



NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the ANNUAL GENERAL MEETING of
Dapto Citizens Bowling Club Limited
will take place on Sunday 29th September 2024 at 9.30am in the Clubhouse.

AGENDA OF ANNUAL GENERAL MEETING

1. Call for apologies and welcome guests.
2. To confirm the Minutes of the previous Annual General Meeting.
3. To confirm the Patrons for the ensuing year.
4. To receive and consider the Directors Report and Declaration, Report of the Auditor and Financial Statements.
5. To consider the Ordinary Resolutions set out below.
6. To deal with any business of which due notice has been given.

MEMBERS PLEASE NOTE

Members are requested to advise the Secretary Manager in writing, seven (7) days prior to the date of the Annual General Meeting of any query relating to the Financial Report on which further information may be required. Such information will be extracted from the records and be available at the Annual General Meeting.

ANNUAL REPORT

Members can access a copy of the 2023/2024 Annual Report by going to the Club's website www.citos.com.au or by contacting club administration.

FIRST ORDINARY RESOLUTION

- (a) That the members hereby approve expenditure by the Club until the next Annual General Meeting of the Club for the following:
- (i) The reasonable costs of directors attending seminars, lectures and other educational activities as determined by the Board from time to time.
 - (ii) The reasonable costs (including travel and accommodation expenses) of directors attending meetings, conferences and trade shows conducted by ClubsNSW, the Club Managers Association and such other conferences and trade shows as determined by the Board from time to time.
 - (iii) The reasonable cost of directors attending any other registered club for the purpose of viewing and assessing its facilities as determined by the Board as being necessary for the benefit of the Club.
 - (iv) The reasonable cost of directors (and their spouses/partners if required) attending any club, community or charity function as the representatives of the Club and authorised by the Board to do so.
 - (v) The reimbursement of reasonable out of pocket expenses incurred by directors travelling to and from Board meetings or other duly constituted meetings of any committee of the Board.
 - (vi) The reasonable expenses incurred by directors either within the Club or elsewhere in relation to such other duties including entertainment of special guests of the Club and other promotional activities approved by the Board on production of documentary evidence of such expenditure.

- (vii) The reasonable cost of Club apparel being provided to directors as required.
- (b) The members acknowledge that the benefits in paragraph (a) are not available for members generally but are only for those who are directors of the Club.

Notes to Members on First Ordinary Resolution

1. The First Ordinary Resolution is to have the members in general meeting approve expenditure by the Club for directors in respect of their duties. Included in the First Ordinary Resolution is the reasonable cost for directors to attend seminars, lectures, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club and for other out of pocket expenses.

Procedural Matters

2. To be passed, the First Ordinary Resolution must receive votes from not less than a majority of those members who, being eligible to do so, vote in person on the First Ordinary Resolution at the meeting.
3. In accordance with the requirements of the Corporations Act 2001, the First Ordinary Resolution must be considered as a whole and cannot be amended by motions from the floor of the meeting.
4. The Registered Clubs Act provides that:
 - (a) members who are employees of the Club are not entitled to vote; and
 - (b) proxy voting is prohibited.

SECOND ORDINARY RESOLUTION

That the members hereby approve:

- (a) Subject to (b), (c) and (d) below, the payment of the following honorariums to the following directors for services until the next Annual General Meeting of the Club:
 - (i) President - \$7800
 - (ii) Bowls Secretary - \$12500
- (b) Such honorariums to be paid by weekly or such other instalments as the Club and the director may agree from time to time.
- (c) If the director only holds office for part of the term, the honorarium shall be paid on a pro-rata basis.
- (d) If the Club engages a Bowls Coordinator then the honorarium paid to the Bowls Secretary will be paid up to the date of commencement of the Bowls Coordinator but not after commencement.

Notes to Members on Second Ordinary Resolution

1. The Second Ordinary Resolution is to have the members approve honorariums for the President and Bowls Secretary of the Club for duties to be performed by them until the next Annual General Meeting.
2. The honorariums will be paid on a pro-rata basis which means that if the director only holds office for part of the year the director will only receive part of the honorarium.
3. With regard to the honorarium to the Bowls Secretary, if the Club engages a Bowls Coordinator then the honorarium will cease when the Bowls Co-ordinator commences duties.

