

SAPPHIRE COAST TURF CLUB (Reporting) Incorporated

COMMITTEE'S REPORT

Your committee members submit the financial report of the **Sapphire Coast Turf Club (Reporting) Incorporated** for the financial year ended 30th June 2015.

COMMITTEE MEMBERS

The names of committee members at 30th June 2015 & throughout the year are:

Robyn Bain	Robert Bain
Ray Lane	Les Maley
Vince Phillips	Robert Blacker *
Rodney Apps	Tanya Apps
Chris Strickland *	Scott Watson
Steve Haslam	Lee O'Neill
Doug Cole *	

* Forced to resign because of Licensing Restrictions

PRINCIPAL ACTIVITIES

The principal activities of the association during the financial year were to conduct thoroughbred horse racing & comply with the objectives & constitution of the **Sapphire Coast Turf Club (Reporting) Inc.**

SIGNIFICANT CHANGES

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

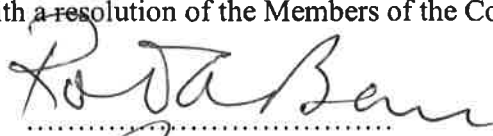
OPERATING RESULT

The **Loss** for the financial year amounted to **\$10,813.18**
(2013-14: Surplus \$39,807.69)

Please refer to NOTE 2 of the financial statements which shows a reconciliation between the annual loss & the operating result.

Signed in accordance with a resolution of the Members of the Committee.

Committee Person



Committee Person



Dated the 15th day of October.....2015

SAPPHIRE COAST TURF CLUB (Reporting) Incorporated

STATEMENT BY MEMBERS OF THE COMMITTEE

The Committee has determined that the association is a reporting entity & that this general purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the financial report:

1. Presents a true and fair view of the financial position of **Sapphire Coast Turf Club (Reporting) Inc.** as at **30th June 2015** and its performance for the year ended on that date, in accordance with Australian Accounting Standards, (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
2. At the date of statement, there are reasonable grounds to believe that **Sapphire Coast Turf Club (Reporting) Inc.** will be able to pay its debts as and when they fall due.
3. The provisions of the Act, the Regulations under the Act & the conditions attached to the Fundraising authority have been complied with by the **Sapphire Coast Turf Club (Reporting) Inc.**
4. The internal controls exercised by the **Sapphire Coast Turf Club (Reporting) Inc.** are appropriate & effective in accounting for all income received & applied by the organisation from any of its fundraising activities.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:

Committee Person


.....

Committee Person


.....

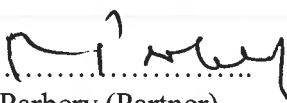
Dated the 15th day of October..... 2015

Auditor's Opinion

In our opinion, the financial report of **Sapphire Coast Turf Club (Reporting) Inc.** is in accordance with the requirements Associations Incorporation Act 2009 (NSW) & Associations Incorporation Regulation 2010 including:

- i. Giving a true & fair view of (or presenting fairly, in all material aspects) the association's financial position as at **30th June 2015** & of its performance for the year ended on that date; and
- ii. Complying with Australian Accounting Standards.

KELLOW & PARBERY
24 Church Street
BEGA. N.S.W. 2550

.....
Richard C. Parbery (Partner)
Registered Company Auditor No. 1864

Dated this 15/10/2015

Auditor's Opinion

In our opinion, the financial report of **Sapphire Coast Turf Club (Reporting) Inc.** is in accordance with the requirements Associations Incorporation Act 2009 (NSW) & Associations Incorporation Regulation 2010 including:

- i. Giving a true & fair view of (or presenting fairly, in all material aspects) the association's financial position as at **30th June 2015** & of its performance for the year ended on that date; and
- ii. Complying with Australian Accounting Standards.

