



# Rockdale Tennis Club Limited

52 000 398 934

## Financial Statements

For the Year Ended 30 June 2022

# Rockdale Tennis Club Limited

52 000 398 934

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For the Year Ended 30 June 2022

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ROCKDALE TENNIS CLUB 2021/2022 PRESIDENTS REPORT  
52 000 398 934

DEAR MEMBERS

2022 proved to be another incredibly challenging year as the Board and Management continue to manoeuvre the club through the issues presented by the COVID-19 global pandemic and government restrictions whilst we were In lockdown for 107 days during this period and the restrictions put on all clubs when we re-opened.

I understand Our members and guests like myself were hesitant to go out after been in forced lockdown by the government but as time went on everyone got back to normal

It is with disappointment that I now report that the club has made a deficit for the year of \$134,634.00. However, with the club still paying required debtors it is a reasonable figure. The deficit is also mainly attributable to non-cash expenses, such depreciation.

When adding back our non-cash transactions, being primarily that of depreciation of \$251,121, the club has sustained a surplus for the year of \$116,487

I would also like to thank the members and guests who have frequented the club, our Golf Club and our Fishing Club we thank you for being part of us at the RTC, all of our other sporting clubs that we provide support to thank you.

On behalf of the Board of Directors, I extend a big thank you to Michael Lauricella for both a dedicated and competent performance. To all of our hardworking staff, we say thank you for the friendly and willing way that you perform your duties and interact with a diverse range of both members and visitors.

To all the volunteers and members who have given their time freely throughout the year, the Board and Management thank you for providing that spark and the warm and friendly atmosphere that our club is renowned for.

Thank you to the Mikos family and staff in the bistro for another great year of food and service

Finally to my fellow Directors, thank you for your dedication and support this past year, which has so effectively enabled us to guide our wonderful club, it's certainly been challenging but we are looking forward to bigger and brighter 2023.

**Nick Mitrevski – President**  
*Nick Mitrevski*  
**Dated 4 November 2022**

# Rockdale Tennis Club Limited

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## Directors' Report 30 June 2022

### 1. General information

The directors present their report on Rockdale Tennis Club Limited for the financial year ended 30 June 2022.

### 1. General information

#### Information on directors

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

Nick Mitrevski

Qualifications

Cabling contractor/Director.

Experience

Director for 18 years.

Lupcho Rostankov

Qualifications

Maintenance Supervisor - 29 years.

Experience

Director for 6 years.

Paul Francis Roddy

Qualifications

Tennis Coach.

Experience

Director for 11 years. Resigned on 18 December 2021

Norman Rogers

Qualifications

Comms technician.

Experience

Director for 12 years.

Jake Tuiara

Qualifications

Qantas maintenance engineer.

Experience

Director for 12 years.

Hine Tupaea

Qualifications

Diploma of Business Administration

Experience

Director for 5 years. Has held the position of office manager for the past 6 years for a legal transcription service, and prior has had senior business administration positions for private enterprise and government.

Travis James Pahl

Qualifications

Self employed contractor.

Experience

Director for 4 years.

Robert Stanoevski

Qualifications

Solicitor.

Experience

Director for 1 year. Appointed on 18 December 2021

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

# Rockdale Tennis Club Limited

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## Directors' Report

30 June 2022

### 1. General information

#### Principal activities

The principal activity of Rockdale Tennis Club Limited during the financial year was the provision of facilities for the playing of the sport of tennis by members of the Company with auxiliary facilities for the entertainment and recreation of members.

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

#### Short term objectives

The Company's short-term objectives are to:

- promote sport, in particular that of tennis,
- provide facilities for the entertainment and recreation of members and their families, and
- interact with the general community at large in relation to sporting activities provided by the Company.

#### Long term objectives

The Company's long-term objectives are to:

- to establish and maintain relationships with the various tennis administrative groups and bodies to ensure that tennis as a sport is being promoted correctly within the tennis community at large, and
- to be sustainable for the continuation of the sport of tennis together with providing a venue where members, their families, guests and the community at large can have a venue for their recreation and entertainment.