Procedural Matters

4. To be passed, the Second Ordinary Resolution must receive votes in its favour from a majority of those members who, being eligible to do so, vote in person on the Second Ordinary Resolution at the meeting.
5. In accordance with the requirements of the Corporations Act 2001, the Second Ordinary Resolution must be considered as a whole and cannot be amended by motions from the floor of the meeting.
6. The Registered Clubs Act provides that:
 - (a) members who are employees of the Club are not entitled to vote; and
 - (b) proxy voting is prohibited.

Dated August 2024

By direction of the Board

Shaun Parnis
Secretary Manager

General Managers Report

For the Year Ended 31 May 2024

Financial year 2023/2024 saw the momentum coming out of Covid restrictions from the previous twelve months continue. Strong leadership from the board led to a great result for the club, not only financially, but Citos can make claim to the home of the cheapest beverages and cheapest club to play bowls in the country, true to the clubs mission statement.

As always, the club's success would not be achievable without the support of the board. President Ian has taken to the role naturally and along with the rest of the board create a great working environment, full of support, vision, and confidence to achieve all the goals of the club.

On the greens, Chris has stepped up to the head position, he has shown great passion and commitment to the job and it shows in the finer details around the club. Brent although moving on, was valuable in the transition of Chris taking over. The surrounds haven't looked better thanks to Max and thanks to Rod for his help on the greens.

Thanks to Warren Haviland as Bowls Secretary and Shaun Doyle his assistant, who ensure that the social bowls, championships and tournaments run smoothly, it is often a thankless job.

To the bar staff, who continually try to pursue to offer a better service for our members and guests, they are the frontline of the club and do a terrific job to create a welcoming atmosphere in the club.

To the volunteers of the club, whom there are many, a sincere thankyou and public appreciation, your work behind the scenes is often done without thanks.

The club has seen many aesthetic changes as well as changes that will have great social benefit, we hope you continue to enjoy the amenities.

The club has made numerous and significant contributions to the local community throughout this year. Management and Board are readily mindful of our purpose and commitment to the local community.

Finally, to the members who support this wonderful club day in and day out, thank you. You are the foundation of this club, and your support is appreciated.

General Manager
Shaun Parnis

President's Report

For the Year Ended 31 May 2024

Firstly, I would like to acknowledge and congratulate, CEO Shaun Parnis on the outstanding results achieved over the last 12 months recording a profit of \$1.189 million and improving the facilities in the club including the introduction of the Pizza area and the re-surfacing of the car park.

To our bar staff, green staff and office staff thank you very much for your dedication and commitment over the last 12 months, it is truly appreciated.

To my fellow Directors and bowls organisers thank you for everything you do to make this club the great club it is.

To all our bowling members, another great year had by all enjoying all the benefits this great game gives us and a big congratulations to our number seven pennant team achieving success in this year's open pennants.

To our social members, thank you for supporting our club over the last 12 months, your support is greatly appreciated.

To members or families of members we have lost throughout the year my deepest condolences.

President
Ian Bailey

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Financial Statements

For the Year Ended 31 May 2024

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Financial Statements

For the Year Ended 31 May 2024

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Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Directors' Report

31 May 2024

Your Directors present their report on Dapto Citizens Bowling Club Limited ("the Club") for the financial year ended 31 May 2024.

Information on directors

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

Name	Office Held	Years' Experience	Experience & Qualifications
N D Hawke ¹	President	26	Business owner - Excavations
I Bailey ²	President	13	Warehouse Supervisor
R Logan	Vice President	27	Coal Miner
D Batey	Director	15	Water Treatment Technician
S Low	Director	11	Quantity Surveyor
B McCann	Director	9	Service Manager
B Yates	Director	2	Retired Public Transport Operator
R Dowse	Director	2	Retired Manager of Corporate Services

1. Date of passing was 24 June 2023

2. Elected by the Board as President, effective from 24 June 2023

Directors have been in office since the start of the financial year to the date of this report, unless otherwise stated.

Review of operations

The surplus of the Club for the year amounted to \$1,189,051 (2023: \$1,062,319).

