



A U S T R A L I A

2019

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2020

**MORUYA  
GOLF CLUB**

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# NOTICE OF ANNUAL GENERAL MEETING

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Notice is hereby given that the Annual General Meeting of Moruya Golf Club Ltd will be held on Thursday 29th October 2020 at 5.30pm at the Moruya Golf Club premises, Evans St, Moruya.

## BUSINESS

1. To confirm the minutes of the last Annual General Meeting held on the 24th October 2019.
2. To receive and consider: -
  - a) President's Report
  - b) Trading, Profit and Loss Account for the year ended 30th June 2020 and Balance Sheet as at 30th June 2020, together with the Directors Report and Statement and Auditors Report.
  - c) To appoint auditors Gleeson & Partners to continue in office.  
*Questions pertaining to the financial statements should be lodged in writing with the General Manager at least 7 clear days before the Annual General Meeting. Full reports are available on*  
**[www.moruyagolfclub.com.au](http://www.moruyagolfclub.com.au)**
  - d) Declare the Election of Directors for the Year 2020
3. To consider, and if thought fit, pass the following resolutions as detailed below.
4. General Business
5. Close of meeting.

# ORDINARY RESOLUTION

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## FIRST RESOLUTION

That approval is given to budget provision of an annual sum (not exceeding \$30,000.00) to meet such of the following expenses of the Club that may be approved by the Board of Directors from time to time

- a)** Presentations to members (other than in the form of money) or to other persons to acknowledge services, which in the opinion of the Directors were of benefit to the club.
- b)** Sponsorship by payment of money for provision of such sporting events, sports persons or community organisations which in the opinion of the Directors will be beneficial to the club and the community.
- c)** The reasonable cost of meal and beverages for each Director either within the club or elsewhere in relation to the duties of a Director including the entertainment of special guests of the club in relation to club business and such other promotional activities as may be approved by the Board.
- d)** Reasonable expenditure of food and refreshments for Directors and Senior Management Officers in entertaining guests of the club in the club dining rooms where such expenditure is reasonably and promptly incurred in the course of that Director or Senior Management Officers club duties.
- e)** That the President and Directors be entitled to a specific parking space in the car park which he/she may (in his / her absolute discretion) make available to other members when not being used by that Director.  
The Board of Directors shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorising payment.

# ORDINARY RESOLUTION

## Notes to members

Items a) & b) are inserted to meet the disclosure requirements of the Registered Clubs Act and the Corporations Law. They formalize items of expenditure, which have been traditionally shown for in the clubs annual accounts under various headings approved by members on adoption of accounts. Items c, d & e need not be included in the resolution as the Act allows those resolutions to be approved by the Board but the Directors would prefer to inform members clearly of the type of expenses that may be approved by the Board and adoption of this resolution will confirm and set an upper limit on the amount to be expended.

## SECOND RESOLUTION

That approval is given to budget an annual sum (not exceeding \$10,000) to be used for such professional development and education of Directors, the General Manager or other employees of the club, as shall be approved by the Board of Directors from time to time

- a)** The reasonable cost (including the cost of meals, accommodation and travel) of selected Directors attending Clubs NSW meetings, the meetings of other associations of which the club is a member as well as educational industry meetings
- b)** The cost of selected Directors attending formal functions to represent the Club (including but not limited to dinners conducted by Club NSW in conjunction with its Annual General Meeting) and the cost associated with the attendance of Directors spouses at any such function where that attendance is expected or required.
- c)** Costs of and incidental to Directors fact finding and information tours including but not limited to seminars, trade displays, lectures, organized study tours and other like events as may be approved by the Board of Directors from time to time.

# ORDINARY RESOLUTION

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- d) Attendance of selected Directors at gaming conferences and other educational or business related activities on behalf of the club.
- e) Such other reasonable out of pocket expenses incurred by the General Manager, an Employee or Director of the club in the course of carrying out their duties in relation to the club.

The Board of Directors shall, where appropriate, obtain production of proper documentary evidence of expenditure before authorising payment.

## **Notes to Members**

The second resolution

is also not strictly necessary under that Act as all the specified expenditure can be approved by the Board of Directors without reference to a general meeting of members, however once more the Directors would like to set out clearly for the benefit of the members the type of expenditure that is being incurred to ensure that Directors keep up to date with current club industry developments and that the club is represented by selected Directors and employees at various meetings of associations of which the club is a member.

# CLUB PROPERTY REPORT

## CLUB PROPERTY REPORT

Pursuant to Section 41J (2) of the Registered Clubs Act for the financial year ended 30th June 2020:

(a) The following properties which are either owned or occupied by the Club are the core property of the Club;

(i) licensed premises occupied by the Club the Corner of Evans & Murray St, Moruya; and

(ii) Free hold land consisting of titles 21/551001, & 1, 2, 3, 4/30/758710. Being that land currently containing the 3rd, 4th, 5th and part of the 6th holes immediately north of the former Murray St – South Head road carriageway.

(b) The Club does not own or occupy any non-core property.

### **Notes to Members**

#### Section

41J(2) of the Registered Clubs Act requires the annual report to specify the core property and non-core property of the Club as at the end of the financial year to which the report relates. Core property is any real property owned or occupied by the Club that comprises:

(a) the defined premises of the Club; or

(b) any facility provided by the Club for use of its members and their guests; or

(c) any other property declared by a resolution passed by a majority of the members present at a general meeting of Ordinary members of the Club to be core property of the Club. Non-core property is any other property (other than that referred to above as core property) and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.

# PRESIDENTS REPORT

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Greetings fellow members. What a year we have all experienced to date and it looks set to continue.

Summer and the New Year saw the devastating bushfires statewide with massive losses of property and sadly quite a few lives. The club provided meals to firefighters and some refuge to those in need during this time.

While everyone was still assessing the damage caused from the fires we endured our first lot of flooding and Club activities were once again put on hold.

March came, and so did COVID 19, the virus that would change everything. Everything that you and I took for granted as normal was about to change forever. The pandemic led to lockdown and the closure of many places of business and recreation.

However, during this time and with a lot of foresight G.M. Josh started to do some work within the club which escalated to a complete renovation and repaint of the Club interior. After some time and plenty of thought with the expert help of retired tradesmen and volunteer work from members, board and staff we have achieved an amazing result for a small amount of expense. Congratulations to all involved.

The COVID pandemic continued and we had to cancel or postpone scheduled events and shows as we began to reopen with restrictions, thus causing considerable disruption to club income and to member's entertainment and activities.