#### Strategy for achieving the objectives

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

- the Company strives to attract and retain quality staff and volunteers who are committed to the promotion of the sport of tennis as well as the Company, and this evidenced by the low turnover of staff. The board and management of the Company believe that by attracting and retaining quality trained and committed staff and volunteers, that this will be the key to the Company's success in both the short and the long term.
- the adoption of consistent standards of best practice thereby providing clear expectations of the board, management and staff of their professional accountabilities and responsibilities to all stakeholders in the Company.

#### How principal activities assisted in achieving the objectives

The principal activities assisted the Company in achieving its objectives by:

- increasing the numbers of members,
- providing a venue for members to enjoy various entertainment events that have been held during the year, thereby increasing the frequency of members attending the Company's facilities.

# Rockdale Tennis Club Limited

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## Directors' Report

30 June 2022

### 1. General information

#### Performance measures

The following measures are used within the Company to monitor performance:

- earnings before interest, depreciation and impairments, ensuring that non-members services are profitable, and ensuring that low debt (that is, no debt) ratios are maintained.

#### Members' guarantee

Rockdale Tennis Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$5 for members that are corporations and \$5 for all other members, subject to the provisions of the company's constitution.

At 30 June 2022 the collective liability of members was \$13,725.

### 2. Other items

#### Meetings of directors

During the financial year, 11 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

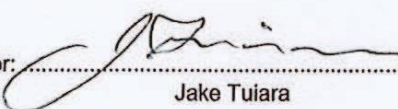
Directors' Meetings	
Number eligible to attend	Number attended
Nick Mitrevski	8
Lupcho Rostankov	9
Paul Francis Roddy (Resigned 18 December 2021)	2
Norman Rogers	11
Jake Tuiara	10
Hine Tupaea	10
Travis James Pahl	9
Robert Stanoevski (Appointed 18 December 2021)	3

#### Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2022 has been received and can be found on page 5 of the financial report.

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

Director:   
.....  
Nick Mitrevski

Director:   
.....  
Jake Tuiara

Dated 4 November 2022

# W. W. Vick & Co.

Chartered Accountants  
ABN 14 568 923 714



## Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 To the Directors of Rockdale Tennis Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022, 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.

**W W Vick & Co**  
Chartered Accountants

**Phillip Jones**  
Partner

Dated 4 November 2022

North Sydney

Level 3, 1 James Place, North Sydney, NSW 2060.  
PO Box 20037, World Square, NSW 2002  
Phone: 02 8071 0300

Liability limited  
by  
scheme approved  
under Professional  
Standards  
Legislation



## Rockdale Tennis Club Limited

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### Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue - trading	4	1,354,635	1,729,617
Revenue - investment		648	7,780
Other income	4	193,223	423,251
Employee benefits expense		(483,574)	(752,230)
Depreciation and amortisation expense		(251,121)	(294,934)
Poker machine trading expenses		(66,603)	(52,837)
Tennis court expenses		(15,363)	(26,562)
Club and social expenses		(77,336)	(113,857)
TAB and gaming expenses		(3,205)	(4,807)
Bar trading expenses		(246,336)	(323,523)
Stocktaking expenses		(3,800)	(4,800)
Other operating expenses		(535,802)	(546,114)
<b>Profit/(Loss) before income tax</b>		<b>(134,634)</b>	40,984
Income tax expense		-	-
<b>Profit/(Loss) for the year</b>		<b>(134,634)</b>	40,984
<b>Total comprehensive income for the year</b>		<b>(134,634)</b>	40,984

The accompanying notes form part of these financial statements.