Principal activities

The principal activities of the Club during the financial year were to maintain and conduct a Bowling Club for the accommodation of the members of the Club, to promote the game of Bowls and to encourage social activities between the members of the Club.

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

Short term objectives

The Club's short term objectives are to continue to provide quality facilities for the benefit of members and guests.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Directors' Report

31 May 2024

Long term objectives

From a long-term perspective, the Club seeks to improve the facilities and services that we can offer to our members and to place the Club in a position that ensures sustainability and viability for the future operations of the Club.

Strategy for achieving the objectives

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

- implement cost cutting measures to areas that are deemed non-value added; and
- to overview current activities of the Club and diversify into different activities that will appeal to many in the local community.

Members' guarantee

Dapto Citizens Bowling Club Limited is a Company limited by guarantee. In the event of, and for the purpose of winding up of the Club, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$10, subject to the provisions of the Club's constitution.

At 31 May 2024 the collective liability of members was \$ 22,740.

Non-audit services

The Board of Directors, are satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that these services disclosed in the notes to the financial statements did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the Board prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of services provided does not compromise the general principles relating to auditor independence in accordance with *APES 110: Code of Ethics for Professional Accountants* set by the Accounting Professional and Ethical Standards Board.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Directors' Report

31 May 2024

Meetings of directors

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

	Directors' Meetings	
	Number eligible to attend	Number attended
I Bailey	12	12
R Logan	12	11
D Batey	12	10
S Low	12	11
B McCann	12	10
B Yates	12	12
R Dowse	12	12
N D Hawke	-	-

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 May 2024 has been received and can be found on page 4 of the financial report.

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



I Bailey
President

Dated: 27 August 2024



**Auditor's Independence Declaration under Section 307C of the *Corporations Act 2001*
to the Directors of Dapto Citizens Bowling Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 31 May 2024, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Daley Audit
Daley Audit

Michael Mundt
Michael Mundt
Partner

Dated: 27 August 2024

Wollongong

4.

Wollongong

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ABN 43 152 844 291

Liability limited by a
Scheme approved under
Professional Standards
Legislation.



Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 May 2024

	Note	2024 \$	2023 \$
Revenue	4	4,450,182	4,250,068
Other income	4	413,394	268,408
		<u>4,863,576</u>	<u>4,518,476</u>
Direct costs - cost of bar goods sold		(767,848)	(639,808)
Direct costs - gaming		(520,356)	(481,636)
Employee benefits expense		(954,016)	(960,819)
Finance expenses		(347)	(252)
Depreciation expense	11	(366,958)	(348,761)
Loss on disposal of assets		-	(33,073)
Promotion expenses		(332,650)	(253,110)
Property costs		(410,408)	(407,296)
Other operating expenses		(321,942)	(331,402)
Result for the year		<u>1,189,051</u>	<u>1,062,319</u>
Other comprehensive income for the year		-	-
Total comprehensive income for the year		<u>1,189,051</u>	<u>1,062,319</u>

The accompanying notes form part of these financial statements.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Balance Sheet

As at 31 May 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	2,565,071	1,709,138
Trade and other receivables	7	38,157	42,250
Inventories	8	85,571	86,258
Financial assets	9	2,077,200	2,000,000
Prepayments		42,137	34,541
TOTAL CURRENT ASSETS		4,808,136	3,872,187
NON-CURRENT ASSETS			
Intangible assets	10	568,346	568,346
Property, plant and equipment	11	6,428,370	6,033,747
TOTAL NON-CURRENT ASSETS		6,996,716	6,602,093
TOTAL ASSETS		11,804,852	10,474,280
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	12	356,706	234,433
Borrowings	13	4,287	3,939
Employee benefits	14	310,770	287,327
TOTAL CURRENT LIABILITIES		671,763	525,699
NON-CURRENT LIABILITIES			
Employee benefits	14	3,261	7,804
TOTAL NON-CURRENT LIABILITIES		3,261	7,804
TOTAL LIABILITIES		675,024	533,503
NET ASSETS		11,129,828	9,940,777
EQUITY			
Retained earnings		11,129,828	9,940,777
TOTAL EQUITY		11,129,828	9,940,777

The accompanying notes form part of these financial statements.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Statement of Changes in Equity

