



LITHGOW CITY BOWLING CLUB LIMITED
A.B.N. 50 001 040 348

48th ANNUAL REPORT and FINANCIAL STATEMENTS

Presented to the members at the
Annual Meeting
SUNDAY, 1st NOVEMBER, 2020
at 10.30am

OFFICE BEARERS AND BOARD OF DIRECTORS

2019-2020

PRESIDENT:

Wayne Allan

VICE PRESIDENT:

Warren Kennedy

CEO & SECRETARY:

Karren Jamieson

TREASURER:

Michael Brown

DIRECTORS:

David Benjamin

Julie Hughan

Janne Gordon

Athol Roach

LITHGOW CITY BOWLING CLUB LIMITED (trading as CLUB LITHGOW)

ACN 001 040 348

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given of the Annual General Meeting of **LITHGOW CITY BOWLING CLUB LIMITED (trading as CLUB LITHGOW)** to be held on **Sunday 1 November 2020** commencing at **10:30am** at the premises of the Club, 2C Lithgow Street, Lithgow, New South Wales.

BUSINESS

The business meeting will be:

1. Apologies.
2. To confirm the minutes of the previous Annual General Meeting.
3. To receive and consider the directors' report, financial report and auditors' report on the financial report for the last financial year ending 30 June 2020, and any other reports of the Board or of individual officers of the Club. Copies of these reports are available on request at the Club and on the Club's website.

Note: Members who may have any queries in relation to the report are requested to submit their questions in writing to the Chief Executive Officer **by 5:00pm on Friday 23 October 2020**. This will allow sufficient time for information to be gathered or research undertaken. If questions are not submitted in this manner, the Club may not be able to provide a complete answer at the Annual General Meeting.

4. To declare the results of the election of the Board and if required, to conduct any further election of directors.
 5. To consider and if thought fit pass the two (2) Ordinary Resolutions set out in this Notice.
 6. To deal with any other business of which due notice has been given to members.
-

ELECTION OF BOARD OF DIRECTORS

1. An election of the Board will be conducted this year.
 2. The Board comprises seven (7) Directors comprising a President, one Deputy-President, one Treasurer and four (4) other Directors. Directors will be elected for a term of two (2) years.
 3. Only Bowling members, Life members and Non Bowling members are eligible to be nominated for the Board but not more than three (3) Non Bowling members are eligible to hold office.
 4. Nomination forms will be available from the clubs Chief Executive Officer from 10:00am on Monday 21st September until 12:00 noon on Sunday 4th October.
 5. To be valid, a nomination form must be signed by two Bowling members and/or Life members and/or Non Bowling members and by the nominee and must be lodged with the Chief Executive Officer before 5pm on Sunday 4th October.
 6. If more than the required number of persons nominate for any position on the Board, a ballot will be conducted in respect of those positions.
 7. If a ballot is conducted, members will be able to vote at the Club from Monday 12th October to Saturday 31st October days and hours to be advised.
 8. **The result of the election of the Board will be declared at the Annual General Meeting.**
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PROCEDURAL MATTERS FOR ORDINARY RESOLUTIONS

1. To be passed, an Ordinary Resolution must receive votes from not less than a majority (50% + 1) of those members who, being eligible to do so, vote in person on the resolution at the meeting.

2. Life members, financial Bowling members and financial Non-Bowling members are entitled to vote on the resolutions at the meeting.
3. The resolutions are to be read in conjunction with the notes to members that follow the resolutions.
4. Under the Registered Clubs Act, members who are employees of the Club are not entitled to vote and proxy voting is prohibited.

FIRST ORDINARY RESOLUTION

[The First Ordinary Resolution is to be read in conjunction with the notes to members set out below.]

That the members hereby:

- (a) approve of the Club spending a sum not exceeding ten thousand dollars (\$10,000.00) until the next Annual General Meeting for the following expenses (but in any case subject to approval by the Board of Directors in accordance with section 10(6)(d) of the Registered Clubs Act):
 - (i) the reasonable costs of Directors attending seminars, lectures, trade displays, organised study tours, fact finding tours and other similar events for the education of Directors as determined and approved by the Board from time to time.
 - (ii) the reasonable costs of Directors attending the Annual General Meeting of ClubsNSW and conferences conducted by ClubsNSW.
 - (iii) the reasonable costs of Directors travelling to and from directors meetings and other duly constituted Board or subcommittee meetings on the production of relevant invoices, receipts or other documentary evidence of such costs.
 - (iv) the reasonable costs of providing the annual Directors Christmas party for Directors and their spouses.
- (b) acknowledge that the benefits in paragraph (a) of this resolution are not available to members generally but are only available to those members who are Directors of the Club (and their spouses in respect of the Annual Directors Christmas party referred to in paragraph (a)(iv) above).

Notes to Members on First Ordinary Resolution

5. The First Ordinary Resolution is to have the members in general meeting approve expenditure by the Club on Directors (and their spouses in certain circumstances) in respect of the matters set out in the First Ordinary Resolution.
6. Included in the First Ordinary Resolution is the cost of directors attending seminars, lectures, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club and also to satisfy the training requirements for Directors under the Registered Clubs Act.
7. The First Ordinary Resolution is in the same terms and for the same amount as passed by the members at the Annual General Meeting in 2019.