KELLOW & PARBERY
24 Church Street
BEGA. N.S.W. 2550

.....
Richard C. Parbery (Partner)
Registered Company Auditor No. 1864

Dated this

Balance Sheet [Last Year Analysis]

June 2015

	This Year	Last Year	\$ Difference
Assets			
Current Assets			
Cash On Hand			
NAB Cheque Account	\$5,500.00	\$0.00	\$5,500.00
Bendigo Cheque Account	\$25,112.53	\$28,100.69	-\$2,988.16
Bendigo At Call 144939683	\$140,696.17	\$122,491.56	\$18,204.61
Bendigo Debit Mastercard	\$2,006.39	\$2,006.03	\$0.36
Bendigo Sub Division Rentals	\$84,885.71	\$61,273.29	\$23,612.42
Cash on hand	\$200.00	\$200.00	\$0.00
Total Cash On Hand	\$258,400.80	\$214,071.57	\$44,329.23
Investments			
Bendigo Term Deposit 145809927	\$214,683.30	\$208,128.82	\$6,554.48
Electronic Clearing Account	\$0.00	-\$99.00	\$99.00
Stock on hand	\$5,050.68	\$13,302.95	-\$8,252.27
Total Investments	\$219,733.98	\$221,332.77	-\$1,598.79
Accounts Receivable			
Trade Debtors	\$61,959.83	\$68,498.64	-\$6,538.81
Less Prov for Doubt Debt	-\$3,697.00	-\$1,320.00	-\$2,377.00
Sundry debtors	\$7,300.00	\$0.00	\$7,300.00
Total Accounts Receivable	\$65,562.83	\$67,178.64	-\$1,615.81
Accrued expenses			
Accrued interest	\$994.04	\$1,204.58	-\$210.54
Fixed Assets			
Land - At Cost			
Land - At Cost	\$264,805.80	\$264,805.80	\$0.00
Total Fixed Assets	\$264,805.80	\$264,805.80	\$0.00
Buildings			
Buildings/Improvements at cost	\$2,863,125.36	\$2,863,125.36	\$0.00
less provision for deprec	-\$1,574,025.18	-\$1,471,059.18	-\$102,966.00
Racecourse & Surround-at cost	\$4,383,160.05	\$4,353,916.81	\$29,243.24
Track Slit Drainage	\$56,386.00	\$0.00	\$56,386.00
less provision Depreciation	-\$3,289.00	\$0.00	-\$3,289.00
Total Buildings	\$5,725,357.23	\$5,745,982.99	-\$20,625.76
Plant & Equip			
Plant & Equip - at cost	\$364,920.11	\$478,482.49	-\$113,562.38
less prov for depreciation	-\$263,777.00	-\$352,181.00	\$88,404.00
Solar Power Unit	\$44,276.37	\$44,276.37	\$0.00
less prov for depreciation	-\$18,840.00	-\$14,412.00	-\$4,428.00
Total Plant & Equip	\$126,579.48	\$156,165.86	-\$29,586.38
Extension Costs			
New Stabling Complex	\$5,650.44	\$5,650.44	\$0.00
Members Dining Jockey Ext	\$7,851.50	\$7,851.50	\$0.00
Function Centre Kitchen	\$2,911.00	\$0.00	\$2,911.00
Subdivision Proposal	\$43,297.91	\$37,447.91	\$5,850.00
Bore	\$142,988.55	\$142,988.55	\$0.00
Remaining Blocks @ Cost	\$35,279.60	\$35,279.60	\$0.00
Total Current Assets	\$6,899,413.16	\$6,899,960.21	-\$547.05
Total Assets	\$6,899,413.16	\$6,899,960.21	-\$547.05
Liabilities			
Current Liabilities			
Memberships in Advance	\$2,450.00	\$500.00	\$1,950.00
Payments in Advance	\$4,500.00	\$2,600.00	\$1,900.00

This report includes Year-End Adjustments.

