

Canberra North Bowling & ACT Rugby Union Club Incorporated

Annual Report & Financial Statements
2020/21



54 McCaughey Street, Turner ACT
PO Box 6038 O'Connor ACT 2612
ABN: 75 828 479 707





Table of Contents

01	Notice of Annual General Meeting	04
01a	Meeting Agenda	05
02	Previous Minutes	06
02a	Appendix	09
03	Board Report 2021	11
04	What Makes the Canberra North Bowling and ACT Rugby Union Club Different?	13
05	Canberra North Bowling and ACT Rugby Union Club Community Contributions	14
06	A Sustainable RUC	16
07	Responsible Service	18
08	Financials	Attached

01.

Notice of Annual General Meeting

The Annual General Meeting of the Canberra North Bowling and ACT Rugby Union Club will be held at the Club, 54 McCaughey Street Turner ACT on Tuesday the 23rd November 2021 at 6.00pm.

Copies of the agenda will be available from the Secretary at the Club from 2/11/2021.



J Wilcox

Secretary Manager
CNBACTRUC Inc.

01 a.

Annual General Meeting Agenda

1. Welcome/Attendance/Apologies
2. Minutes of the 2020 Annual General Meeting
3. Presentation of the Annual Report and Financial Statements for 2020/2021
 - a. Financial Report – Treasurer, Andrew Sykes
 - b. Board Report – President, Alisa Taylor
4. Elections
 - a. Treasurer – Three-year term
 - b. Board Member (Bowling) – Three-year term
5. Life Member
6. Meeting close

02.

Previous Minutes

Canberra North Bowling and ACT Rugby Union Club Annual General Meeting

Thursday 19th November 2020, 6.15pm

The CNBACTRUC Meeting Room 54 McCaughey St, Turner

1.0 Welcome/ Attendance

1.1) In Attendance/Quorum

A Taylor (Vice President, Chair) and 34 members as per attached list - Confirm Quorum – 20 members as per section 4.5(b) of the Constitution

1.2) Apologies: R Horner, V Fischer, M Carter, P Bellchambers, M Foggerty.

1.3) The Chair noted Notice of AGM listed in Annual report and sent out to members in accordance with 4.4 of the Club's Constitution

2.0 Minutes of the 2019 Annual General Meeting

2.1) Matters Arising – Nil

2.2) Acceptance of the previous minutes: Moved P Bradley, Seconded H Merritt. Approved unanimously.

3.0 Presentation of the Annual Report and Financial Statements for 2019/2020

3.1) Financial Report – Club Treasurer, Andrew Sykes presented the attached 2019/20 financial statements.

He outlined the highlights of the report and the continuing successful financial history of the merged club:

Accounts

- Surplus of \$157,394
- Net increase in cash and cash equivalents held of \$83,901.
- Over \$57,000 was spent on member amenities including the club's Sky and Fox Sports subscriptions, and discounted food and beverages.

Debt

- Clubs Owes \$710,000 noting the reduction of debt of \$160,843 for the year

Investments

- Infrastructure in the bar and kitchen to improve waiting times
- Refurbished gaming room
- Solar panels on the roof of the club.

COVID

The CNBACTRUC was compulsorily shutdown on Monday the 23rd of March 2020 and reopened for 20 people per area on Friday 29 May 2020.

The Club was shut to the general public for that nine-week period, costing members approximately \$35,000 in cash each month. Little or no revenue was derived from that nine-week period.

From 29 May 2020 until present, the club has been trading on ACT Government enforced reduced maximum numbers of patrons.

Gaming reopened on the 10th of August at ongoing enforced reduced capacity.

The Club is working extremely hard to comply with all ACT and Federal Government health directions and the Club has been audited frequently.

3.2) Board Report – Club Vice President, Alisa Taylor presented the board report for 2019/20 noting the highlights of the year including:

Community Contributions

The club continues to play a strong role in the Inner North community, helping more than fifty not for profit groups including lawn bowling, rugby union and other amateur sports, church and school groups, as well as charities, support groups and other community organisations. A total of \$85,765 was contributed to the Club's community in line with the objects of the club's constitution. This represents 20.45% of net gaming machine revenue and \$52,217 more than the 8% legislated to go to the community. The club received an award for the Support of Amateur Sport at this year's Clubs ACT Annual Awards dinner which is a credit to all members of the club.

The Government

The board is looking at ways to reduce its reliance on gambling and investigate other revenue sources. The board is also having to spend a significant amount of time on Policy and Regulatory changes, imposed by the ACT Government at short notice.

Strategy

The focus of the Board has been to direct members funds in a manner that will enhance member experiences at the club, with a particular focus on reducing wait times at the bistro and at the bar. Investments have been made in kitchen hardware, the cool room and bar infrastructure to reduce wait times in peak periods. The club has invested in two new TV walls and a roof full of Solar panels to offset energy expenses. Surpluses from club operations fund community organisations, club capital expenditure and member experiences. The board is also looking at ways to diversify the revenue streams of the club to ensure the club's long-term viability.

The Club

We wish to thank all the Board members for their dedication to the Club, with particular thanks to outgoing directors Anne-Marie Perrett and Steve Cottle for all their work as directors of the club. The board would like to thank all members, guests and particularly new members for supporting the club in great numbers throughout the year and wish everyone well for the festive season and a fruitful 2021.

