

**CLAREMONT YACHT CLUB
INCORPORATED**

**Financial Statements
For the year ended 30 June 2018**

**Ray Woolley Pty Ltd
17 Russley Grove
Yanchep
WA 6035**

CLAREMONT YACHT CLUB INCORPORATED
GENERAL COMMITTEE'S REPORT
FOR THE YEAR ENDED 30 JUNE 2018

Your general committee members submit the financial report of Claremont Yacht Club Incorporated for the financial year ended 30 June 2018.

General Committee Members

The names of the general committee members throughout the year and at the date of this report are:

D Bovell	W MacLeod	R Boykett	P Wilkinson
W Reeves	J Olsen	W Harding	P Stanley
D Chatfield	J Congdon	P Hodgson	M Della Posta

Principal Activities

The principal activities of the association during the financial year were to provide sailing, boating and social facilities to members of the club.

Significant Changes

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

Operating Result

The surplus for the 2018 financial year amounted to \$325,902.07

Signed in accordance with a resolution of the members of the general committee.

Signed David Bovell
Commodore



John Olsen
Treasurer

Dated this day of September 2018

CLAREMONT YACHT CLUB INCORPORATED
INCOME AND EXPENDITURE STATEMENT
For the year ended 30 June 2018

	30/06/2018	30/06/2017
Trading Income		
Bar, Restaurant & Banqueting		
Sales	761,130.12	786,710.64
Cost of Sales	<u>299,888.83</u>	<u>380,544.52</u>
Gross Profit	461,241.29	406,166.12
Direct Costs & Overheads	<u>436,008.74</u>	<u>487,210.08</u>
Bar, Restaurant & Banqueting Trading Surplus	25,232.55	-81,043.96
Regalia		
Sales	10,870.65	9,013.12
Cost of Sales	<u>9,235.85</u>	<u>7,263.70</u>
Gross Surplus	1,634.80	1,749.42
Fuel		
Sales	304,799.19	281,495.64
Cost of Sales	<u>281,706.99</u>	<u>257,799.94</u>
Gross Surplus	23,092.20	23,695.70
Total Trading Surplus	<u>49,959.55</u>	<u>-55,598.84</u>
Other Income		
Membership & Nominations	352,573.83	344,960.05
Interest Received	2,025.94	1,881.32
Other Income	33,458.78	15,679.09
Pens & Mooring Income	1,015,644.80	1,003,219.25
Committee Income	<u>29,561.82</u>	<u>11,465.42</u>
Total Other Income	<u>1,433,265.17</u>	<u>1,377,205.13</u>
Expenditure		
Administration Expenses	594,220.84	488,122.24
Interest Expense	68,811.59	91,204.30
Jetty Expenses	167,382.51	202,072.88
Committee Expenses	40,043.77	30,337.99
Depreciation	<u>286,863.94</u>	<u>270,888.37</u>
Total Expenditure	<u>1,157,322.65</u>	<u>1,082,625.78</u>
Surplus for the year	<u>325,902.07</u>	<u>238,980.51</u>
Accumulated Reserves Brought Forward	4,249,565.03	4,010,584.52
Accumulated Reserves Carried Forward	<u><u>\$4,575,467.10</u></u>	<u><u>\$4,249,565.03</u></u>

The accompanying notes form part of these financial statements.

