income

Interest income is recognised on an accruals basis.

(iii) Gain on sale of property, plant and equipment

The Club recognises gain on sale of property, plant and equipment when it is considered to be receivable.

(b) Other expenses

Cash variances	42,857	39,434
Depreciation expense	79,489	32,903
Employee Benefits Expense	269,605	166,855
Insurance expense	38,521	40,544
Interest costs	22,616	1,071

Notes to the financial statements

For the year ended 30 June 2024

4 Cash and cash equivalents

	2024	2023
	\$	\$
Current		
Cash and Cash Equivalents	95,122	14,574
	<u>95,122</u>	<u>14,574</u>

Accounting policy

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

5 Inventories

Current		
Stock on hand	16,980	7,798
	<u>16,980</u>	<u>7,798</u>

Accounting policy

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

6 Financial assets at amortised cost

Current		
Term deposits	1,800,000	-
Other receivables	483,460	3,245
	<u>2,283,460</u>	<u>3,245</u>

Accounting policy

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

7 Other assets

Current		
Prepayments	27,761	12,230
	<u>27,761</u>	<u>12,230</u>

Accounting policy

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

8 Assets held for sale

Land at cost	-	50,536
	<u>-</u>	<u>50,536</u>

Notes to the financial statements

For the year ended 30 June 2024

9 Property, plant and equipment

	Land and buildings	Plant and equipment	Poker machines	Bowling greens	Total
	\$	\$	\$	\$	\$
Non-current assets					
At 1 July 2023					
Cost	777,255	464,481	330,924	117,642	1,690,302
Accumulated depreciation	(639,356)	(439,141)	(327,172)	(59,366)	(1,465,035)
Net book amount	137,899	25,340	3,752	58,276	225,267
Year ended 30 June 2024					
Opening net book amount	137,899	25,340	3,752	58,276	225,267
Additions		4,544			4,544
Disposals	(134,236)			(55,534)	(189,770)
Depreciation charge	(3,663)	(7,647)	(3,751)	(2,742)	(17,803)
Closing net book amount	-	22,237	1	-	22,238
At 30 June 2024					
Cost	-	425,670	330,924	-	756,594
Accumulated depreciation	-	(403,433)	(330,923)	-	(734,356)
Net book amount	-	22,237	1	-	22,238

Accounting policy**(a) Land and buildings**

Land and buildings is carried at cost less any accumulated depreciation and any impairment in value.

(b) Plant and equipment, poker machines, bowling greens

Each class of plant and equipment, poker machines and bowling greens is carried at cost less any accumulated depreciation and any impairment in value.

(c) Depreciation

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

Plant & Equipment	2.5 - 40 years
Poker Machines	4 years

Significant accounting estimates and judgements

The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

Notes to the financial statements

For the year ended 30 June 2024

10 Lease assets and lease liabilities

2024	2023
\$	\$

The Club leases land and buildings.

a) Lease assets**Non-current**

Carrying amount of lease assets, by class of underlying asset:

Land and Buildings

199,851	-
199,851	-

Reconciliation of lease assets

Carrying amount at the beginning of the year

Additions

Amortisation

Carrying amount at the end of the year

Land and Buildings	Total	Total
\$	\$	\$
-	-	-
261,537	261,537	-
(61,686)	(61,686)	-
199,851	199,851	-

b) Lease liabilities**Current**

Lease liabilities

Non-current

Lease liabilities

Total

(66,500)	(66,500)	-
(179,434)	(179,434)	-
(245,934)	(245,934)	-

Reconciliation of lease liabilities

Carrying amount at the beginning of the year

Additions

Interest expense

Lease payments

Carrying amount at the end of the year

261,537	261,537	-
22,616	22,616	-
(38,219)	(38,219)	-
245,934	245,934	-

Maturity analysis of future lease payments

Not later than 1 year

Later than 1 year and not later than 5 years

Lease payments

92,219	92,219	-
193,562	193,562	-
285,781	285,781	-

Accounting policy

Lease assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, on a basis that is consistent with the expected pattern of consumption of the economic benefits embodied in the underlying asset.