SECOND ORDINARY RESOLUTION

[The Second Ordinary Resolution is to be read in conjunction with the notes to members set out below.]

That the members hereby approve the payment of the following honorariums (inclusive of any superannuation guarantee levy if payable) to the President and Treasurer for their service as directors until the next Annual General Meeting:

- (a) President - \$3,000.00; and
- (b) Treasurer - \$3,000.00.

Notes to Members on Second Ordinary Resolution

1. The Second Ordinary Resolution is to have the members approve honorariums for the President and Treasurer for duties to be performed by them until the next Annual General Meeting.
2. The Second Ordinary Resolution is in the same terms and for the same amounts as passed by the members at the Annual General Meeting in 2019.

Dated:

By direction of the Board



Karren Jamieson
Chief Executive Officer

PRESIDENTS REPORT

I have pleasure in presenting my Report for the year ended 30th June 2020.

What a year it was. We started with the ongoing Drought, then the Lithgow region experienced those terrible bushfires and finally Covid-19.

However the year had been a successful year for the club with many positive to report.

The Club earnings before Interest & Depreciation for the Year was \$584,879 and after providing \$ 297,148 for Depreciation and \$74,073 for Loan Interest, The Club recorded a profit of \$213,657 which is an excellent result considering we lost 10 weeks of trading due to Covid-19 shutdown.

Details for the Clubs Finances are provided in the Treasurer Michael Brown & CEO Karren Jamieson's reports.

On the back of the hard work from our CEO Karren Jamieson and her staff along with my fellow Directors, the Club's trading has continued to improve and thus strengthened our overall Financial Position and our membership numbers have grown substantially.

I would especially like to express my appreciation to our CEO Karren for the professional manner in which she guided the Club through the Covid -19 shutdown and our subsequent re-opening.

COMMUNITY

As an important part of Lithgow Community, we were then proud to assist a large number of community and sporting organisations.

We also thank those organisations for the support we receive.

APPRECIATION

I would like to say thank you and congratulate both Men's and Women's Bowling Sub-bodies plus our Travelling Bowlers on the conduct and promotion of Bowls for the year and also for the huge effort they put in their fund-raising activities.

OUTLOOK & THE FUTURE

Subsidies the Federal Government have provided us through Job Keeper and Cash Boost were a great benefit as it provided a safety net and the ability to meet the changing requirements and emerge strongly from the shutdown.

As from the 28th September, we were no longer eligible for those subsidies.

I mentioned in my report last year that our level of profitability which in the last few years has increased substantially and needs to increase further to enable us to have the financial capacity to upgrade and modernise the Club.

I am pleased to advise that the first three months trading of the current financial year has shown a large increase compared to the corresponding period last year.

We have achieved the majority of our initial Strategic Plan that the Board adopted in June 2019 and are currently planning to make significant improvements to the Club and for the benefit and enjoyment of our Members and their Guests.

Members are the strength of this Club and my appreciation and thanks must go to each and every one.

The Board looks to the future with confidence.

Wayne Allan
President

**TREASURER'S REPORT
FOR THE FINANCIAL YEAR ENDED
30TH JUNE, 2020.**

I hereby submit my tenth consecutive treasurer's report for Club Lithgow for the year ended 30th June, 2020. To say it has been a challenging year for our club, and us all in general, is an understatement. Having had to endure a ten-week shut down and restricted trading conditions in June, I am pleased to announce that the Club has recorded a profit of \$213,657. It must be said, however, that we have received government support during this period amounting to \$247,750. Excluding government support and adjusting for depreciation, the business has still generated a cash profit of \$263,055 which is very pleasing.

Below is a comparison of previous financial years with depreciation added back to show the cash profit generated by the club over the past 4 years;

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Profit	213,657	27,261	94,486	291,336
Depreciation	<u>297,148</u>	<u>337,867</u>	<u>287,644</u>	<u>213,140</u>
Cash Profit	510,805	365,128	382,130	504,476

As can be seen above, the club has generated over \$510k in cash profits this year. During the shutdown, the Board made the decision to modernise and expand the gaming area. As such, depreciation remains a significant cost to the business as the gaming machines are continually updated and new machines purchased as and when required.