# PRESIDENTS REPORT CONTINUED

The skies opened again for a second lot of flooding and golf was halted once more for a couple of weeks. Taking everything into consideration the club is coping extremely well and congratulations to the General Manager for ensuring our current position.

We do not know how long COVID restrictions will remain in place and no time frame can be stated that things will ever return to precovid normality. The club is open and trading, we are COVID safe, so come and enjoy a meal and a drink (within restrictions) and support your club.

I would like to thank the Board for their support during the year. A special thank you to Ian Chalmers, who is returning to Sydney. Ian has achieved an enormous amount during his 3yrs on the Board and we will miss his expertise into the steering of our club. Good luck Ian and Sri.

Thank you to all staff. Hully and crew on Course, Daffy and the mob in the bar, Jim and team in the restaurant, Leanne and Laura admin, Andrew and Kane who run the Proshop and GM Josh. It is a credit to everyone for forming together during such a difficult year and achieving such great results.

Thank you to all Members for your understanding of the situation and adhering to restrictions. Keep doing the right thing. Enjoy your club, each other's company and your golf.

Peter Mylott  
President

# TREASURERS REPORT

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Well, what a year!

First bush fires and then Covid-19. Despite these very difficult trading conditions, we have had an outstanding result, recording a net profit for the financial year of \$45,165. This is a fantastic turnaround in our financial situation compared with the last reporting period.

Some of our trading losses incurred from the bush fires during our busy summer trading period were alleviated by an insurance payment. We were also lucky to receive support from Golf NSW, and Clubs NSW in combination with the Parramatta Eels club.

When the pandemic hit Josh was able to demonstrate that our Club qualified for the Jobkeeper program and so during the period of forced closure, we were able to retain and pay most of our staff. In addition to Jobkeeper the Club was also able to obtain significant tax relief through the governments Cashflow boost program designed to credit back some of the clubs BAS.

We were fortunate that members and visitors were able to continue to play golf even though the Clubhouse was closed, so at least we had some revenue to cover our expenses.

You will also have seen the renovations that occurred in the Clubhouse during our forced closure. This project was led by Josh and helped enormously by staff, directors and members.

# TREASURERS REPORT CONTINUED

Since re-opening, the Club has been trading well. This is probably in large part due to the more attractive Clubhouse appearance and comfort level.

A very large contributing factor to the Club's financial turnaround is our General Manager Josh Prowse. Josh's business/finance expertise, leadership ability, common sense and sheer hard work are outstanding. As Treasurer, I would like to thank him greatly for his contribution during the year.

I would also like to thank all of our staff who have stuck with us during this difficult year and have, with good grace, been willing to pitch in to do whatever was necessary during the year. Brent and the greens team, Daffy and the bar team, James and the restaurant team, Andrew and Kane in the Proshop and Leanne and Laura in the office. We are truly fortunate to have such a great team.

Lastly, I would like to thank you, our members for your ongoing support and commitment to our Club.

Kym Batt  
Treasurer

# CAPTAINS REPORT

Well what a very interesting and ever changing year we have experienced. We have been through Bush Fires, we have been through Floods and we are still going through Covid-19.

Let me retrace our year from post last years report. Under the guidance of our new General Manager Josh Prowse and our new Professional Andrew Booth our Club and our Golf was growing to very strong levels with the future looking to continue with that strong growth.

We completed the remainder of our Major events for 2019

Men's & Ladies Senior Open -      A Grade Gross - Russell Rogers  
    B Grade Gross - Graham Cowdroy

    A Grade Net - Laurie Buckle  
    B Grade Net - Peter Watson

    Ladies - Barbara Kennedy

Mixed Foursomes - Gross -      Marcus Grant / Melinda Asbury  
    Net -      Ken Brown / Val Moore

Men's Open -    A Grade Gross - Brent Hull  
    B Grade Gross - Lee Moraschi  
    C Grade Gross - Tom Heffernan

    A Grade Net - Steve Johnston  
    B Grade Net - Josh Prowse  
    C Grade Net - Pat Coleman

# CAPTAINS REPORT CONTINUED

Men's Foursomes - Gross -	Roo Foran / Mick Johnston
Net -	Chris Blewitt / Charles Laidley

Gold Medal Winner for 2019 was Michael Lynch  
Congratulations to all of the winners.

As I mentioned earlier our club was thriving and our golfing numbers were growing and the social bookings were very strong.

Then the Bushfires hit. These devastating fires really slowed the progress for a few weeks. The fires went out and then we had a small flood. We were just starting to find our feet after these natural disasters and then, yes, Covid-19 struck. Our club house closed but we were still able to continue with golf under certain restrictions. It was truly amazing to experience the massive show of support from the golfing members who just kept showing up to play golf during this time. Their support certainly helped the club through a difficult time.

During the time the club house was closed due to Covid-19 and under the leadership and directions of our General Manager Josh Prowse the club house under went some major renovations beginning at the front door and going all the way through to the restaurant, which now almost completed has given the club a whole new outlook. These renovations were only possible due to the large number of volunteers both members and staff who put their hands up and helped to complete the work. A great job done by all.

Our club house has of course reopened with still some limitations and is showing steady growth again. Our golf is still very strong with very good numbers for all of the competitions. The last flood was only a small hiccup to the golfing members.

The introduction of the MiClub scoring system has been a huge success making bookings more accessible and easier for members,

# CAPTAINS REPORT CONTINUED

the time saved in closing competitions and more recently the digital scoring app. It has also proven to increase social bookings dramatically. There are also many other benefits available for the club to use.

During all of these difficult times we were able to complete some of our major 2020 events.

Men's Foursomes	Gross	Gavin Fitzgerald / Nathan McDiarmid
	Net	Layton Brant / Charles Laidley

Men's Club Championships	- Club Champion	- Gavin Fitzgerald
	Senior Champion	- Brent Hull
	Junior Champion	- P j Grant

Winter Classic	Gross	Gavin Fitzgerald / Mick O'Shea
	Net	Rolly Halligan / Andrew Ganderton

Mixed Foursomes	Gross	Roo Foran / Jan Lumsden
	Net	Brent Hull / Barbara Kennedy

The Men's and Ladies Senior Open and also the Men's Open are still to be decided.

Because of Covid-19 the FSCDGA Pennant competition was cancelled for 2020. Narooma and Moruya and Catalina then got together and played a three way friendly Pennant competition which proved to be very successful.

Moruya Golf Club was awarded the first round of six NSW Qualifying events (a major coup for our club) which was to be held over three days 29th , 30th and 31st August but because of Covid has been postponed to a date to be confirmed possibly late this year or early next year.