Balance Sheet [Last Year Analysis]

June 2015

	This Year	Last Year	\$ Difference
Raceday Sponsorship in Advance	\$4,550.00	\$3,550.00	\$1,000.00
Trade Creditors	\$3,230.09	\$7,560.99	-\$4,330.90
Payroll Holding	\$0.00	\$0.00	\$0.00
Accrued Expense Electricity	\$3,830.97	\$3,722.10	\$108.87
Total Current Liabilities	\$18,561.06	\$17,933.09	\$627.97
GST Liabilities			
GST Collected	\$35,589.80	\$29,636.05	\$5,953.75
GST Paid	-\$5,767.62	-\$5,519.00	-\$248.62
GST Rounding	\$12.71	\$14.30	-\$1.59
Payroll Liabilities	\$3,605.00	\$3,328.00	\$277.00
Superannuation Liability	\$934.98	\$611.40	\$323.58
Total GST Liabilities	\$34,374.87	\$28,070.75	\$6,304.12
Non-Current Liabilities			
Jockey Provident Fund	\$11,833.00	\$11,833.00	\$0.00
Provision Holiday Pay	\$8,602.65	\$5,268.61	\$3,334.04
Total Non-Current Liabilities	\$20,435.65	\$17,101.61	\$3,334.04
Total Liabilities	\$73,371.58	\$63,105.45	\$10,266.13
Net Assets	\$6,826,041.58	\$6,836,854.76	-\$10,813.18
Equity			
Racecourse Development			
Grants & Contributions	\$7,363,988.05	\$7,363,988.05	\$0.00
Retained Earnings	-\$527,133.29	-\$566,940.98	\$39,807.69
Current Earnings	-\$10,813.18	\$39,807.69	-\$50,620.87
Total Racecourse Development	\$6,826,041.58	\$6,836,854.76	-\$10,813.18
Total Equity	\$6,826,041.58	\$6,836,854.76	-\$10,813.18

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

July 2014 To June 2015

	This Year	Last Year	\$ Difference
Race Meeting Revenue			
Raceday Sponsp & Advertising			
Raceday Sponsorship	\$87,359.05	\$117,748.15	-\$30,389.10
Sky Gold Sponsorship	\$10,000.00	\$10,000.00	\$0.00
Total Raceday Sponsp & Advertising	\$97,359.05	\$127,748.15	-\$30,389.10
Racing Revenue			
Non-acceptance Fee	\$7,036.36	\$5,368.17	\$1,668.19
Scratching Fee	\$6,680.01	\$6,636.41	\$43.60
Barrier Trial Nominations	\$2,781.99	\$3,427.18	-\$645.19
Total Racing Revenue	\$16,498.36	\$15,431.76	\$1,066.60
Raceday Trading			
Admission Sales	\$48,816.00	\$69,174.20	-\$20,358.20
Reserved Seating Sales	\$518.18	\$2,809.08	-\$2,290.90
Racebook Sales	\$6,644.19	\$6,892.13	-\$247.94
Bar Sales - Raceday	\$111,387.26	\$141,558.65	-\$30,171.39
Bar Sales - Marquee Patrons	\$5,341.82	\$4,010.00	\$1,331.82
Food (External Operator)	\$5,106.32	\$5,493.72	-\$387.40
Dining Sales	\$554.53	\$509.08	\$45.45
Raceday - Under/Overs	-\$495.10	\$0.00	-\$495.10
Sundry Racing Income	\$1,541.81	\$8,699.09	-\$7,157.28
Total Raceday Trading	\$179,415.01	\$239,145.95	-\$59,730.94
CRC Distribution			
CRC Dist Race Meetings	\$1,059,907.61	\$1,010,145.08	\$49,762.53
Additional Racing NSW Funding	\$1,020.22	\$0.00	\$1,020.22
Bookmakers On Course Incentive	\$9,218.00	\$8,123.00	\$1,095.00
Total Race Meeting Revenue	\$1,363,418.25	\$1,400,593.94	-\$37,175.69
Cost Of Sales			
Non-Trading			
Members Badges	\$511.78	\$992.56	-\$480.78
Trading (Raceday)			
Racebook Printing	\$2,214.68	\$5,777.95	-\$3,563.27
Bar Cost of Sales	\$38,878.29	\$47,611.55	-\$8,733.26
Rebates on Bar Purchases	-\$2,018.60	-\$2,097.80	\$79.20
Bega Lions	\$10,517.49	\$12,676.27	-\$2,158.78
Total Trading (Raceday)	\$49,591.86	\$63,967.97	-\$14,376.11
Guest/Sponsor Servicing			
Guest Hospitality Bar	\$0.00	\$1,100.00	-\$1,100.00
Sponsor Hospitality Bar	\$0.00	\$5,150.40	-\$5,150.40
Total Guest/Sponsor Servicing	\$0.00	\$6,250.40	-\$6,250.40
Non-Raceday Cost of Sales			
Non Raceday Bar	\$869.38	\$5,160.90	-\$4,291.52
Total Cost Of Sales	\$50,973.02	\$76,371.83	-\$25,398.81
Gross Profit	\$1,312,445.23	\$1,324,222.11	-\$11,776.88
Race Meeting Expenditure			
Returns to Owners			
Prizemoney - Racing NSW	\$903,554.75	\$877,529.34	\$26,025.41
Prizemoney - SCTC	\$33,000.00	\$33,000.00	\$0.00
Trophies	\$5,707.68	\$5,355.50	\$352.18
Jockeys Ride Fees	\$8,081.48	\$6,804.90	\$1,276.58
General Insurance	\$0.00	\$768.52	-\$768.52

