



GILGANDRA SERVICES CLUB

*Annual Report and
Financial Statements
2023*

YEAR ENDED 30TH JUNE 2023



PRESIDENT'S REPORT

It is with great pleasure once again to present my report.

Quentin has had a very good first year as General Manager, recording a profit of \$515,703.00 and is settling into the position well.

The bistro continues to do well, also showing a profit and the introduction of Filipino style dishes on Friday and Saturday nights keeps patrons interested. Denise and the kitchen staff continue to prepare and serve delicious meals daily. Thank you all.

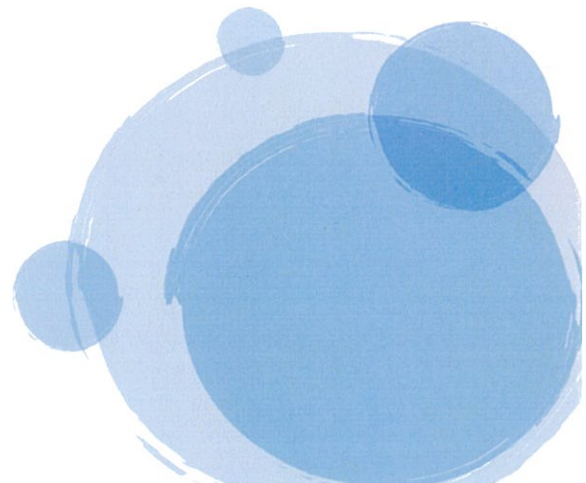
Darren and the bar staff are also doing a great job and have created a harmonious atmosphere in and around the bar.

I would like to thank Leanne and Myra for their commitment and hard work.

I would also like to thank the Directors and all the Club Members for their continued support during the last twelve months.

Thank you.

Maelyn Cooper
President





GENERAL MANAGER'S REPORT

Dear Members,

I am pleased and grateful to present my report for the 2022/2023 financial year.

The Gilgandra Services Club CO-OP LTD achieved an operating profit of \$772,729.00 and after providing for depreciation expenses of \$257,026.00 returned a net profit of \$515,703.00 which is something all members should be proud of.

With an uninterrupted (COVID free) year our great little Club has seen the benefits of members and visitors enjoying our safe family friendly club.

Bar sales up \$208,815

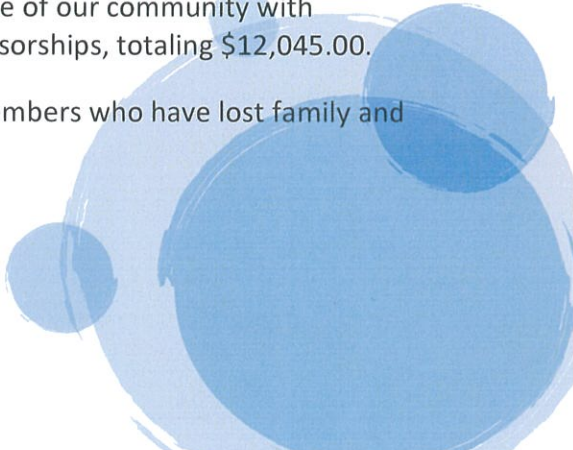
Bistro sales up \$191,465

Gaming revenue up \$383,345

I would like to thank Maelyn and the Board of Directors for their faith & support in allowing me to improve and update our club. A big thank you to all my staff for your efforts and continued hard work, it is a team effort.

My thanks go to all the members who attend and continue to contribute to this wonderful Club. The Club provided member discounts amounting to \$128,190.00 as our dedication to delivering exceptional value to valued members. Furthermore, our commitment to the welfare of our community with charitable donations and sponsorships, totaling \$12,045.00.

My sincere condolences to Members who have lost family and friends during the year.





Our objectives for the Club are to:

Maintain and modernize the Clubs premises, provide the best hospitality services to our members and guests, ensure ongoing profitability of the Club to secure its financial future. Plan for the continued development and future expansion of the club, increase participation level of the Clubs members and maintain a financially healthy business.