# Rockdale Tennis Club Limited

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## Statement of Financial Position

As at 30 June 2022

	Note	2022 \$	2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	1,606,396	1,647,167
Trade and other receivables	7	9,409	6,689
Inventories	8	17,586	24,747
Other assets	10	18,918	17,283
<b>TOTAL CURRENT ASSETS</b>		<b>1,652,309</b>	<b>1,695,886</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	9	2,485,093	2,666,898
Right-of-use assets	9	-	17,207
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,485,093</b>	<b>2,684,105</b>
		<b>4,137,402</b>	<b>4,379,991</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	104,986	136,208
Lease liabilities	13	-	18,073
Employee benefits	12	69,413	111,303
<b>TOTAL CURRENT LIABILITIES</b>		<b>174,399</b>	<b>265,584</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	13	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>174,399</b>	<b>265,584</b>
<b>NET ASSETS</b>		<b>3,963,003</b>	<b>4,114,407</b>
<b>EQUITY</b>			
Retained earnings		3,963,003	4,114,407
<b>TOTAL EQUITY</b>		<b>3,963,003</b>	<b>4,114,407</b>

The accompanying notes form part of these financial statements.



## Rockdale Tennis Club Limited

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### Statement of Changes in Equity For the Year Ended 30 June 2022

2022

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2021</b>	<b>4,114,407</b>	<b>4,114,407</b>
Restatement due to prior period adjustment	(16,770)	(16,770)
<b>Balance at 1 July 2021 restated</b>	<b>4,097,637</b>	<b>4,097,637</b>
(Loss) for the year	(134,634)	(134,634)
<b>Balance at 30 June 2022</b>	<b>3,963,003</b>	<b>3,963,003</b>

2021

	Retained Earnings	Total
	\$	\$
<b>Balance at 1 July 2020</b>	4,073,423	4,073,423
Profit for the year	40,984	40,984
<b>Balance at 30 June 2021</b>	<b>4,114,407</b>	<b>4,114,407</b>

The accompanying notes form part of these financial statements.

# Rockdale Tennis Club Limited

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## Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	1,714,286	2,354,027
Payments to suppliers and employees	(1,621,326)	(1,983,313)
Interest received	648	7,780
Net GST paid	(64,196)	(89,132)
Net cash provided by operating activities	<u>19</u> 29,412	<u>289,362</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payments for purchase of property, plant and equipment	<u>(52,109)</u>	(54,991)
Net cash (used in) investing activities	<u>(52,109)</u>	(54,991)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Payments of lease liabilities	<u>(18,073)</u>	(18,796)
Net cash (used in) investing activities	<u>(18,073)</u>	(18,796)
Net (decrease)/increase in cash and cash equivalents held	(40,771)	215,575
Cash and cash equivalents at beginning of year	<u>1,647,167</u>	1,431,592
Cash and cash equivalents at end of financial year	<u>19</u> <u>1,606,396</u>	<u>1,647,167</u>

The accompanying notes form part of these financial statements.

## Rockdale Tennis Club Limited

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# Note to the Financial Statements

## For the Year Ended 30 June 2022

The financial report covers Rockdale Tennis Club Limited as an individual entity. Rockdale Tennis Club Limited is a not-for-profit Company limited by guarantee, incorporated and domiciled in Australia.

The functional and presentation currency of Rockdale Tennis Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 4 November 2022.

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 Disclosure Requirements and the *Corporations Act 2001*.

### 2 Summary of Significant Accounting Policies

#### (a) Income Tax

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

#### (b) Leases

At inception of a contract, the Company assesses whether a lease exists - i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration.

This involves an assessment of whether:

- The contract involves the use of an identified asset - this may be explicitly or implicitly identified within the agreement. If the supplier has a substantive substitution right then there is no identified asset.
- The Company has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- The Company has the right to direct the use of the asset i.e. decision-making rights in relation to changing how and for what purpose the asset is used.

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

At the lease commencement, the Company recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Company believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises of the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration less any lease incentives.

The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy. The estimated life of the right-of-use assets is based on those of property, plant and equipment. The right-of-use asset is subject to the impairment requirements and is assessed for impairment indicators at each reporting date.

## **Note to the Financial Statements**

### **For the Year Ended 30 June 2022**

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Company's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Company's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

#### **(c) Revenue and other income**

Revenue from contracts with customers

The core principle of AASB 15 is that 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 Company expects to receive in exchange for these goods and services. Revenue is recognised by applying a five-step model as follows:

1. Identify the contract with the customer
2. Identify the performance obligations
3. Determine the transaction price
4. Allocate the transaction price to the performance obligations
5. Recognise revenue as and when control of the performance obligations is transferred.