Management

The President thanked the management and staff of the club for keeping the club going throughout the compulsory COVID shutdown and for such a successful reopening.

4.0 Elections

4.1) Elections

Treasurer – Three-year term. One nomination received - Andrew Sykes, Andrew elected without the need for a vote.

Board Member (Bowling) – Three-year term. One nomination received -Bryan Hurrell, Bryan elected without the need for a vote.

5.0 General Business

5.1) No general business notified.

Ray McInnes noted a club bowling milestone achieved by member Nathan Savino. Nathan won the major singles, pairs, triples and fours bowling competitions at the club this year, a feat never achieved before in the ACT. Nathan was also part of the CNBC winning triples side in the ACT bowls competition.

6.0 Meeting Close

6.1) The meeting closed at 6.30 pm.

02a.

Appendix

List of members attending the CNBACTRUC AGM

A Elliott	R McInnes	P Bradley	P Chivers
G Corliss	M Radnedge	G Corradini	J Smith
J Baker	G Weir	R Patterson	N Johnston
V Fulivai	C Finlayson	L Luchetti	N Savino
T Bell	A Taylor	H Merritt	A Levy
K Shipp	M Schipp	M Bellchambers	A Juric
D Prendergot	R Rawson	N Price	N McRae
B Henry	P Hughes	T Anderson	B Sheville
B Hurrell	B Bailey	J Wilcox	



03.

Board Report 2021

The CNBACTRUC Board is pleased to present the annual report for the Canberra North Bowling and ACT Rugby Union Club Incorporated and congratulate members, Board, staff and management on navigating through another very unusual year.

The financial result for the Club is a surplus of \$587,005 (2020: \$157,394) noting a net increase in cash and cash equivalents held of \$31,446, while over \$500,000 was spent on club improvements.

From 29 May 2020 the Club traded on ACT Government enforced reduced maximum numbers of patrons. The Club's gaming room was not permitted to open until the 10th of August at ongoing enforced reduced capacity. The Club worked extremely hard to comply with all ACT and Federal government health directions and the Club was audited frequently by ACT Health, Access Canberra and the AFP. The Board is pleased to say that the Club passed these compliance audits with flying colours! It took quite some doing.

The Club continues to play a strong role in the Inner North community, helping many not for profit groups including lawn bowling, rugby union and other sports, school groups, as well as charities, support groups and other community

organisations. A total of over \$200,000 was contributed to the Club's community in line with the objects of the Club's constitution. This represents 33% of net gaming machine revenue and \$153,375 more than the 8% legislated to go to the community.

The focus of the Board has been to plan strategically for the Club's future. Surpluses from club operations fund community organisations, club capital expenditure and member experiences but are also used to investigate ways to diversify the revenue streams of the Club to ensure the Club's long-term viability. The ACT government is very keen to see clubs diversify in this way and so the Board has been focusing on investigating future activities that are permissible, profitable and sustainable for the Association, whilst also complementing and enhancing our current member services.

We wish to thank all the Board members for their dedication to the Club and professional stewardship of the Club's activities. The Board would like to thank all members, guests and particularly new members for supporting the Club in great numbers throughout the year and wish everyone well for the festive season and a less restricted 2022.



04.

What Makes the Canberra North Bowling and ACT Rugby Union Club Different?

Core Values

People

Professionalism, honesty, initiative and integrity are things we value highly.

Welcoming

We treat our members as if they were guests in our own house.

Teamwork

The business of the Club should be hard, but also fun and engaging. We communicate respectfully and don't transfer pressure to others.

Responsible

We deliver on promises and acknowledge mistakes.

Friendly

To attract members, our whole club should be friendly and inclusive to guests, new and existing members.

Purpose of the Club

The purpose of the RUC is to provide an intimate, friendly and welcoming venue for members and guests to socialise, enjoy hospitality services and ensure a sustainable Club that supports and contributes to the community.

Goal

To create Canberra's most fun, accessible and welcoming Club.



05.

Canberra North Bowling and ACT Rugby Union Club Community Contributions

Clubs are set up by people with common interests and common objectives and distribute funds in line with these interests and objectives.

The CNBACTRUC brought together two of Canberra's oldest and smallest clubs in 2014. It was established to "Foster and encourage interest and participation in sport in the ACT, particularly the game of Lawn Bowls and the Rugby Union Football Code; and promote social intercourse amongst the members and guests of the Association."

It is a direction that has seen lawn bowls, both competitive and barefoot, flourish in the last five years, and an approach that sees more than 15 community sporting clubs now calling The RUC their home.

The RUC is a base for amateur sporting organisations - these organisations support the RUC and we support them. They are all relationships that have taken time to build, and they are relationships that we look forward to continuing for many years to come.

The Club's initial application to the ACT Gambling and Racing Commission required us to detail the extent to which the Club has contributed to the community, how this has supported and benefited the community, a statement of beneficiaries, and our harm minimisation measures, as well as our constitution and objects.

Our Community Contributions go to lawn bowling, rugby union, local cricket clubs, touch football, netball, junior rugby league, women's soccer, local hockey clubs, the Turner School fete, as well as many raffle prizes for charities and community fundraisers.