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

July 2014 To June 2015

	This Year	Last Year	\$ Difference
Travel Rebates	\$0.00	\$120.00	-\$120.00
Bonuses	\$0.00	\$1,000.00	-\$1,000.00
Owners Privileges Videos	\$2,760.00	\$2,720.00	\$40.00
Refund of Revenue (Admissions)	\$3,281.81	\$3,027.26	\$254.55
Total Returns to Owners	\$956,385.72	\$930,325.52	\$26,060.20
Trading (Raceday)			
Admissions Wages	\$1,116.00	\$1,205.00	-\$89.00
Racebook Wages	\$380.90	\$360.00	\$20.90
Bar Wages	\$0.00	\$85.00	-\$85.00
Bar Other Costs	\$2,598.66	\$0.00	\$2,598.66
Total Trading (Raceday)	\$4,095.56	\$1,650.00	\$2,445.56
Raceday (General) Expenses			
Ambulance	\$15,433.97	\$13,756.49	\$1,677.48
Farriers	\$1,836.38	\$1,818.20	\$18.18
Vet (N/TAB only)	\$0.00	\$761.82	-\$761.82
Travel Money Workers	\$840.00	\$790.00	\$50.00
Raceday Wages - Eftpos	\$805.10	\$745.00	\$60.10
Raceday Wage - Clerk of Course	\$6,500.00	\$6,500.00	\$0.00
Raceday Wages - Barrier Att	\$14,360.00	\$13,720.00	\$640.00
Raceday Wages - Caller	\$2,600.00	\$2,700.00	-\$100.00
Raceday Wages - Fluctuations	\$1,996.00	\$1,949.00	\$47.00
Raceday Wages - General	\$7,918.15	\$6,851.00	\$1,067.15
Official Meals	\$2,715.00	\$2,664.04	\$50.96
Cleaning Materials	\$1,008.00	\$1,156.40	-\$148.40
Cleaning	\$3,025.00	\$3,136.00	-\$111.00
Garbage Disposal	\$3,400.57	\$3,674.22	-\$273.65
Laundry	\$250.00	\$575.00	-\$325.00
Late Mail Service Live Hosting	\$700.00	\$700.00	\$0.00
Barrier Trial Ride Fees	\$1,041.25	\$1,578.15	-\$536.90
Prices Service	\$1,836.35	\$1,936.35	-\$100.00
Photo Finish	\$1,450.00	\$1,660.00	-\$210.00
Security	\$13,522.13	\$10,822.61	\$2,699.52
Stationery, Printing & Signage	\$639.36	\$1,519.00	-\$879.64
Sundry Race Day Exp	\$2,891.71	\$3,301.74	-\$410.03
TRB W C Ins (Barr Trialers)	\$772.53	\$0.00	\$772.53
Total Raceday (General) Expenses	\$85,541.50	\$82,315.02	\$3,226.48
Raceday Mktg (On-Course N/W)			
Advertising - Mass media	\$13,741.08	\$13,476.53	\$264.55
Advertising - Direct Marketing	\$3,344.54	\$6,929.10	-\$3,584.56
Gen Facilities Hire (Buses)	\$12,218.05	\$10,066.20	\$2,151.85
Prizes/Giveaways	\$1,000.00	\$67.45	\$932.55
Entertainment Costs	\$2,695.45	\$5,890.59	-\$3,195.14
Trainer Owner Jockey Racebooks	\$469.75	\$2,889.02	-\$2,419.27
Guest Hospitality Bar	\$1,400.00	\$0.00	\$1,400.00
Sponsor Hospitality Racebooks	\$469.75	\$2,889.03	-\$2,419.28
Sponsor Hospitality Bar	\$6,625.50	\$0.00	\$6,625.50
Sponsor/Guest Hospitality Food	\$1,132.39	\$429.85	\$702.54
Racenet etc	\$0.00	\$1,120.00	-\$1,120.00
Riders Appearance	\$3,050.00	\$0.00	\$3,050.00
Total Raceday Mktg (On-Course N/W)	\$46,146.51	\$43,757.77	\$2,388.74
Total Race Meeting Expenditure	\$1,092,169.29	\$1,058,048.31	\$34,120.98