#### **Interest**

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

#### **Subscriptions**

Revenue from the provision of membership subscriptions is recognised in the year to which it relates.

#### **Other income**

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

#### **(d) Goods and services tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### **(e) Inventories**

Inventories are measured at the lower of cost and net realisable value using first in first out basis.

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

#### (f) Property, plant and equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

#### Land and buildings

Land and buildings are measured at cost.

#### Plant and equipment

Plant and equipment are measured at cost.

#### Depreciation

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

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2.50 %
Plant and Equipment	7.50 % to 40.00 %
Furniture, Fixtures and Fittings	5.50 % to 25.00 %
Motor Vehicles	25.00 %
Poker Machines	30.00 % to 33.30 %
Bepez Equipment & Software	30.00 % to 33.30 %
Court Lighting and Fixtures	7.50 % to 20.00 %
Other Property, Plant and Equipment	10.00 %

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.

#### Right of Use Assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, for any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, and estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over the estimated useful life. Right-of-use assets are subject to

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

impairment or adjusted for any remeasurement of lease liabilities. The Company has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to the profit and loss as they are incurred.

#### (g) Financial instruments

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

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

#### Financial assets

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

##### *Classification*

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

##### *Amortised cost*

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

##### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

## Notes to the Financial Statements

### For the Year Ended 30 June 2022

#### Financial liabilities

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

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

#### (h) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### (i) Employee benefits

##### Short-term employee provisions

Provision is made for the Company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and personal leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

##### Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting periods in which the employees rendered the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary level, duration of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as part of employee benefits expense.

#### (j) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time at 30 June 2022.

#### (k) Going Concern

The previous licence agreement that Rockdale Tennis Club Limited had with Bayside Council for the land on which the Company operates expired on 31<sup>st</sup> May 2022. The Company is currently in discussion with the Council to renew the agreement for a further term, and in view of the long term relationship between the Company and the Council, the Directors are confident that the agreement will be renewed. Accordingly, the accounts have been prepared on a Going Concern basis.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2022**

#### **3 Critical Accounting Estimates and Judgments**

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 - impairment of property, plant and equipment**

The Company assesses impairment of property, plant and equipment at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

##### **Key estimates - fair value of financial instruments**

The Company has certain financial assets and liabilities which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

##### **Key estimates - receivables**

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

## Rockdale Tennis Club Limited

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### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 4 Revenue and Other Income

##### Revenue from continuing operations

	2022	2021
	\$	\$
Revenue from other sources		
- Bar revenues	439,538	542,333
- Member subscriptions	8,366	15,634
- Poker machine revenues	766,805	1,009,579
- Court fees	70,636	78,279
- Function room hire	659	105
- Income from raffles	51,451	66,507
- GST rebates	17,180	17,180
	<u>1,354,635</u>	<u>1,729,617</u>

##### Other Income

- commissions	47,925	80,870
- other income including government grants and subsidies	145,298	342,381
	<u>193,223</u>	<u>423,251</u>

#### 5 Result for the Year

The result for the year includes the following specific expenses:

Other expenses:

##### Auditor's remuneration

Auditing the financial report	18,000	18,000
Accounting fees	15,300	12,900
Bookkeeping services	14,578	18,015
Cleaning	55,792	76,266
Computer expenses	7,760	8,890
Electricity and gas	52,403	61,793
Fees and permits	2,770	8,033
Insurance	54,051	48,220
Rates and taxes	13,187	12,640
Raffle expenses	90,799	97,800
Repairs and maintenance	59,558	77,285
Security costs	27,126	25,504
Sports promotion	-	440
Subscriptions	6,915	8,858
Telephone	8,731	5,897
Uniforms	5,390	1,676

## Rockdale Tennis Club Limited

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### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 6 Cash and Cash Equivalents

	2022	2021
	\$	\$
Cash at bank and in hand	845,080	890,921
Short-term deposits	761,316	756,246
	<u>1,606,396</u>	<u>1,647,167</u>