For the Year Ended 31 May 2024

	Retained Earnings \$
Balance at 1 June 2023	9,940,777
Result for the year	<u>1,189,051</u>
Balance at 31 May 2024	<u><u>11,129,828</u></u>
Balance at 1 June 2022	8,878,458
Result for the year	<u>1,062,319</u>
Balance at 31 May 2023	<u><u>9,940,777</u></u>

The accompanying notes form part of these financial statements.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Statement of Cash Flows

For the Year Ended 31 May 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		4,894,421	4,746,851
Other receipts		272,866	208,143
Interest received		137,025	33,414
Payments to suppliers and employees		(3,609,599)	(3,581,994)
Finance costs		(347)	(252)
Net cash provided by operating activities		<u>1,694,366</u>	<u>1,406,162</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Payments for property, plant and equipment		(761,581)	(299,563)
Purchase of financial assets		(77,200)	(2,000,000)
Net cash used by investing activities		<u>(838,781)</u>	<u>(2,299,563)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net proceeds of borrowings		348	251
Net cash provided by financing activities		<u>348</u>	<u>251</u>
Net increase/(decrease) in cash and cash equivalents held		855,933	(893,150)
Cash and cash equivalents at beginning of year		<u>1,709,138</u>	<u>2,602,288</u>
Cash and cash equivalents at end of financial year	6	<u><u>2,565,071</u></u>	<u><u>1,709,138</u></u>

The accompanying notes form part of these financial statements.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

The financial report covers Dapto Citizens Bowling Club Limited ("the Club") as an individual entity. The Club is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of the Club is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1. Basis of Preparation

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

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

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

The Club has adopted the amendments to AASB 101 *Presentation of Financial Statements* which require only the disclosure of material accounting policy information rather than significant accounting policies and therefore policy information which does not satisfy one of the following requirements has been removed from these financial statements:

- Relates to change in accounting policy
- Policy has been developed in the absence of an explicit accounting standard requirement
- Documents an accounting policy choice
- Relates to an area of significant judgement or estimation
- Relates to a complex transaction and is required to explain the treatment to the user

2. Material Accounting Policy Information

(a) Revenue and other income

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Club expects to receive in exchange for those goods or services.

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

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

2. Material Accounting Policy Information

(a) Revenue and other income

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

The material revenue recognition policies for the principal revenue streams of the Club are:

Bar sales and poker machine income

Revenue is recognised at the point the customer purchases the goods and services at the venue. Payment of the transaction price is due immediately at the time of purchase.

(b) Income tax

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

(c) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received.

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.

(d) Financial instruments

(i) Financial assets

The Club's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the balance sheet.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for financial assets measured at amortised cost.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

2. Material Accounting Policy Information

(d) Financial instruments

(i) Financial assets

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

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

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

(ii) Financial liabilities

The financial liabilities of the Club comprise trade and other payables and bank loans.

(e) Property, plant and equipment

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

The cost model is used where the asset is carried at its cost less any accumulated depreciation and impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line and reducing balance basis over the assets useful life to the Club, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are reported at note 11(b).

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

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

2. Material Accounting Policy Information

(f) Leases

Lease accounting

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

Exceptions to lease accounting

The Club has elected to apply the exceptions to lease accounting for leases of low-value assets. The Club recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

3. Critical Accounting Estimates and Judgements

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

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

The significant estimates and judgements made have been described below:

Key estimates - useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of certain property, plant and equipment.

Key estimates - employee benefits

Long service leave provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

4. Revenue and Other Income

	2024	2023
	\$	\$
Revenue from contracts with customers		
- Poker machine revenue	2,294,337	2,260,741
- Bar sales	1,739,317	1,580,983
- TAB and Keno revenue	189,192	170,324
- Raffle income	157,740	156,409
- Green fees and raffles	16,773	33,125
- Subscriptions and nominations	16,910	18,167
- Bingo revenue	35,913	30,319
	<u>4,450,182</u>	<u>4,250,068</u>
Other income		
- Rental income	198,979	181,782
- Interest income	156,661	33,414
- Other revenue	57,754	53,212
	<u>413,394</u>	<u>268,408</u>

Disaggregation of revenue from contracts with customers

Revenue from contracts with customers has been disaggregated; the following table shows this breakdown:

Timing of revenue recognition

- At a point in time	4,433,272	4,231,901
- Over time	16,910	18,167
	<u>4,450,182</u>	<u>4,250,068</u>

5. Result for the Year

Superannuation contributions	<u>87,655</u>	<u>87,077</u>
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Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

6. Cash and cash equivalents

	2024	2023
Note	\$	\$
Cash on hand	213,700	218,700
Cash at bank	2,351,371	1,490,438
	<u>2,565,071</u>	<u>1,709,138</u>

7. Trade and other receivables

Trade receivables from contracts with customers	38,157	42,250
Provision for impairment	(a) -	-
	<u>38,157</u>	<u>42,250</u>

(a) Impairment of receivables

The Club applies the simplified approach to providing for expected credit losses prescribed by AASB 9, which permits the use of the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The loss allowance provision as at 31 May 2024 is determined and incorporates forward looking information.

8. Inventories

Finished goods - at cost	<u>85,571</u>	<u>86,258</u>
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9. Financial Assets

CURRENT		
Term deposit	<u>2,077,200</u>	<u>2,000,000</u>

10. Intangible assets

Gaming machine licences - at cost	<u>568,346</u>	<u>568,346</u>
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Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

10. Intangible assets

Purchased electronic gaming machine licences are initially recognised at cost. In accordance with the licence terms, they have an indefinite life and are carried at cost, less any impairment losses.

11. Property, plant and equipment

	2024	2023
	\$	\$
Land and buildings	7,724,932	7,371,986
Accumulated depreciation	(2,386,297)	(2,209,286)
Work in progress	97,408	10,989
	<u>5,436,043</u>	<u>5,173,689</u>
Plant and equipment		
At cost	941,368	813,889
Accumulated depreciation	(457,346)	(384,272)
	<u>484,022</u>	<u>429,617</u>
Furniture, fixtures and fittings		
At cost	362,062	335,057
Accumulated depreciation	(142,138)	(120,759)
	<u>219,924</u>	<u>214,298</u>
Motor vehicles		
At cost	50,335	50,335
Accumulated depreciation	(39,682)	(27,098)
	<u>10,653</u>	<u>23,237</u>
Poker machines		
At cost	1,404,749	1,388,604
Accumulated depreciation	(1,127,021)	(1,195,698)
	<u>277,728</u>	<u>192,906</u>
Total property, plant and equipment	<u><u>6,428,370</u></u>	<u><u>6,033,747</u></u>

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

11. Property, plant and equipment

(a) 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:

	Land and Buildings \$	Plant and Equipment \$	Furniture, Fixtures and Fittings \$	Motor Vehicles \$	Poker Machines \$	Total \$
Balance at the beginning of year	5,173,689	429,617	214,298	23,237	192,906	6,033,747
Additions	439,365	127,479	27,512	-	167,225	761,581
Depreciation expense	(177,011)	(73,074)	(21,886)	(12,584)	(82,403)	(366,958)
Balance at the end of the year	5,436,043	484,022	219,924	10,653	277,728	6,428,370

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

11. Property, plant and equipment

(b) Depreciation

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

Fixed asset class	Depreciation rate
Buildings	2 - 4%
Plant and Equipment	5 - 40%
Furniture, Fixtures and Fittings	5 - 20%
Motor Vehicles	22.5 - 25%
Poker Machines	20 - 22.5%

(c) Core and Non-Core Property

As required under section 41J of the *Registered Clubs Act 1976*, the Club is required to specify the core property and non-core properties owned as at the end of the financial year. Accordingly, the Board considers as core property the licensed premises and car park from which the Club operates at Fowlers Road, Dapto.

The properties located at 30, 32, 34 and 36 Craig Crescent Dapto, 16 Toronto Avenue Dapto and 10 Rink Road Dapto are not considered to be core properties of the Club given that they are not the defined premises of the Club, nor facilities provided by the Club for the use of its members and their guests, nor any other property declared, by a 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.

(d) Security held

The property located at 102-106 Fowlers Road Dapto is given as security under a Registered Mortgage to ANZ Bank Limited. Refer note 13 (a) for details of the loan.