# CAPTAINS REPORT CONTINUED

I would like to take the opportunity to thank and congratulate the work that has and is being done by Josh Prowse our General Manager and his administration staff Leanne and Laura and all the bar and restaurant staff. You are all doing a fantastic job

Andrew Booth our Club Professional and Kane Brooks his trustee Trainee are doing a massive job in promoting and growing golf at all levels.

Brent Hull the Course Superintendent and all his staff for the great work you do in preparing and maintaining that ninety or so acres of golf course that is kept at an exceptional level of excellence all year round for the enjoyment of members and visitors.

A big thank you also to my Vice Captain Dave Hyndes and the match committee, John Wassell, Mick Johnson, Gil Arnold, Peter Mylott, Robyn Hawkins, Val Moore, Josh Prowse and Andrew Booth who all meet on a monthly basis to set and guide our golfing program and the same vote of thanks to the Greens committee comprising all the directors , Brent Hull the course superintendent and also Barbara Kennedy for her tireless efforts in keeping all the gardens in perfect shape.

Finally a big, big thank you to all the members for your strong support of your club through playing golf and taking advantage of what the club has to offer. When there is something to be done there is always someone there to help.

We look forward to the bright future for this club and continue to grow it to its full potential.

Regards  
Graham Cowdroy  
Club Captain

# WOMENS CAPTAINS REPORT

It is with pleasure I present my report for 2020. We certainly have had a difficult year with droughts, bushfires, floods and Covid 19 to contend with.

The FSC & TGA tournament scheduled to be played at Bega had to be cancelled due to the bushfires, a big disappointment for us all. Our annual FSC & TGA Pennant competition also had to be cancelled due to the devastation caused by the bushfires to the region. Then, along came Covid 19 and lockdown. Golf for women continued with a weekly Stableford competition and strict Covid 19 rules were put in place by GNSW. Following came the rains and again it was with great disappointment that our Moruya Women's Open Tournament had to be cancelled due to flooding and the closure of our course.

The Women's Singles Championships were played over 3 consecutive rounds in June and July. I would like to congratulate all the winners:

Club Champion was Colette Blacklock with a gross score of 262.

A GRADE	Gross winner:	Dee Meek	270
	Runner-up:	Jan Lumsden	282
	Nett winner:	Kym Batt	234
	Runner-up:	Barbara Kennedy	237
B GRADE	Gross winner:	Jan Young	315
	Runner-up:	Val Nixon	317
	Nett winner:	Leonie Doolan	235
	Runner-up:	Lyn Gibbs	244

# **WOMENS CAPTAINS REPORT CONTINUED**

C GRADE	Gross winner:	Joan Hosking	345
	Runner-up:	Judi Hebbard	350
	Nett winner:	Shirley Noy	246
	Runner-up:	Joanne Dixon	247

The Mixed Foursomes Championships were played in August  
winners were: Jan Lumsden & Roo Foran with a Gross score of 84.

The Jennifer Oliver Match Play Knock-out winner was Christine Edwards.

## Women's Foursomes Championship

A GRADE	Gross winner:	Dee Meek & Collette Blacklock	174
	Runner-up:	Jan Lumsden & Barbara Kennedy	188
	Nett winner:	Kym Batt & Lyn Gibbs	140
	Runner-up:	Barbara Roberts & Jenny Ellis	151 c/b
B GRADE	Gross winner:	Angie McMillan & Pauline Nash	211
	Runner-up:	Leonie Doolan & Cindy Becker	222
	Nett winner:	Marilyn Bingham & Jo Dixon	153
	Runner-up:	Shirley Noy & Sam Dryden	154 c/b

The Women's Gold Medal Play-off is scheduled to be played on 30th September.

The District Gold Medal Play-off is scheduled to be played at Moruya on Friday 9th October. This event has been given approval by Golf NSW to go ahead.

I would like to express my appreciation to Andrew Booth and Kane Brooks. Their enthusiasm and vitality has brought a breath of fresh air to the club and their very successful coaching clinics have many people "singing their praises".

# **WOMENS CAPTAINS REPORT CONTINUED**

Brent Hull, Course Superintendent, together with the Green's staff have, as always, provided us with an excellently preserved and maintained golf course of which to be proud of. Thank you.

Josh Prowse, a positive and inspirational leader who has introduced MiClub, a system that has helped the women unconditionally. Leanne Ta and Laura Hawkins, I thank you also for your wisdom, advice and ongoing support throughout the year.

Daffy and Staff, thank you for all the beverages. Your welcoming faces, kind words and excellent service never fails to put a smile on our faces.

Jimmy McIntyre and Restaurant staff, your friendly service and meals are amazing.

I would like to take the opportunity to thank my Committee:-  
Lyn, Val, Joan, Vicki, Barbara, Margaret, Judi and Marilyn. What a great support you have all been to me throughout the year.

Last but not least I would like to thank Barbara Kennedy for the recording of weekly scores, most appreciated.

Robyn Hawkins  
Women's Captain

# VETERAN GOLFERS REPORT

Given the horror of 2020 our golfers have fared surprisingly well. Our morale, bonhomie and sense of humour remains as strong as ever and we have become used to pins that can't be pulled out, bits of foam which almost fill the cup and which MAY have prevented your putt from dropping and CERTAINLY ruined mine. And the sword fight with putters that follows end of play instead of a handshake becomes a bit of fun. I hope my putter isn't damaged as it hasn't been behaving too well lately!

Despite the levity, our golfers maintained social distancing and hand washing with consistent respect and this was maintained as we moved from pairs to groups of four once again. We have about 90 members and about 45 on average played each week. This is slightly below average and may be attributed to the brutal heat and fire conditions at the beginning of the year and the COVID situation which is still with us. We certainly understand people hesitating to play when the threat of the virus on people of our age with, perhaps, asthmatic or other breathing problems, always looms. On the other hand, we are fortunate in this area that we have been able to get outside and socialise much more readily than most.

Our handicappers perform their task gleefully. We are a social group and the aim is to spread the love around. Therefore, winners are handicapped quite severely (3,2,1 strokes for the first three place getters on the theory that they won't be on the winners' list too often). This is well accepted and consistent players often win a ball anyway. Here are some figures of people who have improved quite well:

# VETERAN REPORT CONTINUED

## Women

Jo Dixon (43–34), Margaret Douglas (15–6), Jane Goodrum (45–38), Noelene Levi (42–35), Phyllis Reid (37–27), Cathy Smith (34–28), Viv Thornett (21–11), Sue Wallensky (16–7) Jan Young (25–13)

## Men

John Anderson (26–21), Gil Arnold (27–17), Rob Burnett (20–12), Gerry Deevy (33–26), Bruce Edmunds (25–15), Denis Goodrum (21–16), Denis Haynes (23–17), Mike Hitchcock (27–22), Ross Hosking (23–15), Bruce MacLatchy (36–24), Frank Munda (16–13), Billy Olmos (23–16), Jim Purtell (25–20), Paul Stacey (28–16), Gary Wales (10–4), David West (32–27), Barry Young (36–27). Firm but fair!