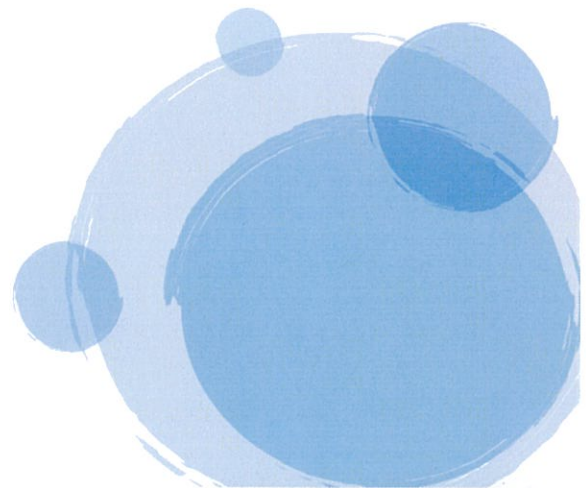
In conclusion I believe the Club is on track for success and with your continued and valued support.

The Club is in a strong position, and I look forward to improving our performance for the 2023/2024 financial year.

Thank you.

Q. Karaitiana

General Manager



Gilgandra Services Club Co-operative Limited

ABN: 98 155 304 481

Financial Statements

For the year ended 30 June 2023

Gilgandra Services Club Co-operative Limited

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Gilgandra Services Club Co-operative Limited

Directors' report

30 June 2023

The directors present their report on Gilgandra Services Club Co-operative Limited for the financial year ended 30 June 2023.

Directors

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

Names	Position	Appointed/Resigned
Maelyn Cooper	President	-
Peter Byrne	Vice President	-
Michael Haynes	-	-
Keel O'Bryan	-	-
Paul Morris	-	-
Michael Kaltenbacher	-	-
David Brennan	-	Appointed 16 October 2022

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

Principal activities

The principal activity of Gilgandra Services Club Co-Operative Limited during the financial year was the conduct of a licensed Club.

No significant changes in the nature of the Co-Operative's activity occurred during the financial year.

Operating results

The profit of the Co-Operative after providing for income tax amounted to \$515,703 (2022: \$209,662)

Dividends paid or recommended

No dividends were paid or declared since the start of the financial year. No recommendation for payment of dividends has been made.

Review of operations

A review of the operations of the co-operative during the financial year and the results of those operations found the club's profit has notably surged to \$515,703, a substantial rise compared to the previous year's \$209,662. This commendable achievement can be largely attributed to remarkable increments in key revenue streams, including bar sales, bistro operations, and poker machine revenues.

Moreover, the club remains steadfast in its commitment to fostering a strong community ethos. In this pursuit, the club provided substantial member discounts amounting to \$128,190, reflecting its dedication to delivering exceptional value to valued patrons. Furthermore, the club's commitment to the welfare of our local community is evident in the contributions it extended through charitable donations and sponsorships, totalling \$12,045.

The club remains focused on building upon this positive momentum, continuously striving to deliver exceptional experiences while enriching the lives of members and the broader community.

Gilgandra Services Club Co-operative Limited

Directors' report

30 June 2023

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Co-Operative during the year.

Events after the reporting date

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

Future developments and results

Likely developments in the operations of the Co-Operative and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Co-Operative.

Environmental issues

The Co-Operative's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Information on directors

Maelyn Cooper

Occupation	Retired
Special responsibilities	President

Peter Byrne

Occupation	Council worker
Special responsibilities	Vice President

Michael Hayes

Occupation	Retail manager
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Keel O'Bryan

Occupation	Retail manager
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Paul Morris

Occupation	Electrician
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Michael Kaltenbacher

Occupation	Manager
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David Brennan

Occupation	Transport for NSW
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Meetings of directors

Gilgandra Services Club Co-operative Limited

Directors' report

30 June 2023

During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meeting	
	Number eligible to attend	Number attended
Maelyn Cooper	12	11
Peter Byrne	12	11
Michael Hayes	12	9
Keel O'Bryan	12	9
Paul Morris	12	10
Michael Kaltenbacher	12	11
David Brennan	9	5

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of Gilgandra Services Club Co-operative Limited.

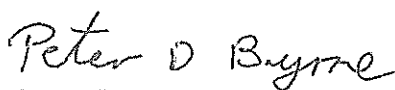
Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2023 has been received and can be found in this financial report.

Signed in accordance with a resolution of the Board of directors.