Each year the Club distributes well in excess of the mandated 8.8% community contributions required by the legislation because we are extremely proud of and believe in our affiliated groups. In fact, this year we distributed 33% of our net gaming revenue, resulting in over \$200,000 to local community organisations.

Revenue from our Club helps pay for our bowling greens, rugby and other amateur sports in the Inner North. At a time when obesity rates are soaring and other social and mental challenges permeate the media, there is undoubted community value in sport, exercise, inclusion and social interaction.

We are very proud of all of our hardworking club volunteers who help raise money for the objects of our constitution and our original purpose. They have a significant impact on community sporting groups affiliated with our Club.

For applications to the Clubs Community Contributions program, please visit our website: <http://theruc.com.au/wp-content/uploads/2019/09/Community-Contributions-Guidelines.pdf>



06.

A Sustainable RUC

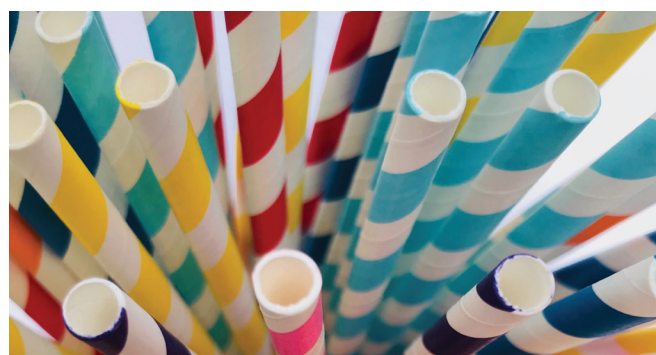


Actsmart Business Recycling Accreditation

As part of our accreditation to the Actsmart Business Recycling Accreditation the RUC now separates waste streams including paper and cardboard, glass, organic waste, and general waste. We have:

- appointed an implementation coordinator
- conducted waste summaries
- developed a waste management plan
- educated our staff
- continually monitor progress and report on results.

Our accreditation has helped us keep the Club's waste costs down as well as reducing waste to landfill.



Straws Suck Campaign

We do not supply single use plastic straws anymore but can provide paper straws on request. Helps the environment and stops our sink drains clogging up with plastic straws!



Landscaping Reuse

Our green waste from our bowling greens is added to compost, used by the ANU for their cricket pitches or used as mulch for our garden surrounds. Our home-grown composting station has been a great success. We made the compost station out of disused beer keg crates, food scraps from our kitchen and green waste from our bowling greens and gardens.



Business Energy and Water program

The RUC has used the ACT Government's Business and Energy and Water program to upgrade to more water-efficient and energy-efficient technologies, including with lighting, appliances, heating and cooling, refrigeration, toilets and tapware.

The Business Energy and Water Program helped the RUC lower operating costs by reducing water and energy. This, in turn, helps the ACT lower greenhouse gas emissions.

07.

Responsible Service

Responsible Service of Alcohol

Canberra North Bowling and ACT Rugby Union Club promotes a policy of Responsible Service of Alcohol. The Club recognises its obligation to not serve patrons to intoxication, not to serve intoxicated patrons and not to serve or supply alcohol to minors (persons under the age of eighteen years).

The following policies have been adopted to ensure the Responsible Service of Alcohol.

- A range of drinks are offered on the Club's premises. These include a range of non-alcoholic hot and cold beverages.
- The Club seeks to create an environment to discourage drunken, disruptive or violent behaviour.
- The Club does not seek to encourage rapid or excessive consumption of alcohol.
- Staff are acquainted with this house policy (employee induction handbook) and trained to implement it.
- Staff involved in the sale and/or supply of alcohol have completed and passed an approved RSA course.
- If a patron appears to be reaching an intoxicated state and continues to order alcoholic beverages, alternatives to alcohol will be offered.
- The Club only supports responsible liquor promotions.

Refusal of Service

Alcohol will not be served to a patron identified as intoxicated. A patron identified as intoxicated will be requested to vacate the premises immediately. If a patron refuses to leave the premises and police are required to attend, the patron risks a \$440 on the spot fine.

Underage Patrons

Staff are required to remain vigilant in order to detect minors seeking to enter the premises unaccompanied by a responsible adult or attempting to obtain alcohol.

- If a staff member believes a patron ordering or being supplied alcohol is under the age of 18 years, appropriate identification of proof of age (passport, photo proof of age card or drivers licence) will be requested.
- Anyone who appears to be under the age of 25 years may be checked for appropriate identification of proof of age.
- If the patron cannot or refuses to produce identification the patron will be asked to immediately vacate the premises.
- By working together we can create a safe, enjoyable and friendly atmosphere for all.

Responsible Conduct of Gaming

In partnering the ACT Government, Canberra North Bowling and ACT Rugby Union Club promotes the Responsible Conduct of Gaming.

For the vast majority of patrons, gaming is an entertaining and enjoyable pastime however like all things, it should be enjoyed in moderation.