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

July 2014 To June 2015

	This Year	Last Year	\$ Difference
Operating Profit	\$220,275.94	\$266,173.80	-\$45,897.86
General Revenue			
General Racing Revenue			
Members Subscriptions	\$11,886.36	\$11,700.00	\$186.36
General S'ship/Exclusivity	\$43,930.85	\$7,952.00	\$35,978.85
Sky International	\$39,687.53	\$31,807.41	\$7,880.12
On-course Signage	\$22,745.45	\$13,895.45	\$8,850.00
Training/Track Fees	\$6,428.64	\$5,837.46	\$591.18
Track Maintenance Scheme	\$21,320.00	\$16,770.00	\$4,550.00
Total General Racing Revenue	\$145,998.83	\$87,962.32	\$58,036.51
Functions Non-Raceday			
Function Venue Sales	\$5,768.18	\$14,039.55	-\$8,271.37
Function Food Sales	\$0.00	\$400.00	-\$400.00
Function Bar Sales	\$4,919.82	\$15,938.50	-\$11,018.68
Function Other Income	\$922.73	\$1,004.55	-\$81.82
Total Functions Non-Raceday	\$11,610.73	\$31,382.60	-\$19,771.87
Non-Racing Revenue			
Interest & Dividend Income	\$8,343.55	\$8,546.23	-\$202.68
Rents Non Racing	\$21,372.96	\$21,372.93	\$0.03
Grants & Subsidies	\$22,133.35	\$27,106.91	-\$4,973.56
Profit on Disposal of Assets	\$0.00	\$181.82	-\$181.82
Sundry Income	\$100.00	\$0.00	\$100.00
Insurance Recovery	\$0.00	\$7,759.09	-\$7,759.09
Members Dinner	\$0.00	\$9,094.31	-\$9,094.31
Total Non-Racing Revenue	\$51,949.86	\$74,061.29	-\$22,111.43
Total General Revenue	\$209,559.42	\$193,406.21	\$16,153.21
General Expenditure			
General Racecourse/Facilities			
Track Maint - Vertidrain	\$2,127.15	\$2,000.00	\$127.15
Track Maint - Soil	\$2,075.27	\$1,831.77	\$243.50
Track Maint - Seed	\$253.74	\$0.00	\$253.74
Track Maint - Fertiliser	\$3,695.03	\$4,406.42	-\$711.39
Track Maint - Misc Materials	\$1,282.75	\$654.55	\$628.20
Track Maint - Rail R & M	\$0.00	\$34.25	-\$34.25
Track Maint - Irrigation R & M	\$2,757.52	\$8,772.83	-\$6,015.31
Track Maint - Sand Track	\$340.00	\$1,440.91	-\$1,100.91
Workability Contractor	\$51,149.39	\$57,013.23	-\$5,863.84
Equipment Hire	\$3,634.17	\$1,443.79	\$2,190.38
Equipment - R & M	\$5,845.72	\$7,504.13	-\$1,658.41
Plant/Vehicles R & M	\$8,829.66	\$7,619.48	\$1,210.18
Plant/Veh - Fuel & Oils	\$5,104.88	\$5,262.82	-\$157.94
Track Main- Drainage	\$5,117.50	\$0.00	\$5,117.50
Sal/Wages On-Cost	\$4,280.67	\$4,159.69	\$120.98
Clothing & Protective Equip	\$81.72	\$1,136.77	-\$1,055.05
Staff Training	\$0.00	\$612.32	-\$612.32
Strata Levy	\$232.80	\$232.80	\$0.00
Rates (Local Govt)	\$7,784.46	\$7,793.38	-\$8.92
Water Charges	\$2,621.36	\$1,660.02	\$961.34
Electricity & Dam Pump	\$560.76	\$1,800.00	-\$1,239.24
General Security (Grounds)	\$1,000.00	\$520.00	\$480.00
ISR Insurance	\$6,373.41	\$8,437.06	-\$2,063.65