Maelyn Cooper
Director


Dated: 31 August 2023


Peter Byrne
Director



**RYAN &
RANKMORE**

CHARTERED ACCOUNTANTS

ABN 45 783 960 623

PRINCIPALS

Kevin Rankmore B.Bus, CA, ACIS, ASCA, DipFP

Roger Estens B.Fin Admin, CA, DipFP

Mark Riley B.Bus, CA

administrator@ryanrank.com

www.ryanrank.com

Auditor's independence declaration to the directors of Gilgandra Services Club Co-operative Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been:

- no contraventions of the auditor independence requirements as set out in section 307C of the *Corporations Act 2001* in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

Ryan and Rankmore

Chartered Accountants

Jason Brown

RCA 539635

113-115 Darling Street

DUBBO NSW 2830

Dated: 31 August 2023

Wellington Office
1 Swift Street
PO Box 40
Wellington NSW 2820

T 02 6845 2177
F 02 6845 3373

Chartered Accountants

Dubbo Office
113-115 Darling Street
PO Box 1014
Dubbo NSW 2830

T 02 6884 4474
F 02 6845 3373

Registered Company Auditors

Gilgandra Office
35 Miller Street
PO Box 109
Gilgandra NSW 2827

T 02 6847 2177
F 02 6847 2656

Business Advisors



CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

Liability limited by a scheme approved
under the Professional Standards Legislation

Gilgandra Services Club Co-operative Limited

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue	5.b	3,487,486	2,694,163
Cost of sales		(753,986)	(553,234)
		2,733,500	2,140,929
Finance income	6	18,705	2,332
Other income	5.c	33,552	20,390
Competitions and raffles	7	(109,464)	(80,292)
Council rates and water		(29,181)	(39,372)
Depreciation expenses	7	(257,026)	(272,767)
Electricity and gas		(95,570)	(88,413)
Employee cost	7	(1,109,683)	(864,420)
Entertainment and functions		(17,436)	(9,288)
Finance expenses	6	(1,115)	(1,560)
Insurance		(74,294)	(77,028)
Other expenses		(148,954)	(112,580)
Poker machine expenses	7	(325,670)	(225,325)
Repairs and maintenance		(87,166)	(173,919)
TAB expenses		(14,495)	(9,025)
Profit/(loss) before income tax		515,703	209,662
Income tax expenses	20	-	-
Profit/(loss) for the year		515,703	209,662
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		515,703	209,662

The accompanying notes form part of these financial statements.

Gilgandra Services Club Co-operative Limited

Statement of financial position

As at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	9	2,101,162	1,594,411
Trade and other receivables	10	8,757	56,226
Inventories	11	43,013	48,088
Financial assets	12	2,000	2,000
Other assets	13	107,378	5,614
Total current assets		2,262,310	1,706,339
Non-current assets			
Property, plant and equipment	14	2,293,021	2,289,242
Intangible assets	15	202,696	202,696
Right-of-use assets	16	12,838	18,544
Total non-current assets		2,508,555	2,510,482
Total assets		4,770,865	4,216,821
Liabilities			
Current liabilities			
Trade and other payables	17	198,504	163,595
Employee benefits	18	144,674	137,413
Lease liabilities	16	7,306	7,306
Other liabilities	19	11,482	11,480
Total current liabilities		361,966	319,794
Non-current liabilities			
Employee benefits	18	24,909	22,614
Lease liabilities	16	8,538	14,664
Total non-current liabilities		33,447	37,278
Total liabilities		395,413	357,072
Net assets		4,375,452	3,859,749
Equity			
Retained earnings		4,375,452	3,859,749

The accompanying notes form part of these financial statements.

Gilgandra Services Club Co-operative Limited

Statement of changes in equity
For the year ended 30 June 2023

2023	Retained earnings \$	Total \$
Opening balance	3,859,749	3,859,749
Profit for the year	515,703	515,703
Closing balance	4,375,452	4,375,452

2022	Retained earnings \$	Total \$
Opening balance	3,650,087	3,650,087
Profit for the year	209,662	209,662
Closing balance	3,859,749	3,859,749

The accompanying notes form part of these financial statements.

Gilgandra Services Club Co-operative Limited

Statement of cash flows
For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Cash flows from operating activities:			
Receipts from customers		3,545,201	2,661,556
Payments to suppliers and employees		(2,825,739)	(2,234,802)
Dividends received		100	-
Interest received		1,406	2,332
Interest paid		(1,115)	(1,560)
Net cash flows from/(used in) operating activities	23	719,853	427,526
Cash flows from investing activities:			
Proceeds from sale of plant and equipment		24,000	11,550
Purchase of property, plant and equipment		(230,976)	(268,109)
Net cash provided by/(used in) investing activities		(206,976)	(256,559)
Cash flows from financing activities:			
Payment of lease liabilities		(6,126)	(5,763)
Net increase/(decrease) in cash and cash equivalents		506,751	165,204
Cash and cash equivalents at beginning of year		1,594,411	1,429,207
Cash and cash equivalents at end of financial year	9	2,101,162	1,594,411

The accompanying notes form part of these financial statements.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

1. Introduction

The financial report covers Gilgandra Services Club Co-Operative Limited as an individual entity. Gilgandra Services Club Co-Operative Limited is a Co-operative under the Co-operatives National Law (NSW), incorporated and domiciled in Australia.