Lease liabilities are measured at the present value of the remaining lease payments. Interest expense on lease liabilities is recognised in profit or loss. Variable lease payments not included in the measurement of lease liabilities are recognised as an expense in the period in which they are incurred.

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Club's incremental borrowing rate. The weighted average incremental borrowing rate is 12%.

Lease assets are tested for impairment whenever events or circumstances indicate that the asset may be impaired.

For impairment assessment purposes, assets are generally grouped at the lowest levels for which there are largely independent cash inflows ('cash generating units'). Accordingly, most assets are tested for impairment at the cash generating unit level. An impairment loss is recognised when the carrying amount of an asset or cash generating unit (to which the asset belongs) exceeds its recoverable amount.

Notes to the financial statements

For the year ended 30 June 2024

10 Lease assets and lease liabilities (continued)**Significant accounting estimates and judgements**

The useful life of lease assets (where useful life is greater than the lease term) is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.

Lessor

Leases for which the Club is a lessor are classified as finance or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

As lessor for operating leases, the Club recognises lease payments as income. The underlying asset is depreciated on a straight line basis over its expected useful life.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

The Club leased out Club land to Optus to use for hosting telecommunications equipment. The lease period for the agreement was 25 years, for which the Club received an upfront lump sum payment, which was being recognised over the lease period. The Club had classified this lease as an operating lease as it did not transfer substantially all of the risks and rewards incidental to the ownership of the assets. The Club received all payments due to it under this lease agreement in 2019 and any amounts relating to future years was included as an other liability (Note 15). The Lease was terminated during the year with all obligations settled resulting in a recognition of the remaining income in advance of \$83,968 and recognition of the 2024 component of the lease payment of \$7,539 (2023: \$8,144).

The Club also sub-leases out Club land to Tomra Collection Pty Ltd to use for hosting recycling services plant. The lease is in place for 5 years, for which the Club receives monthly lease payments. The Club has classified this lease as an operating lease as it does not transfer substantially all of the risks and rewards incidental to the ownership of the assets. Lease income recognised by the Club during the 2024 financial year was \$15,281 (2023: \$15,007) (Note 3).

The following table sets out a maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date.

Operating lease revenue	2024	2023
	\$	\$
Less than one year	16,236	16,236
One to two years	16,236	16,236
Two to three years	8,118	16,236
Three to four years	-	8,118
Total	<u>40,590</u>	<u>56,826</u>

11 Trade and other payables**Current**

Trade payables	16,500	25,597
Other payables and accruals	83,119	58,116
GST and PAYGW payable	3,731	20,586
	<u>103,350</u>	<u>104,299</u>

Accounting policy

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

Notes to the financial statements

For the year ended 30 June 2024

12 Financial liabilities

	2024	2023
	\$	\$
Current		
<i>Unsecured</i>		
Related party loan - G Adams	11,000	4,000
Total unsecured financial liabilities	<u>11,000</u>	<u>4,000</u>

Accounting policy

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

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

13 Provisions

Current		
Employee entitlements (i) & (ii)	145,602	109,278
	<u>145,602</u>	<u>109,278</u>
Non-current		
Employee entitlements (ii)	2,723	2,290
	<u>2,723</u>	<u>2,290</u>

Accounting policy**(i) Annual leave**

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

(ii) Long service leave

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

14 Other liabilities

Current		
Contract liabilities - membership income	318	-
Other liabilities	-	257,659
	<u>318</u>	<u>257,659</u>
Non-current		
Other liabilities	-	83,849
	<u>-</u>	<u>83,849</u>

Accounting policy

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

Notes to the financial statements

For the year ended 30 June 2024

15 Related parties

	2024	2023
	\$	\$

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

(a) Key management personnel compensation

Total key management personnel benefits	192,870	100,450
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(b) Transactions with other related parties

Aaron Adams (son of former CEO Gary Adams) is employed by the Club with total salaries and wages of \$58,266.