As a result of the virus we missed our Hospital Charity Day and our EVWOG (Eurobodalla Week of Golf) was cancelled by NSWVGA. Our two competitions against Mollymook went the way of all flesh as well. Balancing this was the Moruya Physiotherapists' generous 18 hole competition and a couple of other special events such as Patrons' Day. We all enjoyed the social game at Oaks Ranch when our course was closed for coring.

One group which made wonderful use of the COVID shut down was the club staff. Everyone was kept working opening up the bar area, screening the toilets creatively and applying more than a lick of paint. They were ably assisted by the board of Directors and a wonderful group of volunteers. Well done all to all involved. Great initiative.

# VETERAN REPORT CONTINUED

The Green Keeping Staff did several major jobs whilst the lockdown was on as well as maintaining the greens and fairways to their legendary high standard. The Vets helped out where they could and were all set to do their bit with the coring, even though they weren't looking forward to the raking of heavy sand but the cunning staff located some special machinery and did a timely rain dance so the greens should come back better than ever. Well done lads.

I would like to acknowledge our outgoing captain, Gil Arnold. Gil is to have an operation and we hope for the best and hope his recuperation doesn't hold him back too long from his golf and life. When Gil took over from Alex Wallensky he hadn't much experience but Alex and Sue helped him along and I believe he is well across the tricky and never-ending business of captaincy. We have benefited from his well-organised style and his willingness to consult widely and think of everyone before he makes his decisions with the committee. The captaincy is quite a job and everyone in the committee, doing their part as well, knows the importance of the job. Well done Gil and see you soon.

Alex Wallensky will take over the position until the AGM at least on October 26 and I for one am happy and relieved we can call on someone as experienced and capable for this position. Many of the Vets help out in all sorts of ways but the captaincy role is paramount.

Enjoy your golf, Christmas, family and friends and let's hope for a great 2021.

Ross Hosking

President Moruya Vets

# GENERAL MANAGERS REPORT

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Dear Valued Members,

On behalf of the Board of Directors of the Moruya Golf Club it is my pleasure to present you with the General Manager's report for the year ending 30 June 2020.

It has been an interesting year to say the least. Many changes were implemented throughout the Club to start the financial year and we were beginning to see the benefits of updating our procedures, Club house and course operations. Just as the wheel started to turn we were hit with the devastating bush fires which caused a great deal of damage and even the loss of lives. We made it through the bush fires from a Club perspective with all staff helping out the community, members and evacuees who found shelter in Moruya. I could not be more impressed with how all the staff handled the bush fires and I would like to congratulate them personally.

Once we made it through the bush fires we were once again hit with something which we could not control in what we all know as Coronavirus (Covid-19). The Club was closed through no choice of our own on the 22nd March 2020 due to Covid restrictions. Once the realisation hit home that this closure was going to be for a prolonged period of time, the Staff, Directors and Members of our great club all jumped into a full club refurbishment. The work that was completed is nothing short of amazing and I cannot thank those who helped out enough. Club's like ours survive and thrive on great spirit and that is shown in the work that was completed. We still have a few pieces of furniture which are yet to arrive. Once they do the club refit will be well on its way to completion.

# GENERAL MANAGERS REPORT CONTINUED

The presentation of our golf course continues to thrive under the leadership of our Course Superintendant Brent Hull. The quality of our course that we offer members and visitors continues to improve each year. Brent and his team are the reason we can provide you with what is arguably the best condition golf course along the South Coast year in year out.

I would like to thank all our volunteers who help us maintain the course, help out during golf events, support our junior program and help keep our club house clean during the year. All the volunteers should give themselves a pat on the back!

Some of the club's upgrades this year include swapping the golf system to MiClub in late February, which has proven to be a great success with our members and has been a big driver in the increased number of visitors to our great course.

During November we were able to upgrade the club's courtesy bus which was desperately needed. We upgraded the advertising on the bus at the same time which has helped lift the clubs image around town and surrounds.

At the end of September we upgraded the clubs golf cart fleet and included a fully integrated GPS system in the carts. The carts cost was increased with the added GPS system however the Board chose not to increase the cost of cart hire to continue to support our members who support the club via continued hire.

These were some of the many club improvements made over the course of the year, all aimed at providing our members and guests with a warm, clean and friendly venue to visit.

# GENERAL MANAGERS REPORT CONTINUED

Financially this year has been like no other. The outlook from the bush fires and Covid was nothing short of frightening. But with the help of the Board of Directors and staff we have been able to turn a profit of \$45,165 which is an incredible result. This year we also depreciated a total of \$325,302 Overall a great result for our club which we hope to carry into the 2020 - 2021 year. With the unknown future we have in front of us due to Covid we need to be cautious with the clubs spending and set our financials up to survive long term.

I would like to thank all the staff here at Moruya Golf Club, our excellent quality service is a huge part of the reason we have developed a reputation as a quality and friendly Club in our community. Daffy and his team at the bar, James and the kitchen team, Brent and the course team and Leanne and Laura in the office. You have all been amazing during a difficult year.

Finally and most importantly, a BIG thank you to all our members for your continued support and patronage of our fantastic club.

Josh Prowse  
General Manager

# INDEPENDENT AUDITORS REPORT

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MORUYA GOLF CLUB LTD  
ABN: 45 000 402 424

ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED

30 JUNE 2020



# DIRECTORS REPORT

Your directors present their report on the company for the financial year ended 30 June 2020. The names of the directors in office at any time during the year together with their qualifications and any special allocated responsibilities are as follows:-

MYLOTT, Peter	Retired	President Finance Committee
MOORE, Brett	Retired	Director Finance Committee
BATT, Kym	Retired	Treasurer Finance Committee (Chair)
COWDROY, Graham	Retired	Captain Greens Committee (Chair) Match Committee (Chair) Finance Committee
COWDROY, Noelene	Retired	Director Finance Committee
CHALMERS, Ian	Retired	Director Finance Committee
HYNDES, David	Retired	Vice President Finance Committee Match Committee Course Committee

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

# DIRECTORS REPORT CONTINUED

Director	Meetings Eligible to Attend	Meetings Attended
P Mylott	12	12
B Moore	12	9
K Batt	12	9
N Cowdroy	12	12
I Chalmers	12	11
D Hyndes	12	12
G Cowdroy	12	12

## Club's Objectives

To promote and conduct the game of golf and such other pastime and recreations as the club may deem expedient.