Canberra North Bowling and ACT Rugby Union Club is a member of the ClubsACT. The Club practices the following measures to ensure that we offer patrons a responsible service of gaming:

- Staff training that promotes the responsible conduct of gaming. All staff are accredited with approved Responsible Conduct of Gaming certificates.
- Education of patrons throughout the Club so that they may seek help if they feel that gambling is becoming a problem.
- Provision of proactive assistance through the online exclusion scheme.
- Observing and practising Duty of Care through Club premises.

- Provision of educational material including; We Don't Play it Down, ACT Gambling Counselling and Support Services, and Relationships Australia.

We are committed to the Responsible Conduct of Gambling at Canberra North Bowling and ACT Rugby Union Club and advise all patrons to bet within their limits. In doing so, we hope that they enjoy gaming as an enjoyable recreation.

Think! About your choices. Call Gambling Help 1800 858 858.

Is gambling a problem for you? The National Debt Helpline is a confidential anonymous and free financial counselling service. Free call 1800 007 007.

08.

Financials





Canberra North Bowling Club Inc

ABN: 75 828 479 707

Financial Statements

For the Year Ended 30 June 2021

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Contents

For the Year Ended 30 June 2021

	Page
Financial Statements	
Committee's Report	1
Statement of Profit or Loss and Other Comprehensive Income	3
Statement of Assets and Liabilities	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to the Financial Statements	7
Statement by Members of the Committee	21
Independent Audit Report	22
Detailed Statement of Profit and Loss	26
Schedules	24

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Committee's Report

For the Year Ended 30 June 2021

The directors submit the financial report of the Association for the financial year ended 30 June 2021.

1. General information

Directors

The names of the directors in office at any time during, or since the end of, the year are:

Names	Position	Appointed/Resigned
Alisa Taylor	President	
Greg Corliss	Vice President	
Andrew Sykes	Treasurer	
Peter Bradley	Elected Director	
Bruce Henry	Elected Director	
Hilary Merritt	Bowling Director	
Bryan Hurrell	Bowling Director	Appointed: 19 November 2020
Jim Shonk	ACTSNSWRU Appointed Director	
Vicki Fisher	ACTSNSWRU Appointed Director	

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

Principal activities

The principal activities of the Association during the financial year were to foster and encourage interest and participation in sport in the ACT particularly the game of Lawn Bowls and promotion of social intercourse amongst the Members and guests of the Association.

Significant changes

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

2. Operating results

The surplus of the Association for the financial year after providing for income tax amounted to \$ 587,005 (2020: \$ 157,394).

Other items

Events after the reporting date

COVID-19

The Association was compulsorily shut down on Thursday the 12th of August 2021 at 5pm and remains shut to the date at writing. The net cost to the club is \$25,000 per month after government subsidies are accounted for.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

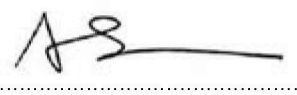
Canberra North Bowling Club Inc

ABN: 75 828 479 707

Committee's Report
For the Year Ended 30 June 2021

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

Committee member: 

Committee member: 

Date: 16/11/2021

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
Revenue and other income	3	4,634,144	3,047,469
Cost of sales		(1,017,894)	(673,368)
Gross profit		3,616,250	2,374,101
Advertising and promotion expenses		(69,080)	(78,091)
Administrative expenses		(712,669)	(573,460)
Depreciation expense	8(a)	(256,894)	(240,267)
Employment expenses		(112,691)	(112,613)
Management expenses		(1,498,920)	(934,720)
Poker machine expenses		(378,991)	(277,556)
Surplus before income tax		587,005	157,394
Income tax expense	2(a)	-	-
Surplus for the year		587,005	157,394
Other comprehensive income			
Other comprehensive income for the year		-	-
Total comprehensive income for the year		587,005	157,394

The accompanying notes form part of these financial statements.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Statement of Assets and Liabilities As At 30 June 2021

	Note	2021 \$	2020 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	398,398	366,952
Trade and other receivables	5	79,537	7,911
Inventories	6	66,548	31,019
Other assets	7	-	6,306
TOTAL CURRENT ASSETS		544,483	412,188
NON-CURRENT ASSETS			
Property, plant and equipment	8	7,235,805	6,980,444
TOTAL NON-CURRENT ASSETS		7,235,805	6,980,444
TOTAL ASSETS		7,780,288	7,392,632
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	201,506	130,039
Financial liabilities	9	150,862	162,191
Employee benefits	11	45,969	50,039
Other liabilities	12	14,153	23,000
TOTAL CURRENT LIABILITIES		412,490	365,269
NON-CURRENT LIABILITIES			
Financial liabilities	9	557,622	805,109
Employee benefits	11	3,009	2,092
TOTAL NON-CURRENT LIABILITIES		560,631	807,201
TOTAL LIABILITIES		973,121	1,172,470
NET ASSETS		6,807,167	6,220,162
MEMBERS' FUNDS			
Asset revaluation surplus		4,516,425	4,516,425
Retained surplus		2,290,742	1,703,737
TOTAL MEMBERS' FUNDS		6,807,167	6,220,162

The accompanying notes form part of these financial statements.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Statement of Changes in Equity For the Year Ended 30 June 2021

2021

	Retained Surplus \$	Asset Revaluation Surplus \$	Total \$
Balance at 1 July 2020	1,703,737	4,516,425	6,220,162
Surplus for the year	587,005	-	587,005
Balance at 30 June 2021	2,290,742	4,516,425	6,807,167