The functional and presentation currency of Gilgandra Services Club Co-operative Limited is Australian dollars.

The financial report was authorised for issue by the Directors on 31 August 2023.

Comparatives are consistent with prior years, unless otherwise stated.

2. Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosure Standard, the Co-operatives National Law (NSW), and the Corporations Act 2001. The Co-Operative is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared on an accruals basis and are based on historical costs.

The amounts presented in the financial report have been rounded to the nearest dollar.

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 these financial statements are presented below and have been consistently applied unless otherwise stated.

3. Summary of significant accounting policies

a. Income Tax

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

The calculation of current and deferred tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income taxes are calculated using the liability method. The carrying amounts of deferred tax are reviewed at the end of each reporting period and adjusted if needed.

Deferred tax assets are recognised to the extent it is probable that the underlying tax loss or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Co-Operative's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantially enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

b. 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). 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 payable are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included with other 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 ATO is classified as operating cash flows.

c. Impairment of non-financial assets

At the end of each reporting period the Co-Operative determines whether there is an evidence of an impairment indicator for tangible and intangible assets. 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 statement of comprehensive income.

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

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

d. Financial instruments

Financial instruments are recognised initially on the date that the Co-Operative becomes party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date the Co-Operative commits itself to either the purchase or sale of the asset.

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified at "fair value through profit or loss" in which case transaction costs are expensed to profit or loss immediately.

Trade receivables are initially measured at the transaction price.

i. Financial assets

Financial assets are subsequently measured at:

- amortised cost; or
- fair value through other comprehensive income.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

Financial assets comprising cash and cash equivalents, trade and other receivables and interest bearing deposits are subsequently measured at amortised cost as they meet the following conditions:

- the financial assets are managed solely to collect contractual cash flows; and
- the contractual terms within the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

Derecognition of financial assets

A financial asset is derecognised when the Co-Operative's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All of the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all the risks and rewards of ownership of the asset have been substantially transferred; and
- the Co-Operative no longer controls the asset.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a financial asset classified under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the financial asset reserve is not reclassified to profit or loss, but is transferred to retained earnings.

ii. Financial liabilities

Financial liabilities are subsequently measured at amortised costs using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or financial liability, that is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

iii. Impairment

The Co-Operative recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost.

A loss allowance is not recognised for investments measured at fair value through other comprehensive income.

Recognition of expected credit losses in financial statements

At each reporting date, the Co-Operative recognises the movement in the loss allowance as an impairment gain or loss in the statement of comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Financial assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at the end of the reporting period.

e. Adoption of new and revised accounting standards

The Co-Operative has adopted all standards which became effective for the first time at 30 June 2023, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Co-Operative.

At the date of authorisation of these financial statements, several new, but not yet effective, Standards and amendments to existing Standards, and Interpretations have been published by the Australian Accounting Standards Board (AASB). None of these Standards or amendments to existing Standards have been adopted early by the Co-Operative.

The Directors anticipates that all relevant pronouncements will be adopted for the first period beginning on or after the effective date of the pronouncement. New Standards, amendments and Interpretations not adopted in the current year have not been disclosed as they are not expected to have a material impact on the Co- Operative's financial statements.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

4. Critical accounting estimates and judgements

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.

a. Key estimates - impairment of property, plant and equipment

The Co-Operative assesses impairment at the end of each reporting period by evaluating conditions specific to the Co- Operative that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

b. 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.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

5. Revenue and other income

a. Accounting policy

i. Revenue from contracts with customers

The core principle of AASB 15 is that revenue is recognised on a basis that reflects the transfer of promised goods or services to customers at an amount that reflects the consideration the Co-Operative 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 Co-Operative have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

ii. Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Co-Operative are:

Sale of goods

Revenue from the sale of goods comprises revenue earned from the provision of food, beverage and other goods and is recognised (net of rebates, returns, discounts and other allowances) at the point of sale or delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods.