The Club's short term objectives include increasing the level of membership and patronage of the Club while ensuring compliance with legislative and regulatory obligations. In the long term, the Club's objectives include asset replacement, increased member services and lower dependency on gaming through diversification of facilities and services.

## Strategies to meet objectives

The Club has developed a strategic plan to deliver the objectives of the club.

## Principal activities

The nature of operations and principal activities of the club during the financial year were to conduct a golf club and licensed operations.

## Achievement of objectives

The ongoing operation of the Club and business development activities will assist the Board to deliver the strategic plan.

# **DIRECTORS REPORT CONTINUED**

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## **Measurement of performance**

Key performance indicators are approved by the Board and reported on by the CEO to the Board on a monthly basis. The key performance indicators include financial and non-financial measures.

## **Financial results profit**

The Club reported a profit for the year of \$45,165 (2019 \$21,985).

## **Covid-19**

The Directors have assessed the impact of COVID-19 on the company's performance. A program is in place to reduce costs in line with declining revenues and also to ensure as far as practicable trading operations can continue in accordance with Government mandated regulations. For the financial year ended 30 June 2020 the company received \$179,500 in Federal Government financial assistance.

## **Auditor's Independence Declaration**

The lead auditor's independent declaration for the year ended 30 June 2020 has been received and is set out on page 29.

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

Director: Peter Mylott

Dated this 29th day of September 2020

# AUDITORS INDEPENDENT DECLARATION

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Auditor's Independence Declaration  
To The Directors of Moruya golf Club Ltd  
Under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020 there have been no contraventions of:

- i. the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

Gleeson & Partners  
Joseph O'Sullivan

Date: 28 September 2020

Shop 23 Fenning Place  
Batemans Bay NSW 2536

# STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

## Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2020

	Note	2020	2019
		\$	\$
Revenue	2	3,091,254	3,088,690
Changes in inventories		7,841	(1,724)
Raw materials and consumables used		(437,199)	(454,817)
Employee benefits expense		(1,230,960)	(1,209,138)
Depreciation and amortisation expenses		(325,302)	(255,250)
Promotion expenses		(252,495)	(279,232)
Golf expenses		(299,960)	(326,541)
Audit, legal and consulting expenses		(24,961)	(16,795)
Administration expenses		(257,394)	(277,904)
Finance costs		(30,053)	(24,791)
Maintenance expenses		(101,559)	(83,824)
Other expenses		(94,047)	(136,689)
<b>Profit (loss) before income tax</b>		<b>45,165</b>	<b>21,985</b>
Income tax expense		-	-
<b>Profit (loss) for the year</b>		<b>45,165</b>	<b>21,985</b>
<b>Other Comprehensive Income:</b>			
Other comprehensive income for the year, net of tax		-	-
<b>Total Comprehensive Income/(Loss) for the year</b>		<b>45,165</b>	<b>21,985</b>

The accompanying notes form part of these financial statements.

# STATEMENT OF FINANCIAL POSITION

## AS AT 30 JUNE 2020

### Statement of Financial Position as at 30 June 2020

	Note	2020 \$	2019 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	217,165	200,623
Trade and other receivables	5	37,472	31,791
Inventories	6	27,744	19,903
Other assets	7	58,825	11,598
<b>Total Current Assets</b>		<b>341,206</b>	<b>263,915</b>
<b>Non-current Assets</b>			
Property, plant and equipment	8	2,318,528	2,398,507
Intangible assets	9	57,300	57,300
Right of use assets	10	204,241	-
<b>Total Non-current Assets</b>		<b>2,580,069</b>	<b>2,455,807</b>
<b>Total Assets</b>		<b>2,921,275</b>	<b>2,719,722</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	11	442,108	555,282
Borrowings	12	82,797	100,922
Provisions	13	171,140	128,975
Lease liabilities		41,882	-
<b>Total Current Liabilities</b>		<b>737,927</b>	<b>785,179</b>
<b>Non-current Liabilities</b>			
Borrowings	12	169,513	129,553
Provisions	13	6,043	4,722
Lease liabilities		162,359	-
<b>Total Non-current Liabilities</b>		<b>337,915</b>	<b>134,275</b>
<b>Total Liabilities</b>		<b>1,075,842</b>	<b>919,454</b>
<b>Net Assets</b>		<b>1,845,433</b>	<b>1,800,268</b>
<b>EQUITY</b>			
Retained earnings		<b>1,845,433</b>	<b>1,800,268</b>
<b>Total Equity</b>		<b>1,845,433</b>	<b>1,800,268</b>

The accompanying notes form part of these financial statements.

# STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

## Statement of Changes in Equity for the year ended 30 June 2020

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2018	1,778,283	1,778,283
<b>Comprehensive income</b>		
Profit for the year	21,985	21,985
Total comprehensive income attributable to members of the company for the year	21,985	21,985
Balance at 30 June 2019	1,800,268	1,800,268
Balance at 1 July 2019	1,800,268	1,800,268
<b>Comprehensive income</b>		
Profit for the year	45,165	45,165
Total comprehensive income attributable to members of the company	45,165	45,165
<b>Balance at 30 June 2020</b>	<b>1,845,433</b>	<b>1,845,433</b>

The accompanying notes form part of these financial statements.

# STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED 30 JUNE 2020

### Statement of Cash Flows for the year ended 30 June 2020

	Note	2020 \$	2019 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		2,910,855	3,083,473
Government grant and subsidy		167,000	-
Payments to suppliers and employees		(2,658,929)	(2,762,879)
Interest received		108	188
Finance costs		(28,145)	(24,791)
<b>Net cash provided by operating activities</b>		<b>390,889</b>	<b>295,991</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(396,182)	(289,533)
<b>Net cash used in investing activities</b>		<b>(396,182)</b>	<b>(289,533)</b>
<b>Cash flows from financing activities</b>			
Increase in asset finance & borrowings		122,278	154,692
Repayment of asset finance & borrowings		(61,615)	(64,522)
<b>Net cash provided by financing activities</b>		<b>60,663</b>	<b>90,170</b>
Net (decrease)/ increase in cash held		55,370	96,628
Cash at beginning of financial year		161,795	65,167
<b>Cash at end of financial year</b>	4	<b>217,165</b>	<b>161,795</b>

The accompanying notes form part of these financial statements.