2020

	Retained Surplus \$	Asset Revaluation Surplus \$	Total \$
Balance at 1 July 2019	1,546,343	4,516,425	6,062,768
Surplus for the year	157,394	-	157,394
Balance at 30 June 2020	1,703,737	4,516,425	6,220,162

The accompanying notes form part of these financial statements.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Statement of Cash Flows For the Year Ended 30 June 2021

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		4,117,282	2,851,355
Payments to suppliers and employees		(3,269,918)	(2,403,333)
Interest received		6	7
Interest paid		(36,193)	(44,170)
Net cash provided by operating activities		811,177	403,859
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		(512,255)	(325,468)
Proceeds from sale of assets		-	37,500
Net cash (used in) investing activities		(512,255)	(287,968)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from borrowings		(194,677)	11,927
Repayment of borrowings		(72,799)	(43,917)
Net cash provided by/(used in) financing activities		(267,476)	(31,990)
Net increase in cash and cash equivalents held		31,446	83,901
Cash and cash equivalents at beginning of year		366,952	283,051
Cash and cash equivalents at end of financial year	4	398,398	366,952

The accompanying notes form part of these financial statements.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements

For the Year Ended 30 June 2021

The financial statements cover Canberra North Bowling Club Inc as an individual entity. Canberra North Bowling Club Inc is a not-for-profit Association incorporated in the Australian Capital Territory under the *Associations Incorporation Act (ACT) 1991* ('the Act').

The functional and presentation currency of Canberra North Bowling Club Inc is Australian dollars.

1 Basis of Preparation

The Committee of Management have prepared the financial statements on the basis that the Association is non-reporting entity because there are no users dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Associations Incorporation Act (ACT) 1991*. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs unless otherwise stated in the notes. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise. The amounts presented in the financial statements have been rounded to the nearest dollar.

2 Summary of Significant Accounting Policies

(a) Income tax

Under the concept of mutuality, the Association is only assessed for income tax on the portion of income derived from non-members and other external sources.

The association adopts the liability method of tax effect of accounting whereby the income tax expense shown in the Statement of Financial Performance is based on the profit from ordinary activities before income tax adjusted for any permanent difference.

(b) 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 Association expects to receive in exchange for those goods or 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

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.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(b) Revenue and other income

Revenue from contracts with customers

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

The revenue recognition policies for the principal revenue streams of the Association are:

Sale of goods

Revenue associated with the sale of goods is recognised when the performance obligation of the sale has been fulfilled and control of the goods has transferred to the customer, which occurs when the goods are collected/delivered.

Interest revenue

Interest is recognised using the effective interest method.

Membership income

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

(c) 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 Tax 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 statement of assets and liabilities.

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

(d) 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 estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

(e) 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

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

- (e) **Property, plant and equipment**
acquisition date fair value.

Depreciation

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

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

- (f) **Financial instruments**

Financial instruments are recognised initially on the date that the Association 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 Association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)

Financial assets are not reclassified subsequent to their initial recognition unless the Association 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 Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of assets and liabilities.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(f) Financial instruments

Financial assets

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

Interest income is recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Fair value through other comprehensive income

Equity instruments

The Association have no investments in listed and unlisted entities over which are they do not have significant influence nor control.

Financial assets through profit or loss

The Association does not hold any assets that fall into this category.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets:

- financial assets measured at amortised cost

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Association considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Association's historical experience and informed credit assessment and including forward looking information.

The Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

Credit losses are measured as the present value of the difference between the cash flows due to the Association in accordance with the contract and the cash flows expected to be received.

Notes to the Financial Statements

For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(f) Financial instruments

Financial assets

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Association 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 finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Association 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.

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.

Financial liabilities

The Association 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 Association comprise trade payables, bank and other loans and finance lease liabilities.

(g) Cash and cash equivalents

Cash and cash equivalents comprises 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.

(h) Employee benefits

Provision is made for the Association's liability 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 and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

(i) Provisions

Provisions are recognised when the Association 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.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

2 Summary of Significant Accounting Policies

(j) Adoption of new and revised accounting standards

The Association has adopted all standards which became effective for the first time at 30 June 2021, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association.

3 Revenue and Other Income

	2021	2020
	\$	\$
- Bar income	3,272,769	2,011,264
- Barefoot bowls	287,815	227,281
- Carpark permit	25,506	33,552
- Commissions	51,286	40,183
- Insurance recovery	(11,240)	84,091
- Green fees	45,875	33,698
- Grant income	23,000	-
- Interest income	6	7
- Meat raffles	-	32,384
- JobKeeper subsidy	21,000	15,000
- Cash Flow Boost	5,000	15,000
- Member subscriptions	36,468	21,936
- Miscellaneous income	18,160	32,321
- Poker machine income	807,863	451,736
- Profit on sale of plant and equipment	-	525
- Rental income	50,636	48,491
Total revenue	4,634,144	3,047,469

4 Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash on hand	704	704
Bank balances	273,530	306,584
Floats and hoppers	124,164	59,664
	398,398	366,952