Rental income

Revenue from rental receipts is recognised in the period the rental relates to and is recorded in accordance with the rental agreement.

Rendering of services

Revenue from rendering of services comprises revenue from gaming facilities together with other services to members and other patrons of the Club. Revenue from rendering of services is recognised when the services are provided.

Membership income

Revenue from membership subscription purchases by the members are deferred as unearned income and are brought to account evenly over the course of the membership period.

Dividend revenue

Dividends are recognised as income when the right to receive payment has been established.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

Grant income

Where grant income arises from an agreement which is enforceable and contains sufficiently specific performance obligations then the revenue is recognised when control of each performance obligations is satisfied.

The performance obligations are varied based on the agreement. Each performance obligation is considered to ensure that the revenue recognition reflects the transfer of control. Within grant agreements there may be some performance obligations where control transfers at a point in time and others which have continuous transfer of control over the life of the contract.

Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

Where contracts are either not enforceable or do not have sufficiently specific performance obligations the income is recoded in accordance with AASB 1058.

Amounts arising from the scope of AASB 1058 are recognised at the assets fair value when the asset is received. The Co-Operative considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

Interest

Interest revenue is recognised using the effective interest method.

Other income

Other income is recognised on an accruals basis when the Co-Operative is entitled to it.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

b. Revenue from continuing operations

	2023	2022
	\$	\$
Sale of goods		
Bar sales	837,839	629,024
Bar overs and unders	488	1,477
Complimentary drinks	2,220	791
Functions income	31,445	22,221
Restaurant sales	625,917	434,452
Restaurant overs and unders	171	137
Total Sale of goods	1,498,080	1,088,102
Provision of services		
Bingo Income	7,387	3,954
Bus Income	3,046	2,037
Commissions income	120,981	133,405
Competitions and raffles	70,922	59,879
Function income	880	774
Membership income	12,634	13,016
Poker machine revenue	1,773,538	1,392,996
Room and equipment hire	18	-
Total Provision of services	1,989,406	1,606,061
	3,487,486	2,694,163

c. Other income

	2023	2022
	\$	\$
Net gain on sale of property, plant and equipment	23,306	1,624
Other income	176	9,076
Rental income	10,070	9,690
	33,552	20,390

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

6. Finance income and expenses

Finance income	2023	2022
	\$	\$
Interest income	18,605	2,332
Dividend revenue	100	-
	18,705	2,332

Finance expenses	2023	2022
	\$	\$
Interest expense	1,115	1,560

7. Result for the year

The result for the year includes the following specific expenses:

Competitions and raffles	2023	2022
	\$	\$
Bingo	12,969	6,807
Club promotions	19,279	16,595
Members draws	17,600	12,800
Raffles	2,393	-
Spinna winna	57,223	44,061
Vouchers	-	29
	109,464	80,292

Depreciation and amortisation	2023	2022
	\$	\$
Club building	70,149	74,156
Plant and equipment	177,434	189,003
Rental property	3,737	3,902
Right-of-use assets	5,706	5,706
	257,026	272,767

Employee costs	2023	2022
	\$	\$
Salary and wage expenses	972,603	774,719
Superannuation contributions	108,298	63,540
Workers compensation	22,364	21,749
Other employee benefit expenses	6,418	4,412
	1,109,683	864,420

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

Poker machine expenses	2023	2022
	\$	\$
Computer support	3,829	3,162
Conversion costs	2,809	2,996
Data monitoring	23,347	19,497
Link costs	1,255	1,063
Overs and unders	836	1,447
Printing	-	760
Repairs and maintenance	34,055	25,480
Tax	259,539	170,920
	325,670	225,325

8. Auditor's remuneration

	2023	2022
	\$	\$
Remuneration of the auditor of the Co-Operative, Ryan & Rankmore, for:		
Auditing the financial statements	13,250	12,550
Preparation of the financial statements	3,200	3,000
Total	16,450	15,550

9. Cash and cash equivalents

a. Accounting policy

Cash and cash equivalents include cash on hand, deposits held at call with banks and other financial institutions, other short-term highly liquid investments with original maturities of twelve months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

b. Cash and cash equivalent details

	2023	2022
	\$	\$
Cash at bank	898,812	823,301
Cash on hand	202,350	171,110
Short-term deposits	1,000,000	600,000
	2,101,162	1,594,411

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

10. Trade and other receivables

Current	2023	2022
	\$	\$
Trade receivables	707	52,410
EFTPOS clearing account	8,050	3,816
	8,757	56,226

A receivable represents the Co-Operative's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). They are generally due for settlement within 30 days and therefore are all classified as current. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components when they are recognised at fair value and subsequently measured at amortised cost using the effective interest method.