# NOTES TO FINANCIAL STATEMENTS

## Note 1: Summary of Significant Accounting Policies

### Basis of Preparation

Moruya

Golf Club Limited applies Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian accounting Standards - Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial statements were authorised for issue on the 29 September 2020 by the directors of the company.

### Accounting Policies

#### a. Income Tax

The company is considered exempt from income tax under div 50 of the Income Tax Assessment Act 1997.

#### b. Inventories

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

#### c. Property, Plant and Equipment

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

Plant and equipment

Plant and equipment are measured on the cost basis.

The

carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets, excluding freehold land, is depreciated on a straight-line and diminishing value basis over the asset's useful life to the company commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Buildings	1-10%
Plant and equipment	5-25%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

# NOTES TO FINANCIAL STATEMENTS

## d. Leases

### The Entity as lessee

At inception of a contract, the Company assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Company where the Company is a lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Entity uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

### Concessionary Leases

For leases that have significantly below-market terms and conditions principally to enable the Company to further its objectives (commonly known as peppercorn/concessionary leases), the Company has adopted the temporary relief under AASB 2018-812 and measures the right of use assets at cost on initial recognition.

## e. Financial Instruments

### Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument.

Financial instruments are initially measured at cost. Financial instruments are classified and measured as set out below.

### Classification and Subsequent Measurement

#### (i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at cost.

#### (ii) Financial Liabilities

Non-derivative financial liabilities (excluding financial guarantees) are measured at cost.

## f. Impairment of Assets

At each reporting date, the company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

# NOTES TO FINANCIAL STATEMENTS

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

## **g. Intangibles**

Poker Machine entitlements purchased are valued at purchase price, and are not considered to be depreciable assets. The carrying amount of the assets are reviewed annually by Directors to ensure they are not in excess of the recoverable amount of those assets.

## **h. Employee Benefits**

### **Short-term employee benefits**

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 within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position.

### **Other long-term employee benefits**

The company classifies employees' long service leave and annual leave entitlements as other long-term employee benefits as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which employees render the related service. Provision is made for the company's obligation for other long-term employee benefits, which 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 levels, durations of service and employee departures, and are 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 classified under employee benefits expense.

The company's obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

## **i. Provisions**

Provisions are recognised when the company 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.

## **j. Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

## **k. Revenue**

### **Revenue recognition**

The Company has applied AASB 15 : Revenue from Contracts with Customers (AASB 15) and AASB 1058 : Income of Not-for-Profit Entities (AASB 1058). Apart from the reclassification of deferred income as contract liability there is no impact on the company's financial statements from applying these new standards and accordingly no adjustment to the opening balance of equity at 1 July 2019 was required. The comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions.

### **Operating revenue and subscriptions**

When the company receives operating revenue and subscriptions, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Company:

- identifies each performance obligation relating to the revenue;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

# NOTES TO FINANCIAL STATEMENTS

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the Company recognises income in profit or loss when or as it satisfies its obligations under the contract.

## Interest Income

Interest income is recognised using the effective interest method.

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

## l. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

## m. 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. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

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

## n. Comparative Figures

Comparative

figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

## o. Going Concern

The

financial statements have been prepared on a going concern basis, which contemplates continuity of normal activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

In the event that the Club is unable to continue as a going concern, the Club may not be able to realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the financial statements.

The going concern basis has been used notwithstanding the impact on the Club of COVID-19. If trading conditions do not substantially return to pre COVID levels by quarter four in the 2021 calendar year and Government financial assistance has ceased the Club may be forced to realise assets at below their financial statement carrying amount. During the financial year ended 30 June 2020 the Club received \$179,500 in Federal Government financial assistance.

## p. Critical accounting estimates and judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

### Key estimates – Valuation of intangibles

No impairment loss has been recognised in respect of intangibles for the year ended 30 June 2020 as the company believes that the intangibles are supported by current market trends.

### Key estimates – Provision for Impairment of Receivables

The directors believe that the full amount of receivables is recoverable and no provision of impairment of receivables has been made at 30 June 2020.

# NOTES TO FINANCIAL STATEMENTS

## New and amended Accounting Standards

### Initial application of AASB 16

The Company has adopted AASB 16 : Leases retrospectively with the cumulative effect of initially applying AASB 16 recognised at 1 July 2019. In accordance with AASB 16 the comparatives for the 2019 reporting period have not been restated.

The Company has recognised a lease liability and right-of-use asset for all leases (with the exception of short term and low value leases) recognised as operating leases under AASB 117 : Leases where the Company is the lessee.

The lease liabilities are measured at the present value of the remaining lease payments. The Company's incremental borrowing rate as at 1 July 2019 was used to discount the lease payments.

The right of use assets for equipment was measured at its carrying amount as if AASB 16: Leases had been applied since the commencement date, but discounted using the Entity's incremental borrowing rate per lease term on 1 July 2019.

The right of use assets for the remaining leases were measured and recognised in the statement of financial position as at 1 July 2019 by taking into consideration the lease liability, prepaid and accrued lease payments previously recognised as at 1 July 2019 (that are related to the lease).

The following practical expedients have been used by the Company in applying AASB 16 for the first time:

- for a portfolio of leases that have reasonably similar characteristics, a single discount rate has been applied;
- leases that have remaining lease term of less than 12 months as at 1 July 2019 have been accounted for in the same was as short-term leases;
- the use of hindsight to determine lease terms on contracts that have options to extend or terminate;
- applying AASB 16 to leases previously identified as leases under AASB 117 : Leases and Interpretation 4 : Determining whether an arrangement contains a lease without reassessing whether they are, or contain, a lease at the date of initial application; and
- not applying AASB 16 to leases previously not identified as containing a lease under AASB 117 and Interpretation 4.

The Company was not required to reclassify any assets from Property Plant and Equipment to Right of Use asset on 1 July 2019 due to implementation of AASB 16.

### Initial application of AASB 15 and AASB 1058

The Company has applied AASB 15 : Revenue from Contracts with Customers and AASB 1058 : Income of Not-for-Profit Entities using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118 : Revenue and AASB 1004 : Contributions.

The Company has elected to apply AASB 1058 retrospectively only to contracts that are not completed contracts at the date of initial application. No adjustments to opening retained surplus on 1 July 2019 was required with the application of this standard. A classification change occurred which resulted in the deferred income now being classified as contract liability in line with wording used in AASB 15.