*Related party balances as at balance date:**Loan payable - G Adams (former CEO):*

Opening balance:	4,000	-
Repayment of borrowings	(4,000)	-
Loan advance	11,000	4,000
Closing balance:	11,000	4,000

16 Contingent liabilities

Sale of property proceeds subject to successful Development Application	400,000	
	400,000	-

Fund are held in trust

On sale of the land and buildings the club agreed that \$400,000 would be held in the vendors solicitors trust fund for a period of no more than 18 months for the following purposes:

- If during the development approval process, the purchaser is required to pay additional fees to obtain development consent (including additional consultant reports or more extensive reports or incurs or will incur additional fees to develop the land (based on the conditions of consent) as a direct result of part of the land being identified as "proximity area for coastal wetlands" (as referred to in s11 of the State Environmental Planning Policy (Coastal Management 2018), then the purchaser is entitled to have those additional fees paid from the Trust Funds.

- If the Purchaser is unable to develop any part of the land within the "proximity area of costal wetlands" then the parties will agree a costs per m2 based on market rates at the time and the parties will authorise the release of the amount to the purchaser from the Trust Funds capped at \$400,000 to cover the area of land that cannot be developed.

17 Remuneration of auditors*Auditor of the Club*

Other statutory assurance services	8,000	7,650
Other services - consulting services	5,350	5,000
	13,350	12,650

Directors' declaration

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 6 to 18 are in accordance with the *Co-operatives National Law (NSW)* including:
 - (i) complying with Australian Accounting Standards - Simplified Disclosures, and the *Co-operatives National Law*.
 - (ii) giving a true and fair view of the Club's financial position as at 30 June 2024 and of its performance for the financial year ended on that date, and
- (b) there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

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



William Stocks - President



Robert Everson - Treasurer

Tomago, NSW
28 November 2024

Independent assurance practitioner's review report to the members of Tomago Bowling Club Co-Operative Limited

Report of the financial report

We have reviewed the accompanying financial report of Tomago Bowling & Sporting Club Co-operative Limited (the Club), 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 cashflows for the year ended on that date, and notes comprising material accounting policy information and other explanatory information and the directors' declaration.

Responsibilities of the Directors for the Financial Report

The directors of the Club 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 *Co-operatives National Law (NSW)* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements *ASRE 2415 Review of a Financial Report: Company Limited by Guarantee or an Entity Reporting under the ACNC Act or Other Applicable Legislation or Regulation*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Co-operatives National Law (NSW)* including giving a true and fair view of the Club's financial position as at 30 June 2024 and its performance for the year ended on that date, and complying with the Australian Accounting Standards - Simplified Disclosures and the *Co-operatives Regulations*. ASRE 2415 requires that we comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

The Club has not implemented an effective system of internal control over cash sales and recording of these within the accounting systems and we were unable to obtain relevant information concerning these sales. As a result we have been unable to determine whether the beverage and other revenue reported in the statement of profit or loss and other comprehensive income for the year end 30 June 2024 is complete. Consequently, we were unable to perform the procedures we considered necessary.

The Club has reported expenses of \$42,857 in relation to cash variances and \$269,605 as Employee Benefits expense which are included in the Administration Expenses on the statement of profit or loss and other comprehensive income for the year end 30 June 2024. Further, the Club has reported provisions for employee entitlements of \$148,325 in the Statement of Financial Position. We were unable to obtain relevant information concerning the nature and validity of these reported expenses for the year. Consequently, we were unable to perform the procedures we considered necessary.

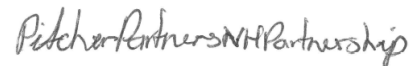
Qualified conclusion

Based on our review, which is not an audit, except for the possible effects of the matters described in the Basis for Qualified Conclusion paragraph, we have not become aware of any matters that makes us believe that the financial report of Tomago Bowling Club Co-Operative Limited is not in accordance with the *Co-operatives National Law (NSW)* including:

- (a) giving a true and fair view of the Clubs financial position as at 30 June 2024 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards - Simplified Disclosures and the *Co-operatives National Regulations (NSW)*.



Shaun Mahony - Partner



Pitcher Partners NH Partnership
Chartered Accountants

28 November 2024
Newcastle West, NSW

Pitcher Partners Newcastle & Hunter Pty Ltd

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