CLAREMONT YACHT CLUB INCORPORATED
BALANCE SHEET
As at 30 June 2018

	30/06/2018	30/06/2017
Current Assets		
Cash at Bank and on Hand	2,914.99	63,719.76
Jetty Maintenance Fund	96,784.72	124,758.78
Trade Debtors	756,065.19	684,149.41
Inventory	56,146.50	58,422.50
Sundry Debtors, Prepayments and Accrued Income	5,627.00	5,627.38
Total Current Assets	<u>917,538.40</u>	<u>936,677.83</u>
Non - Current Assets		
Building and Jetties at Cost	4,941,248.83	4,835,254.83
Accumulated Depreciation	-377,063.44	-236,853.18
Revaluation	<u>12,452,608.03</u>	<u>12,452,608.03</u>
Furniture and Fittings	17,016,793.42	17,051,009.68
Accumulated Depreciation	602,299.51	575,785.64
	<u>-545,820.80</u>	<u>-484,113.55</u>
Plant & Equipment	56,478.71	91,672.09
Accumulated Depreciation	2,331,771.38	2,317,000.88
	<u>-1,081,895.96</u>	<u>-993,869.96</u>
	<u>1,249,875.42</u>	<u>1,323,130.92</u>
Total Non - Current Assets	<u>18,323,147.55</u>	<u>18,465,812.69</u>
Total Assets	<u>19,240,685.95</u>	<u>19,402,490.52</u>
Current Liabilities		
Trade Creditors	111,908.70	80,113.78
Accrued and Sundry Expenses	67,138.55	44,049.83
GST Payable	-112.46	60,462.57
Provision for Employee Entitlements	31,301.37	35,670.51
Receipts in Advance	589,953.83	646,137.58
Unredeemed Club Vouchers and Levy Liabilities	91,832.26	95,551.19
Total Current Liabilities	<u>892,022.25</u>	<u>961,985.46</u>
Non - Current Liabilities		
Mortgage Loans	1,304,000.00	1,704,000.00
Jack Muhling Donation	2,000.00	2,000.00
Junior Sailing Foundation	669.00	20,054.10
Charity Donation Account	316.82	316.82
Trophy Advances and Collections	13,602.75	11,963.08
Ron Tough Funds	0.00	-2.00
Total Non - Current Liabilities	<u>1,320,588.57</u>	<u>1,738,332.00</u>
Total Liabilities	<u>2,212,610.82</u>	<u>2,700,317.46</u>
Total Net Assets	<u>\$17,028,075.13</u>	<u>\$16,702,173.06</u>
Represented by:		
Members' Funds and Reserves		
Accumulated Reserves	4,575,467.10	4,249,565.03
Asset Revaluation Reserve	12,452,608.03	12,452,608.03
Total Members' Funds and Reserves	<u>\$17,028,075.13</u>	<u>\$16,702,173.06</u>

The accompanying notes form part of these financial statements.

CLAREMONT YACHT CLUB INCORPORATED
STATEMENT OF CASHFLOWS
For the year ended 30 June 2018

	30/06/2018	30/06/2017
Cash Flows from Operating Activities		
Receipts	2,358,477.68	2,285,606.96
Payments to suppliers and employees	1,836,272.06	1,820,195.36
Interest Paid	68,811.59	91,204.30
Net Cash Flows from Operating Activities	<u>453,394.03</u>	<u>374,207.30</u>
Cash Flows from Investing Activities		
Interest Received	2,025.94	1,881.32
Proceeds of Sale of Fixed Assets	0.00	0.00
Purchase of Fixed Assets	-144,198.80	-93,841.08
Net Cash Flows from Investing Activities	<u>-142,172.86</u>	<u>-91,959.76</u>
Cash Flows from Financing Activities		
Repayments of Loans	-400,000.00	-250,000.00
Increase in Loans	0.00	0.00
Net Cash Flows from Financing Activities	<u>-400,000.00</u>	<u>-250,000.00</u>
Net Increase in Cash held Plus	<u>-88,778.83</u>	<u>32,247.54</u>
Cash at beginning of year		
Cash at Bank and on Hand	63,719.76	59,262.55
Jetty Maintenance Fund	124,758.78	96,968.45
	<u>\$99,699.71</u>	<u>\$188,478.54</u>
Cash at end of year		
Cash at Bank and on Hand	2,914.99	63,719.76
Jetty Maintenance Fund	96,784.72	124,758.78
	<u>\$99,699.71</u>	<u>\$188,478.54</u>
Reconciliation of cash flow from operating activities and surplus for the year		
Surplus for the year	325,902.07	238,980.51
Interest Received	-2,025.94	-1,881.32
	<u>323,876.13</u>	<u>237,099.19</u>
Adjust for non-cash flow items		
Depreciation	286,863.94	270,888.37
Change in Assets and Liabilities		
(Increase) In Trade Debtors	-71,915.78	-27,330.13
(Increase) in Sundry Debtors, Prepayments & Accrued Income	0.38	1,748.99
Decrease in Inventory	2,276.00	6,270.55
Increase in Trade Creditors	31,794.92	26,385.07
(Decrease) in Sundry Creditors	23,088.72	7,481.25
Increase in GST Payable	-60,575.03	-918.86
Increase in Receipts in Advance	-56,183.75	-146,243.62
Increase in Employee Entitlements	-4,369.14	-6,062.02
Increase in Unredeemed Club Vouchers and Levy Liabilities	-3,718.93	4,732.51
Increase in Long Term Liabilities excluding Loans	-17,743.43	156.00
Net Cash Flows from Operating Activities	<u>\$453,394.03</u>	<u>\$374,207.30</u>