This report includes Year-End Adjustments.

Profit & Loss [Last Year Analysis]

July 2014 To June 2015

	This Year	Last Year	\$ Difference
General Hardware Supplies	\$2,095.14	\$1,395.21	\$699.93
Maint of Grandstand/Structures	\$2,916.93	\$3,492.69	-\$575.76
Maint of Grounds/Gardens	\$3,900.93	\$4,674.59	-\$773.66
Maint of Stabling	\$755.00	\$302.14	\$452.86
Sundry Racecourse Exp	\$410.00	\$77.51	\$332.49
Total General Racecourse/Facilities	\$125,225.96	\$134,278.36	-\$9,052.40
Non-Raceday Trading Exp			
Non-Raceday Function Exp	\$118.35	\$5,385.56	-\$5,267.21
Non Raceday Other Costs	\$0.00	\$54.55	-\$54.55
Members Dinner Costs	\$0.00	\$7,967.95	-\$7,967.95
Total Non-Raceday Trading Exp	\$118.35	\$13,408.06	-\$13,289.71
General Admin & Committee			
Accountancy & Audit	\$6,000.00	\$6,018.45	-\$18.45
Bank Charges	\$521.44	\$568.12	-\$46.68
Bad/Doubtful Debts	\$2,377.00	\$2,706.56	-\$329.56
Donations	\$849.61	\$819.49	\$30.12
Electricity & Gas	\$22,083.52	\$21,466.48	\$617.04
Electricity Solar Rebate	-\$5,818.80	-\$5,400.00	-\$418.80
Holiday Pay Provision	\$8,512.71	\$7,909.68	\$603.03
Insurance - General	\$3,489.83	\$3,240.89	\$248.94
Insurance - Club Employee	\$5,103.44	\$0.00	\$5,103.44
Legal & Consulting	\$1,083.00	\$448.00	\$635.00
Motor Vehicle Exp	\$4,141.16	\$3,664.13	\$477.03
Postage & Couriers	\$510.80	\$243.05	\$267.75
Printing & Stationery	\$2,953.57	\$1,679.43	\$1,274.14
Office Equipment	\$0.00	\$539.04	-\$539.04
Computer Expenses	\$271.56	\$268.99	\$2.57
Office Equipment - R & M	\$0.00	\$1,043.64	-\$1,043.64
Equipment Low Cost	\$0.00	\$580.91	-\$580.91
Salaries (Sec/Mgr, Clerical)	\$56,127.75	\$52,273.88	\$3,853.87
Bookkeeping	\$15,770.00	\$15,435.00	\$335.00
Salary On-Costs	\$7,772.65	\$6,737.14	\$1,035.51
Staff Training	\$360.00	\$0.00	\$360.00
Conferences	\$643.55	\$714.46	-\$70.91
Subscriptions & Licences	\$2,895.78	\$2,839.82	\$55.96
Telephone, Fax, E-mail	\$6,615.11	\$6,307.92	\$307.19
Committee Travel & Accom	\$627.57	\$159.50	\$468.07
Committee Meeting Exp	\$71.36	\$0.00	\$71.36
Sundry Admin Exp	\$2,715.64	\$865.59	\$1,850.05
Decline In Value	\$145,082.00	\$140,261.00	\$4,821.00
Total General Admin & Committee	\$290,760.25	\$271,391.17	\$19,369.08
General Marketing			
Salary and Commissions Mkt	\$19,740.00	\$0.00	\$19,740.00
Salary On Costs	\$1,835.40	\$0.00	\$1,835.40
Subscriptions & Memberships	\$1,408.64	\$0.00	\$1,408.64
Internet Site Operator	\$0.00	\$194.73	-\$194.73
General Advertising	\$1,460.00	\$500.00	\$960.00
Volunteer Workers Ent	\$99.94	\$0.00	\$99.94
Total General Expenditure	\$440,648.54	\$419,772.32	\$20,876.22
Net Profit/(Loss)	-\$10,813.18	\$39,807.69	-\$50,620.87

