

# McCrae Yacht Club Inc

## Profit and Loss

For the Year Ended 30 April 2022

	2022	2021
<b>Trading Income</b>		
Training Income	16,778	15,593
Advertising & Sponsorship	11,000	9,273
Member Annual Fees	95,320	88,118
Bar Net Income	7,993	7,038
Canteen Net Income	7,450	7,926
Clothing Net Income	1,081	(1,503)
Regatta Income	13,665	23,527
Day Membership and visitor fees	149	278
Donations	7,527	16,639
Social Functions	2,521	-
Club Hire	664	477
Boat Hire	1,506	-
<b>Total Trading Income</b>	<b>165,654</b>	<b>167,366</b>
<b>Gross Profit</b>	<b>165,654</b>	<b>167,366</b>
<b>Other Income</b>		
Interest Income	164	498
Covid Jobkeeper and Cash Grants	10,055	38,900
Profit on Sale of Fixed Assets	-	22,406
<b>Total Other Income</b>	<b>10,219</b>	<b>61,804</b>
<b>Operating Expenses</b>		
Administration	99,102	89,401
Training Expenses	4,411	5,513
Promotion	360	245
Patrol Boat costs	14,464	11,805
Occupancy	29,193	23,805
Regatta Expenses	8,054	6,959
Function Expenses	6,552	237
Equipment costs	4,976	5,779
Registrations & Licences	9,752	7,391
Employment - General	36,728	48,027
Trophies & Awards	1,691	200
Training Committee Donation Fund -Expense	2,066	-
<b>Total Operating Expenses</b>	<b>217,350</b>	<b>199,361</b>
<b>Net Profit</b>	<b>(41,477)</b>	<b>29,809</b>

# McCrae Yacht Club Inc

## Balance Sheet

As At 30 April 2022

	Note	2022	2021
<b>Assets</b>			
<b>Current Assets</b>			
Bank and Cash Balances	2	134,103	148,741
Accounts Receivable		775	378
Other Receivables & Prepayments		427	750
Stock	3	14,065	3,790
<b>Total Current Assets</b>		<b>149,369</b>	<b>153,658</b>
<b>Fixed Assets</b>			
Fixed Assets	5	794,870	822,125
<b>Total Fixed Assets</b>		<b>794,870</b>	<b>822,125</b>
<b>Total Assets</b>		<b>944,240</b>	<b>975,783</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable		1,206	2,610
Other Payables and Sundry Creditors		25,234	23,232
GST & Payroll Withholdings		2,224	(5,450)
Wages Payable - Payroll		0	1,242
Accrued Long Service Leave		4,303	3,582
Unspent Restricted Donations		10,479	8,500
Accrued Employee Holiday Pay		10,375	8,390
<b>Total Current Liabilities</b>		<b>53,821</b>	<b>42,106</b>
<b>Total Liabilities</b>		<b>53,821</b>	<b>42,106</b>
<b>Net Assets</b>		<b>890,419</b>	<b>933,677</b>
<b>Equity</b>			
Current Year Earnings		(41,477)	29,809
Retained Earnings	4	931,895	903,868
<b>Total Equity</b>		<b>890,419</b>	<b>933,677</b>

# McCrae Yacht Club Inc

## Statement of Cash Flows

For the Year Ended 30 April 2022

	Note	2022	2021
<b>Operating Activities</b>			
Receipts from customers		212,960	209,692
Payments to suppliers and employees		(199,211)	(142,624)
Cash receipts from other operating activities		9,603	26,955
<b>Net Cash Flows from Operating Activities</b>		<b>23,352</b>	<b>94,023</b>
<b>Investing Activities</b>			
Proceeds from sale of property, plant and equipment		-	27,564
Payment for property, plant and equipment	6	(39,969)	(321,428)
<b>Net Cash Flows from Investing Activities</b>		<b>(39,969)</b>	<b>(293,864)</b>
<b>Financing Activities</b>			
Other cash items from financing activities		1,979	8,500
<b>Net Cash Flows from Financing Activities</b>		<b>1,979</b>	<b>8,500</b>
<b>Net Cash Flows</b>		<b>(14,638)</b>	<b>(191,341)</b>
<b>Cash and Cash Equivalents</b>			
Cash and cash equivalents at beginning of period		148,741	340,082
Net change in cash for period		(14,638)	(191,341)
<b>Cash and cash equivalents at end of period</b>	<b>2</b>	<b>134,103</b>	<b>148,741</b>

# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2022

### Corporate Information

The financial report of the Association for the year ended 30 April 2022 was authorised for issue in accordance with a resolution of the General Committee on 9 June 2022. McCrae Yacht Club Incorporated (the Club) is incorporated under the *Associations Incorporation Reform Act 2012* (Vic).

The Club is established solely for these Purposes. The Purposes of the Club are to:

- (a) promote and encourage Sailing generally in any shape or form as defined by the rules of the affiliated Australian representative of World Sailing;
- (b) encourage Sailing and boating activities by the promotion of regattas, the giving of prizes, the conduct of seasonal racing programmes, the training and tuition of members and potential members in the art of Sailing and in any other related disciplines, and by any other means which may from time to time be determined by the Club in General Meeting;
- (c) provide and maintain at McCrae suitable premises and storage facilities for use of the members of the Club, its guests and visitors including the provision and maintenance of a club house;
- (d) have regard to the public interest in its operations; and
- (e) undertake and or do all such things or activities which are necessary, incidental or conducive to the advancement of these Purposes.