12. Trade and other payables

	2024	2023
	\$	\$
Trade and other payables	348,815	225,933
Contract liabilities - deferred income	7,891	8,500
	<u>356,706</u>	<u>234,433</u>

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

13. Borrowings

	2024	2023
Note	\$	\$
<i>Secured liabilities:</i>		
Interest bearing bank loans	(a) <u>4,287</u>	<u>3,939</u>

(a) Securities pledged

The loan is secured by a registered mortgage over the licensed Club premises situated at 102-106 Fowlers Road, Dapto. Refer to note 11(d).

14. Employee benefits

CURRENT

Annual and long service leave	<u>310,770</u>	<u>287,327</u>
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NON-CURRENT

Long service leave	<u>3,261</u>	<u>7,804</u>
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15. Interests of Key Management Personnel

Total remuneration paid to key management personnel of the Club was \$ 237,805 (2023: \$ 239,571).

16. Auditors' Remuneration

Remuneration of the auditor Daley Audit, for:

- auditing the financial statements	21,400	20,650
- taxation services	20,230	19,970
	<u>41,630</u>	<u>40,620</u>

17. Related Party Transactions

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

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

17. Related Party Transactions

Key Management Personnel often participate in bowling activities whereby they can receive prize monies and vouchers. These prizes are received under the normal terms and conditions applicable to all members participating in such activities and are not considered to be remuneration, and hence have not been included in the disclosures of note 15.

Key Management Personnel are provided with and/or reimbursed for the reasonable costs of meals, drinks and other expenses incurred in the course of undertaking the Club's business. These costs are not considered to be remuneration and have not been included in this disclosure.

18. Fair Value Measurement

The Club does not hold any classes of assets or liabilities that are measured at fair value in the statement of financial position after initial recognition.

19. Contingencies

(a) Lease Receivables

	2024	2023
	\$	\$
Operating lease rentals receivable		
- not later than 1 year	82,440	47,254
- between 1 year and 5 years	4,736	-
	<u>87,176</u>	<u>47,254</u>

The above includes property lease commitment receivables for properties owned by the Club with terms varying with a maximum of 12 months.

20. Events after the end of the Reporting Period

The financial report was authorised for issue on 27 August 2024 by the Board of Directors.

There has not been any matter or circumstance occurring subsequent to the end of the financial year that has 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 subsequent financial periods.

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Notes to the Financial Statements

For the Year Ended 31 May 2024

21. Statutory Information

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

102 -106 Fowlers Road

Dapto NSW 2530

Dapto Citizens Bowling Club Limited

ABN: 38 001 024 979

Directors' Declaration

The directors of the Club declare that:

1. The financial statements and notes, as set out on pages 5 to 20, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Simplified Disclosures;
 - b. give a true and fair view of the financial position as at 31 May 2024 and of the performance for the year ended on that date of the Club.
2. In the directors' opinion, 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 Board of Directors.



I Bailey
President

Dated: 27 August 2024



Independent Audit Report to the members of Dapto Citizens Bowling Club Limited

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Dapto Citizens Bowling Club Limited ("the Club"), which comprises the balance sheet as at 31 May 2024, 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, notes comprising material accounting policy information and other explanatory information, and the directors' declaration.

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

- (i) giving a true and fair view of the Club's financial position as at 31 May 2024 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Accounting Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Club in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* ("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 audit opinion.

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ABN 43 152 844 291

Liability limited by a
Scheme approved under
Professional Standards
Legislation.





Independent Audit Report to the members of Dapto Citizens Bowling Club Limited

Other Information

The Directors are responsible for the other information. The other information comprises any information that does not form part of the financial report, as defined in the Opinion section of this Independent Audit Report for the year ended 31 May 2024, but does not include the financial report and our auditor's report thereon.

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of 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 *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Club'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 Club or to cease operations, or have no realistic alternative but to do so.

These Directors are responsible for overseeing the general purpose financial statements - Simplified Disclosures financial preparation process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



Independent Audit Report to the members of Dapto Citizens Bowling Club Limited

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.

Daley Audit
Daley Audit

Michael Mundt
Michael Mundt
Partner

Wollongong

Dated: 27 August 2024

Liability limited by a scheme approved under Professional Standards Legislation.