Our club experienced a downturn in all trading areas. Below is a snapshot of this year's turnover in comparison to the last three years;

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Bar Sales	874,481	1,118,791	1,109,288	946,048
Gross Poker Machine	4,549,125	4,694,509	4,322,107	4,007,666
Bistro Sales	655,814	831,006	695,688	636,293

The above comparisons highlight just how much the club has been affected by the shutdown and subsequent trading restrictions. Turnover has dropped by 22% in the bar, 3% in gaming and 21% in the bistro. The Board's policy to continue to modernise the club, promote as family friendly and upgrade the gaming experience are still proving to be prudent decisions and have helped the Club recover moving into the new financial year. Healthy profits have been recorded in July and August 2020 and the outlook appears positive for 2021. The Clubs management of the pandemic has been exemplary. Our CEO and staff need to be commended on how they have implemented our new COVID 19 trading policies so that the Club can remain open and financially viable. We must remember that they are doing everything to try and make members safe

In respect of future capital expenditure, we have now acquired all outstanding poker machine entitlements. This means that the Club can now purchase to its limit of 47 poker machines when needed. Further development of the gaming area may be needed to accommodate this. The Board is now also exploring modernising the bar and bistro area to

give the club extra capacity and better efficiency. This is long overdue and is seen as vital for our Club. The new function area at the end of the Club (old outdoor BBQ area) is nearing completion and will be another fabulous facility for our members.

I would like to take this opportunity to thank Karren for a job well done in what has been an extremely difficult year. COVID 19 has been, and still remains, a challenge for everyone and Karren has seen the good and bad that this has caused. Karren continues to find ways to improve our great club. I would also like to thank my fellow board members and acknowledge the professional way they have conducted themselves again this year. It has been a pleasure working with them. I would also like to thank the staff. They are working hard to make your club the friendly and family orientated club we want it to be. Please respect what they are doing for your club.

Michael Brown
Treasurer

**CHIEF EXECUTIVE OFFICER'S REPORT
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2020**

It's a pleasure to present my 2nd CEO's report for Club Lithgow.

The 2020 Financial year is defined by the worldwide onset of COVID-19, the pandemic that ended our way of life as we know it and had a significant impact on Club Lithgow. Shutting down with less than 24hrs notice and reopening in June with little warning was a challenge. Having to stand down the staff during the shutdown period was one of the hardest things I have ever had to do in my career in clubs.

From the onset, Club Lithgow's priority has been ensuring the safety and wellbeing of our members, guests and staff. Our team has adopted to new ways of working to ensure COVID-19 safe practises.

It's a strange time to look backwards to the year that was. Current times has forced many of us to re-evaluate priorities and the way we do things. Although, looking back is what we need to do. We need to ask, what did we set out to achieve and what problems did we encounter, prevent and resolve? Did we learn valuable things to carry forward into the new year? I would say that I certainly have.

Club Lithgow continues to be an important part of the local community and we are grateful for the strong support we receive from members, guests and visitors who are coming to the Club in increasing numbers to enjoy the facilities.

Given Club Lithgow's ongoing success, its important to recognise the dedication and discipline the Board has demonstrated in working towards Club Lithgow's strategic objectives. I wish to personally thank the Board for its ongoing support. Without this support Club Lithgow would not be able to progress in a cohesive manner.

Finally, I wish to acknowledge the hard work and dedication demonstrated by our entire team throughout this past year. The team's efforts have been nothing short of amazing and has ensured that members continue to enjoy a high standard of service supported by quality facilities.

Thank you, members, for your ongoing support and I look forward to an exciting year with again my main focus will be on continuous improvement.

Karren Jamieson
Chief Executive Officer

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

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Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2020

The directors present their report on Lithgow City Bowling Club Limited for the financial year ended 30 June 2020.

1. General information

Information on directors

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

Wayne Allan

Qualifications and Experience	Retired Club Manager
Period as Director	From 18 Dec 2017 to current
Special responsibilities	President

Warren Kennedy

Qualifications and Experience	Retired Railway Manager
Period as Director	From 25 Sep 2016 to current
Special responsibilities	Vice President

Michael Brown

Qualifications and Experience	Accountant and Business Owner
Period as Director	From 25 Aug 2013 to current
Special responsibilities	Treasurer

David Benjamin

Qualifications and Experience	Retired Club Manager
Period as Director	From 28 Sep 2008 to current
Special responsibilities	Director

Athol Roach

Qualifications and Experience	Retired Railway Manager
Period as Director	From 25 Sep 2016 to current
Special responsibilities	Director - Bowls Shop

Julie Hughan

Qualifications and Experience	Retired Business Owner
Period as Director	From 28 Sep 2008 to current
Special responsibilities	Director - Bingo Facilitator

Janne Gordon

Qualifications and Experience	Business Operator
Period as Director	From 25 Aug 2013 to current
Special responsibilities	Director - Bingo Facilitator

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

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2020

1. General information

Principal activities

The principal activity of Lithgow City Bowling Club Limited during the financial year have continued to be that of a licensed Club; providing the provision of sporting facilities, food and beverage and entertainment.

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

The Company's short term objectives are to:

- The Club aims to provide a safe community friendly social Club for the wider Lithgow community in alignment with the Clubs constitutional charter.

The Company's long term objectives are to:

- Drive the financial performance of the Club to achieve long term financial viability

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

- Regular strategic reviews;
- Attract increased number of members;
- Continue to support the local community; and
- Continue to develop quality facilities.