This report includes Year-End Adjustments.

SAPPHIRE COAST TURF CLUB (Reporting) Incorporated

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

This financial report covers **Sapphire Coast Turf Club (Reporting) Inc.** as an individual entity. **Sapphire Coast Turf Club (Reporting) Inc.** is a not-for-profit association incorporated in NSW under the Associations Incorporation Act 2009

The financial statements were authorised for issue on by the members of the committee..

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

These financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), & the Associations Incorporation Reform Act 2012. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant & reliable information about transactions, events & conditions to which they apply. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report, except for the cash flow information, has been prepared on an accruals basis, and is based on historic costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets & financial liabilities.

Accounting Policies

(a) Income Tax

The Association is believed to be exempt from income tax under section 50-25 of the Income Assessment Act, 1997. Consequently, no provision for taxation has been made in the financial statements.

(b) Inventories

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

(c) Property, Plant & Equipment

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

Plant & Equipment

Plant & Equipment is measured on the cost basis less depreciation and impairment losses. In the event the carrying amount of plant & equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount & impairment losses & are recognised in the profit & loss statement.

The carrying amount of plant & equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount from those assets.

Depreciation

The depreciable amount of all fixed assets including buildings is depreciated on a straight line basis over the asset's useful life commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Buildings	2.5 - 7 %
Equipment – at Cost	7.5 - 25 %

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period

Gains & losses on disposals are determined by comparing proceeds with the carrying amount. These gains & losses are recognized in profit & loss when the item is derecognised..

(d) Financial Instruments

Initial recognition & measurement

Financial assets & financial liabilities are recognised when the association becomes a party to the contractual provisions of the instrument. For financial assets, this is the equivalent to the date that the association commits itself to either purchase or sell the asset (ie. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified as “at fair value through profit or loss” in which case transaction costs are expenses to profit & loss immediately.

Classification & subsequent measurement

Finance instruments are subsequently measured at either fair value or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties.

(e) Impairment of Assets

At the end of each reporting period, the association assesses whether there is objective evidence that a financial instrument has been impaired. A financial asset is deemed to be impaired if, & only if, there is objective evidence of impairment which has an impact on the estimated future cash flows of the financial assets.

If such evidence exists, the recoverable amount is expensed to the profit & loss statement.

(f) Employee Provisions

Provision is made for the association's liability for employee benefits arising from services rendered by employees at the end of the reporting period. This provision has been calculated without reference or discount to present values of future payments.