**CLAREMONT YACHT CLUB INCORPORATED
STATEMENT OF CHANGES TO EQUITY
As at 30 June 2018**

	Accumulated Funds \$	Revaluation Reserve \$
Balance as at 30 June 2016	4,010,584.52	12,452,608.03
Surplus for the year	238,980.51	0.00
Balance as at 30 June 2017	<u>4,249,565.03</u>	<u>12,452,608.03</u>
Surplus for the year	325,902.07	0.00
Balance as at 30 June 2018	<u><u>\$4,575,467.10</u></u>	<u><u>\$12,452,608.03</u></u>

CLAREMONT YACHT CLUB INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act WA, and other appropriate Australian Accounting Standards. The committee has determined that the association is not a reporting entity.

Statement of Compliance

The financial report has been prepared in accordance with Associations Incorporation Act WA, the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: *Presentation of Financial Statements*, AASB 107: *Cash Flow Statements*, AASB 108: *Accounting Policies, Changes in Accounting Estimates and Errors*, AASB 1031: *Materiality* and AASB 1054: *Australian Additional Disclosures*.

Basis of Preparation

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

a. **Income Tax**

The club is exempt from income tax.

b. **Fixed Assets**

A revaluation was carried out in July 2016 for insurance purposes and the general committee decided to revalue the Freehold Land, Buildings and Jetties accordingly. Further costs have been added to this valuation.

Other Assets are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all other Assets is depreciated over the useful lives of the assets to the club commencing from the time the asset is held ready for use.

c. **Impairment of Assets**

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

d. **Employee Provisions**

Provision is made for the club's liability for employee annual and long service leave benefits arising from services rendered by employees to the end of the reporting period. Employee provisions have been measured at the amounts expected to be paid when the liability is settled.

e. **Provisions**

Provisions are recognised when the club has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

f. **Cash on Hand**

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

g. **Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

CLAREMONT YACHT CLUB INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

h. **Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

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

i. **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

j. **Financial Assets**

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

k. **Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

l. **Inventory**

Inventory consists of bar, food, fuel and regalia stocks and are valued at the lower of cost and net realisable value.

NOTE 2: LOAN AND OVERDRAFT FACILITY

The club has a mortgage with the ANZ bank of \$1,304,000

NOTE 3: RELATED PARTY TRANSACTIONS

Interest in Contracts

During the year the club entered into several minor arm's length contracts with Club members.

NOTE 4: CAPITAL COMMITMENT

There are no capital commitments authorised and approved at this time.

CLAREMONT YACHT CLUB INCORPORATED
STATEMENT BY GOVERNING COMMITTEE
FOR THE YEAR ENDED 30 JUNE 2018


The governing committee has determined that the club is not a reporting entity and that this special 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 general committee the attached financial report:

1. Presents a true and fair view of the financial position of Claremont Yacht Club Incorporated as at 30 June 2018 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Claremont Yacht Club Incorporated will be able to pay its debts as and when they fall due.

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

David Bovell
Commodore



John Olsen
Treasurer

Dated this day of September 2018

**CLAREMONT YACHT CLUB INCORPORATED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
OF CLAREMONT YACHT CLUB INCORPORATED
FOR THE YEAR ENDED 30 JUNE 2018**

Opinion

We have audited the accompanying financial report, being a special purpose financial report, of Claremont Yacht Club Incorporated (the club), which comprises the committee's report, the balance sheet and statement of changes to equity as at 30 June 2018, the income and expenditure statement and the statement of cash flows for the year then ended and notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the Committee.

In our opinion, the financial report presents fairly, in all material respects, the financial position of Claremont Yacht Club Incorporated as at 30 June 2018 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporation Act of WA, and other appropriate Australian Accounting Standards.

Basis of 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 association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the club to meet the requirements of the Associations Incorporation Act of WA and the Australian Charities and other appropriate Australian Accounting Standards. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Committee's Responsibility for the Financial Report

The committee of Claremont Yacht Club Incorporated is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act of WA and other appropriate Australian Accounting Standards and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the club's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the club or to cease operations, or has 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

**CLAREMONT YACHT CLUB INCORPORATED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
OF CLAREMONT YACHT CLUB INCORPORATED
FOR THE YEAR ENDED 30 JUNE 2018**

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee 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.



Ray Woolley Pty Ltd
Raymond Woolley
Registered Company Auditor No 16396
17 Russley Grove
Yanchep WA 6035
Dated this 29 August 2018