Directors' Report

30 June 2020

1. General information

Principal activities

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

- Any increases in revenue generated by the activities of the Club will be channelled into other Club services which are provided to members and guests of the Club.
- The assistance of the Club's Bowling sub-bodies, the Club will be able to provide good quality greens which the Club hopes will attract more visitors and allow additional tournaments to be conducted in the future.
- The usage of the Club facilities by the Local Senior Citizens group will also help to spread the name and reputation of the Club to the wider population as well as providing them with a warm and friendly place to hold their events.

The Club's financial performance is measured against the annual budget, previous year's results and benchmark data from the Club industry.

The Club uses the following key performance indicators to measure performance.

- EBITDA
- GP %
- Wages % to Income
- Cashflow

Non-financial performance measures include:

- Members' feedback
- New membership numbers

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2020

1. General information

Members guarantee

Lithgow City Bowling Club Limited is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 10 for members.

At 30 June 2020 the collective liability of members was \$ 42,030 (2019: \$ 25,320).

	Number of Members	Individual Contribution on Winding up of the Company \$	Total Members Contribution on Winding up of the Company \$
Membership Details			
Bowling Members	38	10	380
Ladies Bowlers	45	10	450
Social Members	4,059	10	40,590
Pensioners Bowling Members	61	10	610
Life Member	10	-	-
Total	4,213	40	42,030

2. Operating results and review of operations for the year

Operating results

The profit of the Company amounted to \$ 213,659 (2019: \$ 27,261).

3. Other items

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Matters or circumstances arising after the end of the year

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

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2020

Meetings of directors


During the financial year, 17 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Wayne Allan	17	17
Warren Kennedy	17	16
Michael Brown	17	16
David Benjamin	17	16
Athol Roach	17	15
Julie Hughan	17	17
Janne Gordon	17	14

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2020 has been received and can be found on page 6 of the financial report.

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

Director: 
Wayne Allan

Director: 
Michael Brown

Dated this 28th day of October 2020

Crowe Central West

ABN 73 139 862 923
Member of Crowe International
Audit and Assurance Services

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Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Auditors Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Lithgow City Bowling Club Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020, there have been:

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



CROWE CENTRAL WEST



John Thompson

Audit Partner

Registered Company Auditor: 302 046

Dated: 28th September 2020

Bathurst, NSW

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central West, an affiliate of Findex (Aust) Pty Ltd.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2020

	Note	2020 \$	2019 \$
Revenue	6	3,191,334	3,394,265
Cost of Sales		(608,651)	(840,185)
Gross Profit		2,582,683	2,554,080
Employee Benefits Expense	7	(1,104,166)	(1,110,217)
Depreciation and Amortisation Expense		(297,147)	(337,867)
Administration Expenses		(176,970)	(216,428)
Finance Costs		(74,073)	(83,708)
Advertising and Promotion		(139,276)	(172,483)
Greens Maintenance		(25,817)	(34,468)
Other Expenses	8	(551,575)	(571,648)
Profit for the year		213,659	27,261
Other comprehensive income			
Revaluation changes for land and buildings		-	161,720
Other comprehensive income for the year		-	161,720
Total comprehensive income for the year		213,659	188,981

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Financial Position

As At 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	634,106	493,504
Trade and other receivables	9	142,899	22,118
Inventories	10	50,239	51,016
Other assets		54,480	44,192
TOTAL CURRENT ASSETS		<u>881,724</u>	610,830
NON-CURRENT ASSETS			
Property, plant and equipment	11	4,731,740	4,810,163
Intangible assets	12	847,533	712,533
TOTAL NON-CURRENT ASSETS		<u>5,579,273</u>	5,522,696
TOTAL ASSETS		<u>6,460,997</u>	6,133,526
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	13	397,515	241,318
Short-term provisions	14	32,377	73,756
Other liabilities	16	29,402	24,551
TOTAL CURRENT LIABILITIES		<u>459,295</u>	339,625
NON-CURRENT LIABILITIES			
Long-term provisions	14	21,999	27,435
Financial liabilities	15	1,317,808	1,318,230
TOTAL NON-CURRENT LIABILITIES		<u>1,339,807</u>	1,345,665
TOTAL LIABILITIES		<u>1,799,102</u>	1,685,290
NET ASSETS		<u>4,661,895</u>	4,448,236
EQUITY			
Reserves		2,403,789	2,403,789
Retained earnings		2,258,106	2,044,447
TOTAL EQUITY		<u>4,661,895</u>	4,448,236

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Changes in Equity

For the Year Ended 30 June 2020

2020

	Retained Earnings	Asset Revaluation Surplus	Retained Earnings Sub Bodies	Total
	\$	\$	\$	\$
Balance as at 1 July 2019	1,922,925	2,403,789	121,522	4,448,236
Profit or loss for the year	213,659	-		213,659
Balance at 30 June 2020	2,136,584	2,403,789	121,522	4,661,895

2019

	Retained Earnings	Asset Revaluation Surplus	Retained Earnings Sub Bodies	Total
	\$	\$	\$	\$
Balance as at 1 July 2018	1,895,664	2,242,069	121,522	4,259,255
Profit or loss for the year	27,261	-		27,261
Revaluation increment	-	161,720	-	161,720
Balance at 30 June 2019	1,922,925	2,403,789	121,522	4,448,236