11. Inventories

a. Accounting policy

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

b. Inventory

Current	2023	2022
	\$	\$
At cost:		
Bar	38,022	44,174
Kitchen	4,991	3,914
	43,013	48,088

Write-downs of inventories to net realisable value during the year were \$NIL (2022: \$NIL).

12. Financial Assets

CURRENT	2023	2022
	\$	\$
Listed shares in other corporations	2,000	2,000
	2,000	2,000

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

13. Other assets

CURRENT	2023	2022
	\$	\$
Accrued income	17,199	-
Prepayments	84,879	-
TAB Bond	5,300	5,614
	107,378	5,614

14. Property, plant and equipment

a. Accounting policy

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

In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised in the statement of comprehensive income. A formal assessment of recoverable amount is made when impairment indicators are present.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Co- Operative and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

i. Land and buildings

Land and buildings are measured using the cost model.

ii. Plant and equipment

Plant and equipment are measured using the cost model.

iii. Depreciation

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

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

Fixed asset class	Depreciation rate
Club buildings	5% - 20%
Plant and equipment	5% - 40%
Rental property	5%

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.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

b. Property, plant and equipment

	2023	2022
	\$	\$
Land		
At cost	37,009	37,009
Total land	37,009	37,009
Rental property		
At cost	87,969	86,473
Accumulated depreciation	(16,070)	(12,333)
Total rental property	71,899	74,140
Club buildings		
At cost	1,816,907	1,789,558
Accumulated depreciation	(506,887)	(436,738)
Total club buildings	1,310,020	1,352,820
Capital work in progress		
At cost	166,064	154,178
Total capital work in progress	166,064	154,178
Plant and equipment		
At cost	2,844,603	2,717,311
Accumulated depreciation	(2,136,574)	(2,046,216)
Total Plant and equipment	708,029	671,095
Total property, plant and equipment	2,293,021	2,289,242

The Registered Clubs Act 1976 section 41E requires the financial statements of a registered club to specify the core property and non-core property of the Club as at the end of the financial year to which the financial statements relates.

Core property of a registered Club means any real property owned or occupied by the Club that comprises:

- the premises of the Club, or
- any facility provided by the Club for the use of its members and their guests, or
- any other property declared, by a resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, to be core property of the Club.

Non-core property of a registered Club means any real property owned or occupied by the club that is not core property, or, property that has been declared, by a resolution passed by a majority of the members present at a general meeting of the ordinary members of the club, to be non-core property of the Club

At 30 June 2023 the balance of core property is \$1,347,029 and the balance of non-core property is \$71,899.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

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:

2023	Capital Work in Progress	Land	Rental		Plant and Equipment		Total
			Property	Club Building	Equipment	Total	
	\$	\$	\$	\$	\$	\$	\$
Balance at the beginning of the year	154,178	37,009	74,140	1,352,820	671,095	2,289,242	
Additions	11,886	-	1,496	27,349	215,162	255,893	
Disposals	-	-	-	-	(794)	(794)	
Depreciation expense	-	-	(3,737)	(70,149)	(177,434)	(251,320)	
Balance at the end of year	166,064	37,009	71,899	1,310,020	708,029	2,293,021	

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

15. Intangible assets

a. Accounting policy

Poker machine entitlements

Poker machine entitlements represent entitlements purchased.

Recognition and measurement

Poker machine entitlements are not amortised as they are deemed to have an indefinite useful life. They have an indefinite useful life as they do not expire and under current government legislation there is no plan to remove such entitlements. As a result, poker machine entitlements are tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired, and are carried at cost less accumulated impairment losses.

Impairment tests for poker machine entitlements

At the end of the reporting period the Co-Operative assessed the recoverable amount of poker machine entitlement based on the value in use methodology. The Co-Operative used the pre-tax cash flows generated from the poker machines net revenues generated and calculated the present values of these future cash flows at an appropriate discount rate to arrive at the total value of these entitlements. The value thus arrived, was in excess of the carrying value and accordingly no impairment losses were recognised.

b. Intangible asset details

Summary	2023	2022
	\$	\$
Poker machine entitlements cost	202,696	202,696

Movements in carrying amounts of intangible assets

2023	Poker machine licenses	Total
	\$	\$
Balance at the beginning of the year	202,696	202,696
Closing value at 30 June 2023	202,696	202,696

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

16. Leases

a. Accounting policy

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

This involves an assessment of whether:

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

i. Lessee accounting

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

The Co-Operative has chosen not to apply AASB 16 to leases of intangible assets.