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

4 Cash and Cash Equivalents

(a) Reconciliation of cash

Cash and Cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of assets and liabilities as follows:

	2021	2020
	\$	\$
Cash and cash equivalents	398,398	366,952
Balance as per statement of cash flows	398,398	366,952

5 Trade and Other Receivables

	2021	2020
	\$	\$
CURRENT		
Trade receivables	74,624	5,963
Other receivables	4,913	1,948
Total current trade and other receivables	79,537	7,911

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

6 Inventories

	2021	2020
	\$	\$
CURRENT		
Beverages	66,548	31,019
	66,548	31,019

7 Other Assets

	2021	2020
	\$	\$
CURRENT		
Prepayments	-	306
Accrued income	-	6,000
	-	6,306

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

8 Property, plant and equipment

	2021 \$	2020 \$
Land & Buildings		
Leasehold land at fair value	4,000,000	4,000,000
Property improvements	1,417,900	1,186,237
Accumulated depreciation	(199,287)	(158,715)
Total land and buildings	5,218,613	5,027,522
Plant and equipment		
At cost	394,774	391,633
Accumulated depreciation	(331,842)	(314,139)
Total plant and equipment	62,932	77,494
Furniture, fixtures and fittings		
At cost	148,718	79,673
Accumulated depreciation	(37,591)	(24,973)
Total furniture, fixtures and fittings	111,127	54,700
Bar equipment		
At cost	240,313	212,762
Accumulated depreciation	(80,833)	(60,267)
Total bar equipment	159,480	152,495
Office equipment		
At cost	86,823	86,823
Accumulated depreciation	(67,487)	(61,630)
Total office equipment	19,336	25,193
Greens equipment		
At cost	78,908	59,250
Accumulated depreciation	(55,071)	(54,224)
Total greens equipment	23,837	5,026
Water harvest equipment		
At cost	124,500	124,500
Accumulated depreciation	(77,813)	(71,588)
Total water harvest equipment	46,687	52,912
Kitchen equipment		
At cost	280,363	214,283
Accumulated depreciation	(130,948)	(117,244)
Total kitchen equipment	149,415	97,039

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

8 Property, plant and equipment

Poker machines		
At cost	1,301,775	1,231,726
Accumulated depreciation	(735,449)	(622,367)
Total poker machines	566,326	609,359
Greens		
At cost	7,958	7,958
Accumulated depreciation	(2,559)	(2,161)
Total greens	5,399	5,797
Redevelopment costs		
At cost	963,841	938,773
Accumulated depreciation	(91,188)	(65,866)
Total redevelopment costs	872,653	872,907
Total property, plant and equipment	7,235,805	6,980,444

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

8 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:

	Buildings	Plant and Equipment	Furniture, Fixtures and Fittings	Bar Equipment	Office Equipment	Greens Equipment	Harvest equipment t	Kitchen equipment	Poker machines	Greens	Redevelopment costs	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Year ended 30 June 2021												
Balance at the beginning of year	5,027,522	77,494	54,700	152,495	25,193	5,026	52,912	97,039	609,359	5,797	872,907	6,980,444
Additions	231,663	3,141	69,045	27,551	-	19,658	-	66,080	70,049	-	25,068	512,255
Depreciation expense	(40,572)	(17,703)	(12,618)	(20,566)	(5,857)	(847)	(6,225)	(13,704)	(113,082)	(398)	(25,322)	(256,894)
Balance at the end of the year	5,218,613	62,932	111,127	159,480	19,336	23,837	46,687	149,415	566,326	5,399	872,653	7,235,805

(b) Land Valuation

The valuation of the land for 54 McCaughey Street, Turner ACT was \$4,000,000 and was based on the estimated (fair) value of the land in an open market. The valuation was carried out as at 30 June 2017 by Jones Lang LaSalle Advisory Services Pty Ltd (JLL).

The Director's used JLL's and CBRE valuation on similar properties and it is of the directors view that the JLL valuation is understated on the basis that similar properties were valued between \$5-\$5.5 million. Therefore, the directors believed the increase was for \$4 million to \$5 million

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

9 Financial liabilities

	2021	2020
	\$	\$
CURRENT		
Poker machine finance	-	14,040
Equipment finance	34,750	33,474
Mortgage loans	26,112	24,677
Bank loans	90,000	90,000
Total current borrowings	150,862	162,191

	2021	2020
	\$	\$
NON-CURRENT		
Equipment finance	67,190	101,941
Mortgage loans	53,472	71,531
Bank loans	436,960	631,637
Total non-current borrowings	557,622	805,109

The Bank loan is secured by a registered first mortgage over certain leasehold properties owned by the Association.

10 Trade and Other Payables

	2021	2020
	\$	\$
CURRENT		
Trade payables	145,068	96,268
Accrued expense	14,869	18,583
GST payable	17,961	-
Other payables	23,608	15,188
	201,506	130,039

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.