#### 7 Trade and Other Receivables

CURRENT		
Other receivables	9,409	6,689

#### 8 Inventories

Alcohol, soft drinks and bar sundries	<u>17,586</u>	<u>24,747</u>
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# Rockdale Tennis Club Limited

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## Notes to the Financial Statements For the Year Ended 30 June 2022

### 9 Property, plant and equipment

	2022	2021
	\$	\$
<b>LAND AND BUILDINGS</b>		
Freehold land - at cost	133,873	133,873
Total Land	<u>133,873</u>	<u>133,873</u>
Buildings - at cost	3,004,400	3,004,400
Accumulated depreciation	(1,215,061)	(1,140,038)
Total buildings	<u>1,789,339</u>	<u>1,864,362</u>
<b>Total land and buildings</b>	<u>1,923,212</u>	<u>1,998,235</u>
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment - at cost	352,215	350,956
Accumulated depreciation	(231,035)	(212,177)
Total plant and equipment	<u>121,180</u>	<u>138,779</u>
Furniture, fixtures and fittings - at cost	174,541	174,541
Accumulated depreciation	(112,806)	(102,721)
Total furniture, fixtures and fittings	<u>61,735</u>	<u>71,820</u>
Motor vehicles - at cost	15,745	15,745
Accumulated depreciation	(15,745)	(15,745)
Total motor vehicles	<u>-</u>	<u>-</u>
Poker machines - at cost	1,433,251	1,382,401
Accumulated depreciation	(1,129,795)	(1,004,128)
Total poker machines	<u>303,456</u>	<u>378,273</u>
Bepoz equipment & software - at cost	15,210	15,210
Accumulated depreciation	(8,566)	(7,134)
Total bepoz equipment & software	<u>6,644</u>	<u>8,076</u>
Court lighting, fixtures & renovation - at cost	208,350	208,350
Accumulated depreciation	(139,484)	(136,635)
Total court lighting and fixtures	<u>68,866</u>	<u>71,715</u>
<b>Total plant and equipment</b>	<u>561,881</u>	<u>668,663</u>
<b>Total property, plant and equipment</b>	<u>2,485,093</u>	<u>2,666,898</u>
<b>RIGHT-OF-USE ASSETS</b>		
Lease asset – Council Lease (at cost)	-	54,750
Less accumulated amortisation	-	(37,543)
<b>Total right-of-use assets</b>	<u>-</u>	<u>17,207</u>

## Rockdale Tennis Club Limited

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### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 9 Property, plant and equipment

##### 9.1. 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	Buildings	Plant and Equipment	Furniture, Fixtures and Fittings	Poker Machines	Bepez Equipment & Software	Court Lighting, Fixtures & Renovation	Right-of-Use Assets	Total
	\$	\$	\$	\$	\$	\$	\$		\$
<b>Year ended 30 June 2022</b>									
Balance at the beginning of the year	133,873	1,864,362	138,779	71,820	378,273	8,076	71,715	17,207	2,684,105
Additions	--	-	1,259	-	50,850	-	-	-	52,109
Disposals	-	-	-	-	-	-	-	-	-
Depreciation Expense	133,873	(75,023)	(18,858)	(10,085)	(125,667)	(1,432)	(2,849)	(17,207)	(251,121)
<b>Balance at the end of the year</b>		<b>1,789,339</b>	<b>121,180</b>	<b>61,735</b>	<b>303,456</b>	<b>6,644</b>	<b>68,866</b>	<b>-</b>	<b>2,485,093</b>

##### Core and non-core property

As required by the Registered Clubs Act 1796 all clubs are required to specify core and non-core property of the club. As at 30 June 2022 the balance as shown above in Land and Buildings is core property. Current usage of Land and Buildings is for a Clubhouse, car park and tennis courts. The core property is real property owned by the Company and comprises;

- a) the defined premises of the Company; or
- b) any facility provided by the Company for the use of its members and guests.