# NOTES TO FINANCIAL STATEMENTS

## Note 2: Revenue and Other Income

	Note	2020 \$	2019 \$
Sales Revenue			
- Bar sales		518,914	615,622
- Restaurant sales		402,676	418,043
- Poker machine revenue		941,891	1,046,122
- Café bar		63,122	83,361
- Keno commission		24,556	23,114
- TAB commissions		6,755	9,365
- Other income		123,674	102,200
- Golfing receipts		278,575	275,616
- Cart and storage receipts		94,700	93,740
- Raffle receipts		36,944	53,664
- Subscriptions		248,398	231,546
- Tournament receipts		22,921	31,109
- Grants received		30,000	105,000
- Government cash boost		62,500	-
- Jobkeeper subsidy		117,000	-
- Insurance recoveries		118,520	-
		<b>3,091,146</b>	<b>3,088,502</b>
Other Revenue			
- interest received on financial assets not at fair value through profit or loss		108	188
		<b>108</b>	<b>188</b>
Total revenue and other income		<b>3,091,254</b>	<b>3,088,690</b>

## Note 3: Profit for the Year

### a. Expenses

	2020 \$	2019 \$
Cost of sales	429,358	456,541
Interest expense on financial liabilities not at fair value through profit & loss:	30,053	24,791
Rental expense on operating leases	-	59,505

## Note 4: Cash and Cash Equivalents

	Note	2020 \$	2019 \$
CURRENT			
Cash at bank		172,165	160,623
Cash on hand		45,000	40,000
		<b>217,165</b>	<b>200,623</b>

### Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	217,165	200,623
Bank overdraft	-	(38,828)
	<b>217,165</b>	<b>161,795</b>

# NOTES TO FINANCIAL STATEMENTS

## Note 5: Trade and Other Receivables

	2020 \$	2019 \$
CURRENT		
Trade receivables	37,472	31,791
	<u>37,472</u>	<u>31,791</u>

## Note 6: Inventories

	2020 \$	2019 \$
CURRENT		
At cost		
- Trading stock	27,744	19,903
	<u>27,744</u>	<u>19,903</u>

## Note 7: Other Assets

	2020 \$	2019 \$
CURRENT		
Prepayments	58,825	11,598
	<u>58,825</u>	<u>11,598</u>

## Note 8: Property, Plant and Equipment

	2020 \$	2019 \$
LAND AND BUILDINGS		
Freehold land at:		
- cost	33,652	33,652
Total land	<u>33,652</u>	<u>33,652</u>
Buildings at:		
- cost	2,345,538	2,345,538
Less accumulated depreciation	(1,253,311)	(1,185,302)
Total buildings	<u>1,092,227</u>	<u>1,160,236</u>
Total land and buildings	<u>1,125,879</u>	<u>1,193,888</u>

	2020 \$	2019 \$
PLANT AND EQUIPMENT		
Plant and equipment:		
- at cost	3,849,840	3,639,269
Accumulated depreciation	(2,657,191)	(2,434,650)
Accumulated impairment losses	-	-
	<u>1,192,649</u>	<u>1,204,619</u>
Total plant and equipment	<u>1,192,649</u>	<u>1,204,619</u>
Total property, plant and equipment	<u>2,318,528</u>	<u>2,398,507</u>

The company's land and buildings were valued on 30/6/20, at \$2,000,000 by directors. Valuations were made on the basis of market value by reference to the capitalisation of income and depreciated replacement cost. The directors believe the carrying amount of land and buildings do not exceed the fair value less costs to sell at 30 June 2020.

# NOTES TO FINANCIAL STATEMENTS

## Note 8: Property, Plant and Equipment (continued)

### 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:

	Improvements			
	Freehold Land	& Buildings	Plant and Equipment	Total
	\$	\$	\$	\$
Balance at 1 July 2019	33,652	1,160,236	1,204,619	2,398,507
Additions	-	-	222,979	222,979
Disposals			(4,435)	(4,435)
Depreciation expense	-	(68,008)	(230,514)	(298,523)
Balance at 30 June 2020	33,652	1,092,227	1,192,649	2,318,528

## Note 9: Intangible Assets

	2020	2019
	\$	\$
Poker machine entitlements at cost	57,300	57,300
Accumulated impairment losses	-	-
Net carrying value	57,300	57,300

  

Reconciliation of Intangibles	
Balance at beginning of year	57,300
Amortisation charges	-
Balance at end of year	57,300

## Note 10: Right of use assets

1. The Company's lease portfolio includes plant & equipment and sections of the golf course. These leases have between 5 and 25 years as their lease term.

The option to extend the golf course lease is subject to mutual agreement with the lessor. There are no extension options for plant & equipment. The extension options which are probable to be exercised have been included in the calculation of the Right of use asset.

2. Concessionary lease

The Company has an ongoing concessionary lease with a State Government Department for the use of clubhouse land. The lease payments are \$10,968 per annum, payable annually.

This lease is measured at cost in accordance with the Company's accounting policy as outlined in Note 1.

The Company is dependent on this lease to continue its operations. More information on the concessionary leases are available as described in Note 1(d).

### i) AASB 16 related amounts recognised in the balance sheet

Right of use assets	2020
	\$
Leased Golf Course	63,873
Accumulated depreciation	(10,645)
	53,228
Leased equipment	156,179
Accumulated depreciation	(16,134)
	140,045
Leased club land	10,968
	10,968
<b>Total Right of use asset</b>	<b>204,241</b>

# NOTES TO FINANCIAL STATEMENTS

Movement in carrying amounts:		
Leased Golf Course:		
Recognised on Initial application of AASB 16 (previously classified as operating leases under AASB 117)		63,873
Depreciation expense	(10,645)	
Net carrying amount		53,228
Leased equipment:		
Recognised on initial application of AASB 16 (previously classified as operating leases under AASB 117)		156,179
Depreciation expense	(16,134)	
Net Carrying Amount		140,045
Leased club land:		
Recognised on initial application of AASB 16 (previously classified as operating leases under AASB 117)		10,968
Net Carrying Amount		10,968

ii) AASB 16 related amounts recognised in the statement of profit or loss

	2020 \$
Depreciation charge related to right-of-use assets	26,779
Short-term leases expense	23,846

**Note 11: Trade and Other Payables**

	2020 \$	2019 \$
<b>CURRENT</b>		
Unsecured liabilities		
- Trade payables	156,940	143,318
- Sundry payables and accrued expenses	179,491	311,177
- Contract liability	105,677	100,787
10a	<u>442,108</u>	<u>555,282</u>

a. Financial liabilities at amortised cost classified as trade and other payables