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Cash Flows For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,352,937	3,710,866
Payments to suppliers and employees	(2,786,015)	(3,468,918)
Interest received	2,130	4,659
Interest paid	(74,073)	(83,708)
Net cash provided by (used in) operating activities	<u>494,980</u>	<u>162,899</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	-	9,091
Purchase of property, plant and equipment	(353,955)	(216,009)
Net cash used by investing activities	<u>(353,955)</u>	<u>(206,918)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of borrowings	150,931	145,366
Net cash used by financing activities	<u>(151,353)</u>	<u>(72,107)</u>
Net increase (decrease) in cash and cash equivalents held	140,603	29,240
Cash and cash equivalents at beginning of year	493,504	464,264
Cash and cash equivalents at end of financial year	5 <u>634,106</u>	<u>493,504</u>

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

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

The functional and presentation currency of Lithgow City Bowling Club Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 28 September 2020.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

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

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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

2 Change in Accounting Policy

Revenue from Contracts with Customers - Adoption of AASB 15

The Company has adopted AASB 15 *Revenue from Contracts with Customers* and AASB 1058 *Income of Not-for-Profit Entities* for the first time in the current year with a date of initial application of 1 July 2019.

The Company has applied AASB 15 and AASB 1058 using the cumulative effect method which means the comparative information has not been restated and continues to be reported under AASB 111, AASB 118, AASB 1004 and related interpretations. There were no adjustments on adoption to be taken to retained earnings at 1 July 2019 as there were no material effects on the financial statements upon adoption of AASB 15 and AASB 1058.

3 Summary of Significant Accounting Policies

(a) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the individual item basis and are net of any rebates and discounts received.

Net realisable value is the estimated selling price in the ordinary course of business. 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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(b) Property, Plant and Equipment

Classes of property, plant and equipment are measured using the cost or revaluation model as specified below.

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

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Land and buildings

Land and buildings are measured using the revaluation model less impairment losses. The current year shows an increase in valuation of the Land and Buildings as per the Directors Valuation.

Plant and equipment

Plant and equipment are measured using the cost model less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land and buildings is depreciated on a straight-line method from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

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

Fixed asset class	Depreciation rate
Plant and Equipment	6 - 33.3 %
Furniture and Fittings	6.67 - 20 %
Office Equipment	20 - 37.5 %
Computer Software	15 - 25 %
Bowling Greens	5 - 20 %

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

When an assets is disposed, the gain or loss is calculated by comparing proceeds received with its carrying amount and is taken to profit or loss.

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(c) Financial instruments

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

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

Financial assets

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

Classification

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

- amortised cost
- fair value through profit or loss - FVTPL

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

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

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 Company 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 Company's historical experience and informed credit assessment and including forward looking information.

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

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(c) Financial instruments

Financial assets

estimation of lifetime expected credit losses. The Company 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 Company 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.

Financial liabilities

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

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

(d) 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.

Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

(e) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

Employee benefits are presented as current liabilities in the statement of financial position if the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date regardless of the classification of the liability for measurement purposes under AASB 119.

(f) 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.

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(f) Provisions

Provisions are measured at the present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period. The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(g) Trade and other payables

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

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(h) Income Tax

No provision for income tax has been raised as the company is exempt from income tax under Division 50 of the *Income Tax Assessment Act of 1997*.

(i) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Interest revenue

Interest revenue is recognised on a proportionate basis taking into account the interest rate applicable to the financial asset.

Subscriptions

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

Revenue from contracts with customers

For current year

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Company expects to receive in exchange for 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.

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

Notes to the Financial Statements

For the Year Ended 30 June 2020

3 Summary of Significant Accounting Policies

(j) Goods and Services Tax (GST)

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

Receivables and payable are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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

4 Critical Accounting Estimates and Judgments

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

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

The significant estimates and judgements made have been described below.

Key estimates - fair value of financial instruments

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

Key estimates - provisions

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

Key estimates - property held at fair value

The valuation of the property (land and buildings) carried at fair value was valued on the 15 July 2019. The directors have reviewed the valuation and have updated it based on other factors taken into consideration which include the Valuer General Reports and insurance valuation.

Key estimates - receivables

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

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

5 Cash and cash equivalents

	2020	2019
	\$	\$
Cash on hand	123,077	155,646
Cash at Bank - Club Lithgow	434,555	255,194
Cash at Bank - Sub Bodies	76,474	82,664
Total Cash and Cash Equivalents	634,106	493,504

Reconciliation of cash

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

	2020	2019
	\$	\$
Cash and cash equivalents	634,106	493,504
Balance as per statement of cash flows	634,106	493,504

6 Revenue and Other Income

Revenue consists of Sales revenue, finance income and Other revenue, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the finance income line in the statement of profit or loss and other comprehensive income for the reporting periods presented:

	2020	2019
	\$	\$
Sales revenue		
- Bar Sales	874,482	1,118,790
- Bistro	655,814	831,006
- Keno Commission	23,801	33,724
- TAB Commission	7,093	9,457
- Poker Machines	1,248,347	1,244,828
- GST Subsidy Poker Machine	17,180	17,180
- Income - Sub Bodies	68,026	97,212
	2,894,742	3,352,197
Finance income		
- Interest Income	2,130	4,659
	2,130	4,659
Other revenue		
- Government Subsidies	247,750	-
- Member Subscriptions	34,785	28,800
- Other Income	11,926	8,609
-	294,461	37,409
Total Revenue	3,191,334	3,394,265

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

7 Employee Benefits Expense

	2020	2019
	\$	\$
Employee Benefits Expense		
- Wages and Salaries	1,060,910	999,024
- Superannuation contributions	83,687	92,477
- Long service leave	(18,584)	(2,022)
- Annual and Sick leave	(28,230)	7,446
- Payroll tax	6,383	13,293
Total	1,104,166	1,110,217

8 Other Expenses

	2020	2019
	\$	\$
General Expenses	193,850	160,341
Bar & Bistro Expenses	27,733	31,695
Gaming Expenses	174,262	176,063
Entertainment	42,160	69,073
Repairs & Maintenance	39,092	44,820
Expense - Sub Bodies	74,478	89,657
Total	551,575	571,648

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

9 Trade and other receivables

	2020	2019
	\$	\$
CURRENT		
TabCorp Deposit	5,000	5,000
Trade Debtors	4,149	17,118
Government Subsidies Receivable	133,750	-
Total current trade and other receivables	142,899	22,118

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

10 Inventories

	2020	2019
	\$	\$
CURRENT		
At cost:		
Draft Beer	27,721	13,257
Packaged Beer	-	1,633
Wines	-	2,708
Spirits	-	7,406
Additives & Sundries	-	3,994
Bistro Supplies	8,795	3,575
Bowlers Shop - Sub Bodies	12,523	15,658
Gift Cards	1,200	2,785
Total Inventories	50,239	51,016

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

11 Property, plant and equipment

Land and buildings

Land

At directors' valuation

600,000 600,000

Buildings

At directors' valuation

3,500,000 3,500,000

Total land and buildings

4,100,000 4,100,000

Plant and equipment

At cost

2,106,054 1,904,619

Accumulated depreciation

(1,611,244) (1,331,380)

Total plant and equipment

494,810 573,239

Furniture, fixture and fittings

At cost

231,814 215,477

Accumulated depreciation

(180,367) (169,799)

Total furniture, fixture and fittings

51,447 45,678

Office equipment

At cost

41,130 41,130

Accumulated depreciation

(38,965) (37,582)

Total office equipment

2,165 3,548

Bowling Greens

At cost

118,859 118,859

Accumulated depreciation

(42,344) (37,632)

Total Bowling Greens

76,515 81,227

Computer software

At cost

5,735 5,735

Accumulated depreciation

(2,931) (2,080)

Total computer software

2,804 3,655

WIP - Alfresco BBQ

At cost

4,000 2,816

Total WIP - Alfresco BBQ

4,000 2,816

Total property, plant and equipment

4,731,740 4,810,163

Notes to the Financial Statements
For the Year Ended 30 June 2020

11 Property, plant and equipment

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Plant and Equipment	Furniture and Fittings	Office Equipment	Bowling Greens	Computer Software	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Year ended 30 June 2020									
Balance at the beginning of the year	600,000	3,500,000	573,239	45,678	3,548	81,227	3,655	2,816	4,810,163
Additions	-	-	201,435	16,337	-	-	-	1,184	218,956
Depreciation expense	-	-	(279,865)	(10,569)	(1,382)	(4,712)	(851)	-	(297,379)
Balance at the end of the year	600,000	3,500,000	494,809	51,446	2,166	76,515	2,804	4,000	4,731,740

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

12 Intangible Assets

Poker machine entitlements		
Cost	847,533	712,533
Total Intangibles	847,533	712,533

13 Trade and other payables

	2020	2019
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	294,036	89,393
GST Payable	221	54,495
Accrued Expenses	79,551	73,296
Payroll Deductions	8,707	24,134
Members Loyalty Rewards	15,000	-
	397,515	241,318

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

14 Provisions

	2020	2019
	\$	\$
CURRENT		
Employee entitlement	32,377	73,756
	32,377	73,756
NON-CURRENT		
Employee entitlement	21,999	27,435
	21,999	27,435

15 Financial liabilities

	2020	2019
	\$	\$
NON-CURRENT		
ANZ Consolidation Loan	1,317,808	1,318,230
Total Non-Current Liability	1,317,808	1,318,230

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements For the Year Ended 30 June 2020

The Club has taken out a new loan of \$135,000.

16 Other Liabilities

	2020	2019
	\$	\$
CURRENT		
Members subscriptions received in advance	29,402	24,551
Total other liabilities	29,402	24,551

17 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 10 each towards meeting any outstanding's and obligations of the Company. At 30 June 2020 the number of members was 4,213 (2019: 2,540).