## Rockdale Tennis Club Limited

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### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 10 Other Assets

	2022	2021
	\$	\$
CURRENT		
Prepayments	18,918	17,283
	<u>18,918</u>	<u>17,283</u>

#### 11 Trade and Other Payables

CURRENT		
Trade payables	21,036	46,220
Member point liabilities	22,870	21,623
Sundry payables and accrued expenses	34,400	40,516
Current tax liabilities - GST	26,680	27,849
	<u>104,986</u>	<u>136,208</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

#### 12 Employee Benefits

CURRENT		
Long service leave	48,979	83,724
Annual leave	20,434	27,579
	<u>69,413</u>	<u>111,303</u>

#### 13 Leasing Commitments

Not later than 12 months	-	18,073
Between one year and five years	-	-
	<u>-</u>	<u>18,073</u>

Leases are in place for Lots 25A and 25B under a lease with Bayside Council. Lease payments are increased on an annual basis to reflect market rentals. Refer to Note 2(k) for further information.

#### 14 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstanding and obligations of the Company. At 30 June 2022 the number of members was 2,745.

## Rockdale Tennis Club Limited

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# Notes to the Financial Statements

## For the Year Ended 30 June 2022

### 15 Related Parties and Key Management Personnel Remuneration

The totals of remuneration paid to the key management personnel of Rockdale Tennis Club Limited during the year are as follows:

The total of honorariums paid to the directors of the Company is \$3,500 (2021: \$7,000).

The total remuneration paid to key management personnel of the Company is \$144,819 (2021: \$178,009).

During the Financial year, Norman Rogers took over the role of tennis court caretaker for the Company, whilst holding the position of Director. Payments have been made of \$20,741 to Telephony Network Jointers Pty Ltd. These payments are split between Rockdale and the Illawarra Suburbs Lawn Tennis Association and are in the ordinary course of business.

The Company has also received bookkeeping services from a family member of a key management personnel. Payment for these services are invoiced through the company I Will Be Your Concierge; payments are in the ordinary course of business and on an arms-length basis. \$5,505 was paid for these bookkeeping services during the year.

### 16 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2022 (30 June 2021: None).

### 17 Events after the end of the Reporting Period

The financial report was authorised for issue on 4 November 2022 by the Board of Directors.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

### 18 Statutory Information

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

Rockdale Tennis Club Limited  
71 Chapel Street  
ROCKDALE NSW 2216

## Rockdale Tennis Club Limited

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### Notes to the Financial Statements For the Year Ended 30 June 2022

#### 19 Cash Flow Information

##### (a) Reconciliation of Cash and Cash Equivalents

Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

	2022	2021
	\$	\$
Cash at bank and in hand	845,080	890,921
Short-term deposits	761,316	756,246
	<u>1,606,396</u>	<u>1,647,167</u>

##### (b) Reconciliation of cash flow from operations with profit after income tax

(Loss)/Profit after income tax	(134,634)	40,984
Non-cash flows in profit:		
Depreciation and amortisation	251,122	294,934
Changes in assets and liabilities:		
(Increase)/Decrease in current receivables	(2,720)	12,097
(Increase)/Decrease in other assets	(1,635)	(3,399)
(Increase)/Decrease in Inventory	7,161	(2,394)
Increase/(Decrease) in trade creditors	(31,222)	(73,333)
Increase/(Decrease) in short-term provisions	(41,890)	20,473
Increase/(Decrease) in PY adjustment	(16,770)	-
<b>Net cash provided by operating activities</b>	<u>29,412</u>	<u>289,362</u>

**Rockdale Tennis Club Limited**

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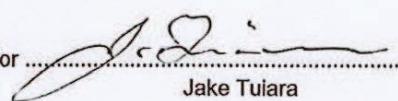
**Directors' Declaration**

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6, are in accordance with the *Corporations Act 2001* and:
  - a. comply with Australian Accounting Standards – Simplified Disclosure Requirements; and
  - b. give a true and fair view of the financial position as at 30 June 2022 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Director .....  
  
Nick Mitrevski

Director .....  
  
Jake Tulara

Dated 4 November 2022



## Rockdale Tennis Club Limited

# Independent Audit Report to the members of Rockdale Tennis Club Limited

## Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of Rockdale Tennis Club Limited (the Company), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

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

- (i) giving a true and fair view of the Company's financial position as at 30 June 2022 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosure Requirements and the Corporations Regulations 2001.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

### Other Information

The Directors are responsible for the other information. The other information comprises the information included in the entity's annual financial report for the year ended 30 June 2022, 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.