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

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

The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

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

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

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

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

Exceptions to lease accounting

The Co-Operative has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Co-Operative recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

b. Leases

The Co-Operative has applied AASB 16 using the modified retrospective (cumulative catch-up) method and therefore the comparative information has not been restated and continues to be reported under AASB 117 and related Interpretations.

The Co-Operative as a lessee

The Co-Operative has a lease over its office equipment.

The Co-Operative has chosen not to apply AASB 16 to leases of intangible assets.

Information relating to the leases in place and associated balances and transactions are provided below.

Terms and conditions of leases

The Club has a lease over a photocopier. The lease commenced April 2020 for 63 months with the first three months provided free of charge. Monthly payments for the lease are \$669.79 including GST. The lease payments are fixed during the lease term. The photocopier lease has terms of renewal but no purchase option or escalation clauses.

i. Right-of-use assets

Year ended 30 June 2023	Office Equipment \$	Total \$
Balance at the beginning of the year	18,544	18,544
Depreciation expense	(5,706)	(5,706)
Balance at the end of year	12,838	12,838

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

ii. Lease liabilities

	2023	2022
	\$	\$
CURRENT		
Office equipment	7,306	7,306
	7,306	7,306
NON-CURRENT		
Office equipment	8,538	14,664
	8,538	14,664
Total lease liability	15,844	21,970

iii. Maturity analysis

Minimum undiscounted lease payments:	2023	2022
	\$	\$
- not later than one year	7,306	7,306
- between one year and five years	9,744	17,050
Minimum lease payments	17,050	24,356

17. Trade and other payables

Current	2023	2022
	\$	\$
Trade payables	90,278	67,389
Accrued expenses	34,625	19,932
GST payable	44,867	51,186
Other payables	19,089	19,321
Wage accrual	9,645	5,767
	198,504	163,595

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

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

18. Employee benefits

a. Accounting policy

Provision is made for the Co-Operative'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 payable later than one year 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 not satisfy vesting requirements.

b. Employee benefit details

CURRENT	2023	2022
	\$	\$
Long service leave	63,424	45,684
Annual leave	81,250	91,729
	144,674	137,413

NON-CURRENT	2023	2022
	\$	\$
Long service leave	24,909	22,614
	24,909	22,614

19. Other Financial Liabilities

CURRENT	2023	2022
	\$	\$
Member subscriptions paid in advance	11,482	11,480
	11,482	11,480

20. Tax assets and liabilities

Deferred tax assets have not been recognised in respect of the following:

	2023	2022
	\$	\$
Tax losses carried forward to later years	36,691	22,290
	36,691	22,290

Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which Gilgandra Services Club Co-Operative Limited can utilise the benefits therein.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements
For the year ended 30 June 2023

21. Contingencies

Contingent Liabilities

Gilgandra Services Club Co-Operative Limited had a \$5,000 (2022: \$5,000) secured performance guarantee for the autopay, TAB and business card facilities. This guarantee is not provided for in the financial statements.

22. Related parties

a. The Co-Operative's main related parties are as follows:

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Co-Operative, directly or indirectly, including any director (whether executive or otherwise) of that Co-Operative.

The remuneration paid to key management personnel of the Co-Operative is \$387,030 (2022: \$326,134).

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

b. Transactions with 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 financial year ended 30 June 2023.

Gilgandra Services Club Co-operative Limited

Notes to the financial statements

For the year ended 30 June 2023

23. Cash flow information

Reconciliation of net income to net cash provided by operating activities:

	2023	2022
	\$	\$
Profit for the year	515,703	209,662
Add / (less) non-cash items:		
Net gain on disposal of property, plant and equipment	(23,306)	(1,624)
Depreciation and amortisation	257,026	272,767
Changes in assets and liabilities:		
(increase) / decrease in receivables	47,469	(52,732)
(increase) / decrease in inventories	5,075	(7,301)
(increase) / decrease in other assets	(101,764)	800
increase / (decrease) in payables	10,092	16,997
increase / (decrease) in employee benefits	9,556	(12,402)
increase / (decrease) in other liabilities	2	1,359
Cash flows from operations	719,853	427,526

24. Statutory information

The registered office and principal place of business of the Co-Operative is:

Gilgandra Services Club Co-operative Limited

33 Morris St

Gilgandra NSW Australia

2827

Gilgandra Services Club Co-operative Limited

Directors' declaration

The directors of the Co-Operative declare that:

The financial statements and notes for the year ended 30 June 2023 are in accordance with the *Corporations Act 2001* and:

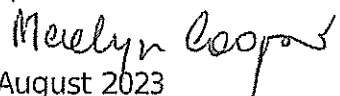
- comply with Australian Accounting Standards - Simplified Disclosures; and
- give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the Co-Operative.