18 Key Management Personnel Disclosures

(a) Total remuneration paid

The total remuneration paid to key management personnel of the Company is \$ 112,830 (2019: \$ 93,426).

19 Contingencies

Contingent Liabilities

Lithgow City Bowling Club Limited had no contingent liabilities at the end of the reporting period.

20 Related Parties

(a) Other related parties

Other related parties include immediate family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel, individually or collectively with their immediate family members.

Lithgow City Bowling Club Limited has complied with AASB 124 Related Party Transactions with its policies, processes and procedures to identify any related parties.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated, There were no related party transactions during the year.

21 Events Occurring After the Reporting Date

The Coronavirus (COVID-19) pandemic continues to impact both communities and businesses throughout the world including Australia and the Lithgow community where Club operates. This pandemic will likely have a financial impact for the entity in the 2021 financial year and beyond. It is not possible to accurately determine the nature or extent of the impacts due to COVID-19.

The financial report was authorised for issue on 25 September 2020 by the Board of Directors.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2020

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 the state of affairs of the Company in future financial years.

22 Company Details

The registered office of the company is:

Lithgow City Bowling Club Limited

2C Lithgow Street

LITHGOW NSW 2790

Lithgow City Bowling Club Limited


ABN: 50 001 040 348

Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 8, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2020 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Director 
Wayne Allan

Director 
Michael Brown

Dated this 28th day of September 2020

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LITHGOW CITY BOWLING CLUB LIMITED

Opinion

We have audited the financial report of Lithgow City Bowling Club (the Entity), which comprises the balance sheet as at 30 June 2020, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

In our opinion, the accompanying financial report of the Entity is prepared, in all material respects, in accordance with Corporations Act 2001.

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2020 and of its financial performance for the year ended that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Corporation *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 Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other 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 for assets

Without modifying our opinion, we draw attention to Note 1 to the financial statement, which describes the measurement of the different classes of transactions. The Club's directors' revaluation of land and buildings has relied upon AASB13 however differs to the externally prepared valuation based on the assessment of the fair value as at 15 July 2019 under AASB13. As a result, the financial statements may not be fully complying with AASB13.

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is the Crowe Australasia external audit division. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Central West, an affiliate of Findex (Aust) Pty Ltd.

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity'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.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report in accordance with Australian Accounting Standards – (Reduced Disclosure Requirement) and Corporations Act 2001 and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Entity'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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, 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 registered entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of the responsible entity'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 registered entity'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 registered entity 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



CROWE CENTRAL WEST



John Thompson
Audit Partner
Registered Company Auditor: 302046

Dated at Bathurst on the 28th day of September 2020

CLUBLITHGOW

...on Lithgow Street!

MINUTES OF THE 47TH ANNUAL GENERAL MEETING OF LITHGOW CITY BOWLING CLUB LIMITED

HELD IN THE AUDITORIUM ON SUNDAY 17TH NOVEMBER 2019

The Chair Mr Wayne Allan declared the meeting open at 10.30am. He welcomed those in attendance.

ATTENDANCE

Directors W Allan, D Benjamin, J Hughan, M Brown, A Roach, J Gordon & W Kennedy
CEO Karren Jamieson & Club auditor John Thompson

APOLOGIES

J Banasiak
P Kearney
R Sharwood
D Brown
P Crane
J Madden
T Breen

MINUTES OF THE PREVIOUS AGM

Moved: Ken Potter Seconded: Richard Forbes that the minutes of the 46th Annual General Meeting held on Sunday 28th October 2018 be accepted as a true record and adopted.

CARRIED

PRESIDENTS REPORT

The Clubs president Mr W Allan expressed appreciation to the Centenary Committee and the Men's and Ladies Bowling Committees. The President made comments in relation to the state of the NSW Club Industry and also the local climate. The president also mentioned the Strategic direction of the club including the need to increase cash profitability and bowling members.

FINANCIAL REPORT, DIRECTORS REPORT AND AUDITORS REPORT 2019

The Clubs auditor John Thompson gave the meeting a review of the trading year and the Clubs financial position. The Clubs treasurer Mr M Brown also spoke on the years trading.

Moved: R Ritchie Seconded: F King that the Financial, Directors and Auditors report be received.

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...on Lithgow Street!

CARRIED

FIRST ORDINARY RESOLUTION

That the members hereby approve spending a sum not exceeding Ten Thousand dollars (\$10,000.00) until the next Annual General Meeting for the following expenses but in each case subject to approval by the Board of Directors in accordance with section 10(6)(d) of the Registered Clubs Act:

(a) The reasonable costs of Directors attending seminars, lectures, trade displays organised study tours, fact finding tours and other similar events for the education of the Directors as determined and approved by the Board from time to time.

(b) The reasonable costs of Directors attending the Annual General Meeting of Clubs NSW and conferences conducted by Clubs NSW.

(c) The reasonable costs of Directors travelling to and from Directors meetings and other constituted Board or subcommittee meetings on the production of relevant invoices, receipts or other proper documentary evidence of such costs.

(d) The reasonable costs of providing the annual Directors Christmas party for the Board Members and their Spouses.