**Rockdale Tennis Club Limited**

**Independent Audit Report to the members of Rockdale Tennis Club Limited**

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

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

**Responsibilities of Directors for the Financial Report**

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Auditor's Responsibilities for the Audit of the Financial Report**

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**W W Vick & Co**  
Chartered Accountants



**Phillip Jones**  
Partner

Dated 4 November 2022

North Sydney

## Rockdale Tennis Club Limited

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# Compilation Report

30 June 2022

### INFORMATION FOR THE DIRECTORS ON THE 2022 FINANCIAL STATEMENTS

#### ADDITIONAL INFORMATION

The Detailed Profit and Loss Statement for the year ended 30 June 2022, has been prepared by the Company from accounting and other records and have not been subjected to the tests and other auditing procedures applied in our examination of the financial statements for the year ended 30 June 2022.

The Detailed Profit and Loss Statement does not form part of the financial report in respect of the year ended 30 June 2022, referred to in our report to members and accordingly we do not express an audit opinion thereon.

#### W W Vick & Co

Chartered Accountants



**Phillip Jones**  
Partner

Dated 4 November 2022

North Sydney

# Rockdale Tennis Club Limited

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For the Year Ended 30 June 2022

## Detailed Profit or Loss

	2022	2021
	\$	\$
<b>Income</b>		
Poker machine revenues	766,805	1,009,579
Bar revenues	439,538	542,333
Commissions revenues - ATM, Keno & TAB	47,925	80,869
Court fees and function room hire	71,295	78,383
Income from raffles	51,451	66,507
GST rebates	17,180	17,180
Member subscriptions	8,366	15,634
Interest from investment	648	7,780
Other income and government grants and subsidies	145,298	342,381
Gain on disposal of assets	-	-
<b>Total Income</b>	<b>1,548,506</b>	<b>2,160,646</b>
<b>Less: Expenses</b>		
Accounting fees	15,300	12,900
Advertising	2,155	-243
Auditing the financial report	18,000	18,000
Bank charges	2,657	3,010
Bar trading expenses	246,336	323,523
Bookkeeping services	14,578	18,015
Cleaning	55,792	76,266
Club and social expenses	64,008	96,615
Computer expenses	7,760	8,889
Consulting and professional fees	-	-
Courtesy bus expenses	6,119	6,320
Depreciation	251,121	294,934
Directors honoraria	3,500	7,000
Electricity and gas	52,403	61,793
Employee entitlements	-41,889	20,472
Fees and permits	2,770	8,033
General expense	42,845	1,572
Insurance	54,051	48,220
Lease expenses under AASB 16	455	1,417
Lease rentals	4,624	-
Member Card Points redeemed	1,247	7,813
Other expenses	7,001	11,524
Poker machine trading expenses	66,603	52,837
Postage	165	162
Printing and stationery	4,355	2,528
Raffle expenses	90,799	97,799
Rates and taxes	13,187	12,640
Repairs and maintenance	59,558	77,285
Salaries	460,017	652,421
Security costs	27,126	25,504
Sponsorship and club grants	9,370	10,922
Sports promotion	-	440

## Rockdale Tennis Club Limited

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For the Year Ended 30 June 2022

### Detailed Profit or Loss

	2022	2021
	\$	\$
Staff amenities and education	12,757	12,398
Stocktaking expenses	3,800	4,800
Subscriptions	6,915	8,858
Sundry expenses	-	-
Superannuation contributions	65,447	79,337
TAB and gaming expenses	3,205	4,807
Taxis and Cab Charge	-	-
Telephone and fax	8,731	5,897
Tennis court expenses	15,363	26,562
Travel - domestic	4,393	3,819
Uniforms	5,390	1,676
Workers compensation insurance	15,126	12,897
<b>Total Expenses</b>	<b>1,683,140</b>	<b>2,119,662</b>
<b>Profit/(Loss) for the year</b>	<b>(134,634)</b>	<b>40,984</b>