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

11 Employee Benefits

	2021	2020
	\$	\$
CURRENT		
Long service leave	32,011	30,794
Provision for annual leave	13,958	19,245
	<u>45,969</u>	<u>50,039</u>
NON-CURRENT		
Long service leave	3,009	2,092
	<u>3,009</u>	<u>2,092</u>

12 Other Liabilities

	2021	2020
	\$	\$
CURRENT		
Amounts received in advance	14,153	23,000
	<u>14,153</u>	<u>23,000</u>

13 Asset revaluation reserve

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

14 In-kind donations

Total in-kind donations received in financial year end 30 June 2021 was \$10,852 (2020: \$22,797)

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements For the Year Ended 30 June 2021

15 Events after the end of the Reporting Period

COVID-19

The COVID-19 outbreak has impacted the way of life in Australia. This has affected the ability of the Association to continue operations as usual and has impacted on its operating results. In accordance with national guidelines, the Association has implemented arrangements in response to government requirements and to ensure the wellbeing and safety of all employees and visitors.

The Association was compulsorily shut down on Thursday the 12th of August 2021 at 5pm and remains shut to the date at writing. The net cost to the club is \$25,000 per month after government subsidies are accounted for.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

16 Association Details

The registered office of the Association is:
Canberra North Bowling Club Inc
54 McCaughey Street
Turner ACT 2612

17 The Gaming Machine Act 2004: Disclosure

GST amounts are included in the poker machine cash cleared only.

	2021 \$	2020 \$
Poker Machine Trading		
Gross Takings	807,863	451,736
	807,863	451,736
Less: Cost of goods		
Depreciation	113,082	105,322
Repairs and Maintenance	60,331	54,239
Poker Machine Tax	58,793	18,489
Gambling Assistance Fund	9,087	5,041
Sponsorship and Donations	16,306	40,653
Member Competitions	6,193	1,363
Bonus Point Redemption	7,331	4,844
Poker Machine Compliance	238,630	170,190
Licensing	4,717	1,069
	514,470	401,210
Gross Surplus from Gaming	293,393	50,526

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Notes to the Financial Statements

For the Year Ended 30 June 2021

17 The Gaming Machine Act 2004: Disclosure

(a) Section 54(a) of the Gaming Machine Act 2004 - Contracts with influential persons :

The Club has entered a management agreement with Capital Gemini Group to act as operations managers of the licenced club.

(b) Section 54(b) of the Gaming Machine Act 2004 - contractual arrangements or consultancies with remuneration greater than \$99,999

None

(c) Section 54(c) of the Gaming Machine Act 2004 - contractual arrangements or consultancies with remuneration equal to or more than \$150,000

None

(d) Section 54(d) of the Gaming Machine Act 2004 - any benefits taken by a person during the financial year.

None

Canberra North Bowling Club Inc

ABN: 75 828 479 707

Statement by Members of the Committee


The committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 2 to the financial statements.

In the opinion of the committee the financial report as set out on pages 3 to 20:

1. Presents fairly the financial position of Canberra North Bowling Club Inc as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Canberra North Bowling Club Inc will be able to pay its debts as and when they fall due.

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

President 

Treasurer 

Dated 16/11/2021

Canberra North Bowling Club Inc

Independent Audit Report to the members of Canberra North Bowling Club Inc

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Canberra North Bowling Club Inc (the Association), which comprises the statement of assets and liabilities as at 30 June 2021, 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 statement by members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 30 June 2021 is prepared, in all material respects, in accordance with the Associations Incorporation Act (ACT) 1991.

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 Association in accordance with the auditor independence requirements of 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 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in its reporting requirements. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Act (ACT) 1991, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association'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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting 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 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.

Canberra North Bowling Club Inc

Independent Audit Report to the members of Canberra North Bowling Club Inc

As part of an audit in accordance with the 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 management.
- Conclude on the appropriateness of the management'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 reporter, 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 management 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.

Hardwickes
Chartered Accountants

Bhaumik Bumia CA
Partner

Canberra

Date: 10 November 2020

Canberra North Bowling Club Inc

ABN: 75 828 479 707

For the Year Ended 30 June 2021

Detailed Statement of Profit or Loss

	2021	2020
	\$	\$
Income		
Bar income	3,272,769	2,011,264
Barefoot bowls	287,815	227,281
Carpark permit	25,506	33,552
Cash Flow Boost	5,000	15,000
Commissions	51,286	40,183
Grant income	23,000	-
Green fees	45,875	33,698
Insurance recovery	(11,240)	84,091
Interest income	6	7
JobKeeper subsidy	21,000	15,000
Meat raffles	-	32,384
Member subscriptions	36,468	21,936
Miscellaneous income	18,160	32,321
Profit on sale of fixed assets	-	525
Poker machine income	807,863	451,736
Rental income	50,636	48,491
	4,634,144	3,047,469
Cost of sales	1,017,894	673,368
Expenditure		
Accounting fees	12,800	9,540
Advertising and promotion expenses	69,080	78,091
Bank charges	(989)	3,957
Cleaning and laundry	72,599	46,711
Cost of bowls	6,120	2,142
Depreciation	143,812	134,945
Depreciation poker machines	113,082	105,322
Electricity and gas	99,438	90,069
Glassware - Bar	12,738	6,380
Holiday leave	(5,287)	(8,894)
Insurance	36,713	32,258
Interest paid	44,855	45,779
Juke box hire	3,950	3,052
Kitchen supplies	3,537	5,170
Licence fees	2,693	8,538
Long service leave	2,134	2,716
Management expenses	1,498,920	934,720
Materials and supplies	16,956	21,235
Meat raffle costs	37	25,640
Members amenities	73,928	57,440
Minor equipment expense	1,463	-
Office expense	1,366	720
Poker machine cost	378,991	277,556
Printing and stationery	10,652	6,695
Rates and taxes	9,293	10,678