The members acknowledge that benefits and expenditure pursuant to this resolution are not available to the members generally but only those members who are Directors of the Club.

Moved: M Gibbons Seconded: G Pitt that the first ordinary resolution be moved.

CARRIED

SECOND ORDINARY RESOLUTION

That the members hereby approve the payment of the following honorariums (inclusive of any superannuation guarantee levy if payable) to the President and Treasurer for their services as directors until the next Annual General Meeting (a) President \$3,000 and (b) Treasurer \$3,000.

Moved: I Townsend Seconded: Ken Potter that the second ordinary resolution be moved.

CARRIED

FIRST RESOLUTION FOR LIFE MEMBERSHIP

That **Fay King** be elected to Life membership of the Club.

Moved: Gay McGuirk Seconded: C Wotton that the first resolution for life membership be moved.

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...on Lithgow Street!

CARRIED

SECOND RESOLUTION FOR LIFE MEMBERSHIP

That **Norma Farrant** be elected to Life membership of the Club.

Moved: B Newcombe Seconded: L Drury that the second resolution for life membership be moved.

CARRIED

THIRD RESOLUTION FOR LIFE MEMBERSHIP

That **Margaret Ferguson** be elected to Life membership of the Club.

Moved: I Hunter Seconded: A Anderson that the third resolution for life membership be moved.

CARRIED

FOURTH RESOLUTION FOR LIFE MEMBERSHIP

That **Irene Watkins** be elected to Life membership of the Club.

Moved: M Gibbons Seconded: L Bulkeley that the fourth resolution for life membership be moved.

CARRIED

GENERAL BUSINESS

No General Business.

The Chairman thanked members for their attendance and closed the meeting at 11.45am.

SIGNED AS A TRUE AND ACCURATE RECORD OF PROCEEDINGS

Wayne Allan

Chairman

MENS SUB BODY 2020 REPORT

Bowls this year was a stop start process with pennant bowls being played for a few rounds and, due to COVID-19, was suspended. The pennant bowls season and all club bowling activities were than cancelled for 2020 for the entire NSW state.

The club was not opened and, naturally, there were no bowls played at the club for quite a long period of time.

The club was reopened when the government ruling gave the okay and practice only was allowed with strict government distancing rulings to adhere to.

Bowls championships results played before the virus suspended bowling, were in the major singles final, the winner being once again Jeff Madden with the runner up being Michael Hughes. The lead did change during the game but once again Jeff prevailed when the games finished.

Congratulations once again to Jeff and well played Michael.

The final of the pairs event was played between Ian Townsend and Jeff Madden playing against Col Wotton and Kevin Shorney. Once again, the experience from both Ian and Jeff was too much for Col and Kevin to overcome.

Jeff in the singles and Ian and Jeff in the pairs travel to zone 4 venues for the chance to represent Lithgow City in the NSW state Championship if Champions events. Good luck to both Jeff and Ian in their upcoming state events.

In the Minor Singles event Ian Birk played an outstanding game to defeat Anthony Brown. Although Anthony was defeated in the final, he defeated some very good bowlers in the early rounds a good future for him in bowling has been predicted. Congratulations to both Ian and Anthony in the spirit the game was played in.

The McMurtrie mixed pairs event has proceeded through the first rounds.

Men's triples is the next club event to start in early October and nominations for Club Fours event has been called for.

The spring pairs, long weekend in October, format has been changed due to the virus restrictions, and is now a Lithgow City Members only event on the Saturday. Single nominations for this event and once the skips have been selected random leads will then be selected.

Four games of ten ends will be played over the day. Very good prizes are on offer for the winners. Some 60 odd bowlers have put their names down for this event. A very good roll up from Club members.

The Golden Oldies over sixty carnival will be played over two days, Thursday and Friday 15/16th of October. A very good roll up is expected with teams coming from outside our area to be a participant in this event.

Finally, it is hopeful that in 2021 normal bowling activities will be with us once again.

Mens Bowls Sub Body
Bowls Sec
Jim Kelly

LITHGOW CITY WOMEN'S SUB BODY 2020 REPORT

Our year started in September; however, this has been an unusual Year. We have had to cancel all our days, Allan's day, Higgins day and our Birthday. All Western District events were cancelled. Our Club Championships are not all completed at the moment but we do have some results

Major Singles Gloria Davidson

Minor Singles Betty Newcombe

Fours winners were Beryl Baker's team of Marie Stewart, Marg Ferguson and Bev Stait def.

June Barnes team Of Inga Irvine, Lyn Drury and Margaret Bolt defeated Beryl's team winning by one point, all the ladies played lovely bowls.

Great game to watch, we still have pairs and triples to play.

I would like to thank you all for your support over the past year, thank you to the kitchen staff, Fay for making sure the greens were ready, also selectors, match, umpires and Carolyn for coaching, to club Lithgow management and staff, men's sub-body, green keepers, Doris and Whyte, Pete and staff.

It has been a terrible year for our club and our bowlers hope 2021 is a better year for all clubs as well.

Betty Newcombe
President

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