In the directors' opinion, there are reasonable grounds to believe that the Co-Operative will be able to pay its debts as and when they become due and payable with the continuing support of creditors.

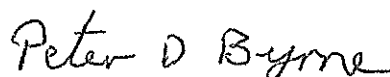
This declaration is made in accordance with a resolution of the Board of Directors.

Maelyn Cooper

Director



Dated: 31 August 2023



Peter Byrne

Director

Independent audit report to the members of Gilgandra Services Club Co-operative Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Gilgandra Services Club Co-Operative Limited (the Co-Operative), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Co-Operative is in accordance with the Co-Operatives National Law (NSW) and the Corporations Act 2001, including:

1. giving a true and fair view of the Co-Operative's financial position as at 30 June 2023 and of its financial performance for the year ended; and
2. complying with Australian Accounting Standards - Simplified Disclosure Standard 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 Co-Operative in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Co-Operative, 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.



RYAN & RANKMORE

CHARTERED ACCOUNTANTS
ABN 45 783 960 623

PRINCIPALS

Kevin Rankmore B.Bus. CA, ACIS, ASCA, DipFP

Roger Estens B.Fin Admin. CA, DipFP

Mark Riley B.Bus. CA

administrator@ryanrank.com

www.ryanrank.com

Other Information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is included in directors' report and the detailed trading accounts.

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 on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Directors for the Financial Report

The directors of the Co-Operative are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosure Standard, the Co-Operatives National Law (NSW) 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 Co-Operative'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 Co-Operative 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.

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Business Advisors



CHARTERED ACCOUNTANTS
AUSTRALIA - NEW ZEALAND

Liability limited by a scheme approved
under the Professional Standards Legislation



RYAN & RANKMORE

CHARTERED ACCOUNTANTS

ABN 45 783 960 623

PRINCIPALS

Kevin Rankmore *B.Bus. CA, ACIS, ASCA, DipFP*

Roger Estens *B.Fin Admin, CA, DipFP*

Mark Riley *B.Bus. CA*

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A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf.

This description forms part of our auditor's report.

Ryan and Rankmore

Chartered Accountants

Jason Brown

RCA 539635

113-115 Darling Street

DUBBO NSW 2830

Dated: 31 August 2023

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Gigandra Services Club Co-operative
 ABN: 98 155 304 481

Bar Detailed Profit or Loss Statement
 For the Year Ended 30 June 2023

	2023	2022
	\$	\$
Sales	840,059	629,815
Overs and Unders	488	2,266
Total Sales	840,547	632,081
Cost of sales		
Opening stock	43,925	36,715
Purchases	400,186	294,439
Closing stock	-37,773	-43,925
Cost of goods sold	406,338	287,229
Gross profit	434,209	344,852
Gross profit (%)	51.66%	54.56%
Less: Direct expenses		
Gas	3,152	3,164
Wages	245,281	221,290
Total direct expenses	248,433	224,454
Net profit / (loss)	185,776	120,398

Restaurant Detailed Profit or Loss Statement
 For the Year Ended 30 June 2023

	2023	2022
	\$	\$
Sales	625,917	434,452
Functions	31,445	22,221
Overs and Unders	171	137
Total sales	657,533	456,810
Cost of sales		
Opening stock	3,914	3,823
Purchases	332,185	255,520
Closing stock	-4,991	-3,914
Cost of goods sold	331,108	255,429
Gross profit	326,425	201,381
Gross profit (%)	49.64%	44.08%
Less: Direct expenses		
Cleaning	6,954	5,532
Gas	8,821	8371
General Expenses	16,540	10,576
Repairs and Maintenance	1,468	558
Wages	294,783	236,540
Total direct expenses	328,566	261,577
Net profit / (loss)	-2,141	-60,196

Thank You To Our Members Who Have Supported Us Over The Financial Year