(g) Cash on Hand

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

(h) Accounts Receivable & Other Debtors

Accounts receivable & other debtors include amounts due from members as well as amounts receivable from customers for goods sold or services provided in the ordinary course of business.

(i) Revenue & Other Income

Non-reciprocal grant revenue is recognized in profit or loss when the association obtains control of the grant & it is probable that the economic benefits gained from the grant will flow to the association & the amount of the grant can be measured reliably.

Revenue from the sale of goods is recognised upon the delivery as this corresponds to the transfer of significant risks & rewards of ownership of the goods & the cessation of all involvement in those goods.

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

Revenue from the provision of membership subscriptions is recognized on a straight line basis over the financial year.

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

(j) Borrowing Costs

All borrowing costs are recognised in the income statement relevant to the period in which they are incurred.

(k) Goods & Services Tax (GST)

Revenues, expenses & 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 & Payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST components of investing & financing activities, which are disclosed as operating cash flows.

(l) Comparative Figures

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

The format & dissection of the Cashflow statement has been altered slightly simply to allow for different software use..

(m) Accounts Payable & Other Payables

Accounts payable & other payables represent the liability outstanding at the end of the reporting period for goods & services received by the association during the reporting period that remain unpaid.

(n) Key Estimates and Judgments

The committee members evaluate estimates and judgments incorporated into the financial report 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 association.

(o) New Accounting Standards for Application in future periods

The Australian Accounting Standards Board (AASB) has issued a number of new & amended Standards & interpretations that have mandatory application dates for future

reporting periods, some of which may be relevant to the association. The association has decided not to early adopt any of the new or amended pronouncements.

NOTE 2: Reconciliation of Annual Loss with Operating surplus/(loss)

Annual Loss per financial statements	\$(10,813)
Add back: Decline in Value	<u>145,082</u>
	134,269
Less: Grants Received	<u>22,133</u>
Operating Surplus/(Loss)	<u>\$ 112,136</u>

SAPPHIRE COAST TURF CLUB (Reporting) Incorporated

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30th June 2015**

<u>2014</u>		<u>2015</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
1551208	Receipts from Customers	1,530,755
(1442513)	Payments to Suppliers	(1420763)
27,107	Grants & Subsidies Received	22,133
12,100	Subscriptions	13,836
<u>8,806</u>	Interest Received	<u>8,553</u>
156,708	Net Cash provided by Operating Activities (see ** below)	154,514
CASH FLOWS FROM INVESTING ACTIVITIES		
<u>(83,817)</u>	Payments for Plant & Improvements	<u>(103631)</u>
(83817)	Net Cash provided by Investing Activities	(103631)
72,891	Net increase/(decrease) in Cash Held	50,883
<u>349,309</u>	Cash at beginning of Financial Year	<u>422,200</u>
422200	Cash at end of Financial Year (see below)	473083

Reconciliation of Cash Flows from Operations with Profit from Ordinary Activities

39,808	Profit/(Loss) from Ordinary Activities	(10,813)
(182)	Profit/Loss on sale of assets	----
	Non-Cash Flows in Profit from Ordinary Activities	
140261	Decline in Value	145,082
	<i>Change in Assets & Liabilities</i>	
7987	(Increase)/Decrease in Debtors	1,616
(1201)	(Increase)/Decrease in Inventory	8,252
358	(Increase)/Decrease in Other Assets	111
(27164)	Increase/(Decrease) in Creditors & Accruals	3,982
1441	Increase/(Decrease) in Provisions	3,334
<u>(4600)</u>	Increase/(Decrease) in Income in Advance	<u>2,950</u>
156708	Net Cash provided by Operating Activities	** 154,514

CASH AT YEAR END

<u>2014</u>		<u>2015</u>
----	NAB Working Account	5,500
28101	Bendigo Cheque Account	25,112
200	Cash on Hand	200
122491	Bendigo at Call Account	140,696
2006	Bendigo Debit Mastercard	2,006
61273	Bendigo – Subdivision Rentals	84,886
<u>208129</u>	Bendigo Term Deposit #809927	<u>214,683</u>
422200		473083