Canberra North Bowling Club Inc

ABN: 75 828 479 707

For the Year Ended 30 June 2021

Detailed Statement of Profit or Loss

	2021	2020
	\$	\$
Repairs and maintenance	47,682	43,345
Security costs	67,436	13,330
Staff expenses	40,837	26,652
Stock audit	8,450	4,100
Sundry expenses	66,302	44,309
Superannuation contributions	9,021	8,791
Telephone and internet	41,857	38,631
Wages and salaries	99,062	98,707
Workers compensation insurance	2,474	2,398
Waste removal and pest control	17,893	12,386
Water and sewerage	19,350	23,598
	3,029,245	2,216,707
Surplus before income taxes	587,005	157,394
Income tax expense	-	-
Retained profit at the beginning of the financial year	1,703,737	1,546,343
Retained profit at the end of the financial year	2,290,742	1,703,737

Canberra North Bowling Club Incorporated

Independent Audit Report to the members of Canberra North Bowling Club Incorporated

Scope

We have audited the attached Community Purpose Contribution Statements for the Canberra North Bowling Club Incorporated for the period 1 July 2020 to 30 June 2021. The Club's directors are responsible for the community purpose contribution statements and have determined that the reporting policies used which form the statements are consistent with the community purpose contribution reporting requirements of the *Gaming Machine Act 2004 (Act)*. We have conducted an independent audit of the community purpose statement in order to express an opinion on it to the members and stakeholders of Canberra North Bowling Club Incorporated. No opinion is expressed as to whether the reporting policies used are appropriate to the needs of members.

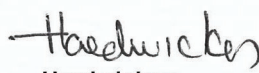
We disclaim any assumption of responsibility for any reliance on this report to any person other than the members, for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the community purpose contribution statement. These procedures have been undertaken to form an opinion whether, in all material respects, the community purpose contribution statements are presented fairly in accordance with the requirements of the *Gaming Machine Act 2004 (Act)*.

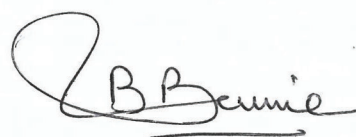
The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the community purpose contribution statement presents fairly in accordance with the requirements of the *Gaming Machine Act 2004 (Act)* for Canberra North Bowling Club Incorporated for the period 1 July 2020 to 30 June 2021.



Hardwickes
Chartered Accountants



Bhaumik Bumia CA
Partner

Canberra
16 November 2021

Date:

Mr Bhaumik Bumia
Hardwickes Chartered Accountants
PO Box 322
CURTIN ACT 2605

Dear Mr Bumia

This representation letter is provided in connection with your audit of the financial report of Canberra North Bowling Club Inc for the year ended 30 June 2021 for the purpose of you expressing an opinion as to whether the financial report gives a true and fair view in accordance with Australian Accounting Standards and the *Associations Incorporation Act 1991*

We confirm that:

Financial Report

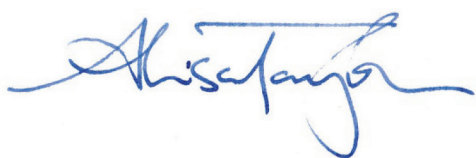
1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement dated 31 August 2021 for the preparation of the financial report in accordance with Australian Accounting Standards and the *Associations Incorporation Act 1991* in particular the financial report gives a true and fair view in accordance therewith.
2. Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
3. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of Australian Accounting Standards.
4. All events subsequent to the date of the financial report and for which Australian Accounting Standards require adjustment or disclosure have been adjusted or disclosed.
5. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial report as a whole. At the end of the audit process, there were no material uncorrected misstatements identified during the audit.
6. The association has complied with all aspects of contractual agreements that could have a material effect on the financial report in the event of non-compliance.
7. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial report in the event of non-compliance.
8. The association has satisfactory title to all assets and there are no liens or encumbrances on the association's assets.

Information Provided

9. We have provided you with:

- a. Access to all information of which we are aware that is relevant to the preparation of the financial report such as records, documentation and other matters;
 - b. Additional information that you have requested from us for the purpose of the audit; and
 - c. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
10. All transactions have been recorded in the accounting records and are reflected in the financial report.
11. We have disclosed to you the results of our assessment of the risk that the financial report may be materially misstated as a result of fraud.
12. We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the entity and involves:
- a. Management;
 - b. Employees who have significant roles in internal control; or
 - c. Others where the fraud could have a material effect on the financial report.
13. We have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the entity's financial report communicated by employees, former employees, analysts, regulators or others.
14. We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing the financial report.
15. We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
16. We have provided you with all requested information, explanations and assistance for the purposes of the audit.

Yours faithfully



Signatory name: Alisa Taylor

Signatory title: President

Signing on behalf of the committee members

54 McCaughey Street, Turner ACT
PO Box 6038 O'Connor ACT 2612
ABN: 75 828 479 707