	2020 \$	2019 \$
Trade and other payables		
- total current	442,108	555,282
- total non-current	-	-
Less contract liability	<u>(105,677)</u>	<u>(100,787)</u>
Financial liabilities as trade and other payables	<u>336,431</u>	<u>454,495</u>

# NOTES TO FINANCIAL STATEMENTS

## Note 12: Borrowings

		2020 \$	2019 \$
CURRENT			
Bank overdraft	11(a)	-	38,828
Asset finance	11(c)	82,797	62,094
		<u>82,797</u>	<u>100,922</u>
NON-CURRENT			
Asset finance	11(c)	119,513	129,553
Other	11(d)	50,000	-
		<u>169,513</u>	<u>129,553</u>

- a. The company has a bank overdraft facility of \$200,000. At 30 June 2020 \$200,000 of this facility is unused (2019: \$61,172). The overdraft is secured by a registered first mortgage over the freehold properties of the company and a floating charge over the receivables and assets of the company.
- b. The carrying amounts of current and non-current assets pledged as security are:

	2020 \$	2019 \$
First mortgage		
- Freehold land and buildings	1,125,879	1,193,888
Floating charge		
- other assets	<u>1,533,855</u>	<u>1,468,534</u>
	<u>2,659,734</u>	<u>2,662,422</u>

- c. The assets finance liabilities are chattel mortgage contracts secured over the plant and equipment subject to the finance. The contracts commence between 2016 and 2019 and are three, four and five year terms. The interest rate is fixed at between 5.1% and 6.7%.
- d. An unsecured loan has been advanced by the NSW Government for working capital purposes. No repayments are required ~~as~~, no interest will be charged until 31 May 2022. Principal and interest repayments over a three year period will commence 31 May 2022. The interest rate will be reviewed and reset on 1 July each year and will be 50% of the 10-year Commonwealth bond rate.

## Note 13: Provisions

	2020 \$	2019 \$
CURRENT		
Provision for employee benefits:		
annual leave	110,000	72,994
Provision for employee benefits:		
long service leave	<u>61,140</u>	<u>55,981</u>
	<u>171,140</u>	<u>128,975</u>
NON-CURRENT		
Provision for employee benefits:		
long service leave	<u>6,043</u>	<u>4,722</u>
	<u>6,043</u>	<u>4,722</u>
	<u>177,183</u>	<u>133,697</u>

	Employee Benefits \$	Total \$
Analysis of total provisions:		
Opening balance at 1 July 2019	133,697	133,697
Additional provisions raised during the year	95,704	95,704
Amounts used	(52,218)	(52,218)
Balance at 30 June 2020	<u>177,183</u>	<u>177,183</u>

### Provision for Employee Benefits

Provision for employees benefits represents accrued for annual leave and long service leave.

# NOTES TO FINANCIAL STATEMENTS

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the company does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the company does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlement that have not yet vested in relation to those employees who have not yet completed the required period of service.

In calculating the present value of future cash flows in respect of long service, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been discussed in [Note1\(h\)](#).

## Note 14: Capital and Leasing Commitments

### a. Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements

	2020 \$	2019 \$
Payable		
- Not later than 12 months	-	32,183
- Between 12 months and 5 years	-	105,160
	<hr/>	<hr/>
	-	137,343

### b. Capital Expenditure Commitments

There are no capital expenditure commitments

## Note 15: Contingent Liabilities and Contingent Assets

There are no contingent liabilities or contingent assets.

## Note 16: Events [After](#) the Reporting Period

No 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 state of affairs of the company in future financial years.

## Note 17: Key Management Personnel Compensation

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The totals of remuneration paid to key management personnel (KMP) of the company during the year are as follows:

	2020 \$	2019 \$
Key management personnel compensation	100,933	117,385

# NOTES TO FINANCIAL STATEMENTS

## Note 18: Other Related Party Transactions

Other related parties include family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.

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

There were no related party transactions during the year.

## Note 19: Financial Risk Management

The company's financial instruments consist mainly of deposits with banks, accounts receivable and payable, leases and loans.

The carrying amounts for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

	Note	2020 \$	2019 \$
<b>Financial Assets</b>			
Cash and cash equivalents	4	217,165	200,623
Loans and receivables	5	37,472	31,791
		<u>254,637</u>	<u>232,414</u>
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost			
- trade and other payables	11	336,431	454,495
- borrowings	12	252,310	230,475
		<u>588,741</u>	<u>684,970</u>

# DIRECTORS DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 30 to 45, satisfy the requirements of the Corporations Act 2001 and:
  - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements applicable to the company; and
  - b. give a true and fair view of the financial position of the company as at 30 June 2020 and of the performance for the year ended on that date.
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: Peter Mylott

Dated this 29th day  
of September, 2020

# INDEPENDENT AUDITORS REPORT



**GLEESON & PARTNERS**  
Certified Practising Accountants

**Independent Auditor's Report  
to the members of Moruya Golf Club Limited  
Report on the Audit of the Financial report**

**Opinion**

We have audited the financial report of Moruya Golf Club Limited, which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial report of Moruya Golf Club Ltd 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 2020 and of its financial performance for the year then ended: and
- (ii) complying with Australian Accounting Standards – Reduced 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 Moruya Golf Club Limited, 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.

**Information Other than the Financial Report and Auditor's Report Thereon**

The directors are responsible for the other information. The other information comprises the information included in the company's annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

J.P. O'Sullivan – CPA



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# INDEPENDENT AUDITORS REPORT

## Emphasis of Matter

Without qualification to the opinion expressed above, attention is drawn to the following matter. As disclosed in Note 1(o), the financial statements have been prepared on the basis that the company is a going concern. Despite the impact of COVID-19 on the operations of the company, the directors have determined that the company is a going concern. This is based on the expectation of a return to pre COVID trading conditions by quarter four in the 2021 calendar year, or in the absence of such trading continuing government financial assistance, as well as the ongoing support from its members, creditors and lenders. If the company is unable to continue as a going concern it may not be able to realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

## Responsibilities of the 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 – Reduced 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 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.

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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company 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.

# INDEPENDENT AUDITORS REPORT

We communicate with the directors 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.

Joseph O'Sullivan

Gleeson & Partners

Shop  
23 Fenning Place  
Batemans  
Bay NSW 2536

Dated  
this 29th day of September 2020

NSW OPEN QUALIFIER HOST 2020

# Moruya Golf Club



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1PM TO 2PM | 4PM TO 5PM

# *The Double Green*

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## Restaurant

MORUYA GOLF CLUB

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ANNUAL REPORT