### **Note 1. Summary of significant accounting policies**

#### ***(a) Basis of preparation***

These financial statements are special-purpose financial statements, which have been prepared for Club members and other stakeholders.

The Club is a not-for-profit entity for the purpose of preparing the financial statements.

The financial statements are presented in Australian dollars and all values are expressed as whole dollars.

The financial statements have been prepared under the historical cost convention.

#### ***(b) Going concern***

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

#### ***(c) Critical accounting estimates***

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances. The Club makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts and liabilities within the next financial year are discussed below.

#### ***Impairment***

The carrying amounts of the entity's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

#### ***Employee benefits provision***

# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2021

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the current value in respect of all employees at the reporting date.

### *Impairment of property, plant and equipment*

The Club assessed impairment at the end of each reporting period by evaluating conditions specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using various key assumptions.

### *Renewal of Right of Occupancy Lease Term*

The entity's carrying value of assets is based upon an assessment of the likelihood of the property landlord continuing with a property lease beyond the expiry of the current lease term. In the event the landlord were not to renew the property lease, the carrying value of property, buildings and improvements would be substantially impacted.

### **(d) Current and non-current classification**

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

### **(e) Property, Plant and equipment**

Land and buildings are shown at cost less accumulated depreciation.

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses. Such cost includes the cost of replacing parts that are eligible for capitalisation when the cost of replacing the parts is incurred.

Depreciation is calculated on the diminishing value basis to write off the net cost of each item of property, plant and equipment over its expected useful life as follows:

Buildings - 40 years,

Leasehold Improvements – 3 to 10 years,

Plant and equipment - 3 to 7 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the estimated useful life of the assets.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the consolidated entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

### **(f) Cash and cash equivalents**

For the purposes of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and which are used in the cash management function on a day-to-day basis, net of outstanding bank overdrafts (if any).

### **(g) Goods and services tax**

# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2022

Revenues, 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 Tax 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 payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position. Cash flows are included in the Statement of Cash Flows on a gross basis.

The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

### ***(h) Trade and other payables***

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Club. Trade accounts payable are normally settled within 30 days.

### ***(i) Revenue recognition***

Revenues are recognised at fair value of the consideration received net of the amount of GST. Exchanges of goods or services of the same nature without any cash consideration are not recognised as revenues.

### ***Interest income***

Interest income is recognised as it accrues, taking into account the effective yield on the financial asset.

### ***Government Grants***

Grants received to assist the purchase of assets are shown as a reduction of the carrying value of the asset and consequent reduction of depreciation expense over its useful life. Grants received to offset operational expenditure are brought to account as income when received.

### ***Donations***

Monies received as donations are classified as general donations or restricted donations based on the conditions attributable to the use and retention of those monies. Donations where there are conditions applicable to the retention and use of the monies are classified as Restricted Donations. Restricted Donations are shown as income in the year where the expenditure to which the donation has been made has been incurred. Restricted Donations where the conditions of the donation have not been met are treated as deferred income and are shown in the Statement of Position as either a current or a non current liability dependent on the expected timing of the expenditure required to satisfy the requirements of the Restricted Donation.

Donations other than Restricted Donations are treated as income in the year they are received.

### ***Member Income***

Member Income is brought to account in the year it is received. Member Income includes Membership fees, Boat Storage fees and Sponsorship packages providing membership rights. There is no apportionment of member income over the membership period of 1 July to 30 June in each year.

### ***(j) Trade and other receivables***

Trade receivables are amounts due from related parties and other receivables represent the principal amounts due at reporting date plus accrued interest and less, where applicable, any unearned income and allowance for expected credit losses.

# **McCrae Yacht Club Inc**

## **Notes to and Forming Part of the Accounts**

For the Year Ended 30 April 2022

Collectability of trade receivables is reviewed on an ongoing basis. The consolidated entity has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue. The amount of the credit loss is recognised in the statement of comprehensive income within other expenses. When a trade receivable for which an expected credit loss allowance had been recognised becomes uncollectable in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the statement of comprehensive income.

### ***(k) Income tax***

The Club is not subject to income tax expense under the principle of mutuality.

### ***(l) Employee benefits***

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting date. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts calculated at the reporting date. Employee benefits payable later than one year have also been measured at the amounts calculated at the reporting date. Employee benefits include unused Holiday Pay and the Long Service Leave. Long Service Leave is calculated as a liability for those employees with in excess of 7 years continuous service as at the reporting date.

### ***(m) Fair value estimation***

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement for disclosure purposes.

# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2022

	2022	2021
<b>Note 2 Bank and Cash Balances</b>		
Credit Card - Bar	(26)	(160)
Credit Card - Canteen	(504)	(962)
Credit Card-Admin	(1,257)	(487)
McCrae Yacht Club Cheque Acc	11,089	7,439
McCrae Yacht Club General Acco	118,745	137,011
Rosemary Mason Investment	5,565	5,409
Petty Cash - Bar	190	190
Petty Cash - Canteen	150	150
Petty Cash - Office Manager	150	150
<b>Total Bank and Cash Balances</b>	<b>134,103</b>	<b>148,741</b>
<b>Note 3 Stock</b>		
Bar Stock	2,030	2,554
Yacht purchased for resale	500	500
Canteen Stock	230	257
Clothing Stock	11,305	479
<b>Total Stock</b>	<b>14,065</b>	<b>3,790</b>
<b>Note 4 Retained Earnings</b>		
Opening Retained earnings	933,677	903,868
Prior period adjustment for expenses	1,782	-
Adjusted Opening Retained Earnings	931,895	903,868
Current Year Earnings	(41,477)	29,809
	<b>890,419</b>	<b>933,677</b>
<b>Note 5 Fixed Assets</b>		
<b>Bar Equipment</b>		
Bar Equipment Costs	25,104	24,037
Bar Installation Depreciation	(18,396)	(18,276)
<b>Total Bar Equipment</b>	<b>6,707</b>	<b>5,761</b>
<b>Buildings &amp; Capital Improvements</b>		
Buildings on Leasehold Land	496,147	496,147
Buildings Depreciation	(70,986)	(62,829)
Capital Improvements at Cost	28,344	28,344
Capital Improvement Depreciation	(10,347)	(7,513)
<b>Total Buildings &amp; Capital Improvements</b>	<b>443,157</b>	<b>454,149</b>
<b>Furniture &amp; Fittings</b>		
Furniture & fittings at cost	136,740	141,232
Furniture Depreciation	(122,553)	(122,217)
<b>Total Furniture &amp; Fittings</b>	<b>14,187</b>	<b>19,015</b>



# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2022

	2022	2020
<b>Note 5 Fixed Assets (cont)</b>		
Kitchen Equipment		
Kitchen Equipment cost	17,829	10,258
Kitchen Equipment Depreciation	(7,254)	(6,575)
<b>Total Kitchen Equipment</b>	<b>10,574</b>	<b>3,683</b>
Leasehold Land	100	100
<b>Total Leasehold Land</b>	<b>100</b>	<b>100</b>
Lift & Change Room Upgrade		
Lift & Change Room Upgrade - funded	147,000	147,000
Lift & Change Room Upgrade - Government grant	(147,000)	(147,000)
Lift & change room upgrade - unfunded	111,412	111,412
Lift & Change Room Upgrade Depreciation	(10,185)	(2,765)
<b>Total Lift &amp; Change Room Upgrade</b>	<b>101,227</b>	<b>108,647</b>
Marks and Tackle		
Marks & Tackles at cost	7,646	7,646
Marks & Tackle Depreciation	(4,560)	(4,019)
<b>Total Marks and Tackle</b>	<b>3,086</b>	<b>3,628</b>
Patrol Boats, Motors and Trailers		
Patrol Boat Motors at cost	69,465	69,465
Patrol Boat Motors Depreciation	(44,560)	(37,482)
Patrol Boats & Trailers at Cost	245,588	236,888
Patrol Boats Depreciation	(114,375)	(97,495)
<b>Total Patrol Boats, Motors and Trailers</b>	<b>156,118</b>	<b>171,376</b>
Radio & Navigation		
Radio & Navigation at cost	32,989	30,494
Radio & Navigation depreciation	(24,675)	(22,917)
<b>Total Radio &amp; Navigation</b>	<b>8,314</b>	<b>7,577</b>

# McCrae Yacht Club Inc

## Notes to and Forming Part of the Accounts

For the Year Ended 30 April 2021

	2022	2021
<b>Note 5 Fixed Assets (cont)</b>		
Sail Training Boats		
Sail Training Boat Costs	95,008	85,071
Sail Training Boat Depreciation	(67,408)	(58,444)
<b>Total Sail Training Boats</b>	<b>27,601</b>	<b>26,627</b>
Tractor & Yard Equipment		
Tractor & Yard Equip Costs	41,038	33,704
Tractor & Yard Equip Depreciation	(17,240)	(12,142)
<b>Total Tractor &amp; Yard Equipment</b>	<b>23,798</b>	<b>21,562</b>
Website Costs		
Website Accum Depreciation	(7,191)	(7,191)
Website and Online Solutions	7,191	7,191
<b>Total Website Costs</b>	<b>-</b>	<b>-</b>
	<b>794,870</b>	<b>822,125</b>

### Note 6 Payment for Property, Plant & Equipment

Bar Equipment Costs	2,677	2,600
Furniture & fittings at cost	354	9,756
Kitchen Equipment cost	7,907	1,152
Lift & Change Room Upgrade	-	231,113
Marks & Tackles at cost	-	3,581
Patrol Boat Motors at cost	-	16,198
Patrol Boats & Trailers at Cost	8,700	32,299
Radio & Navigation at cost	2,494	3,420
Sail Training Boat Costs	9,937	2,109
Tractor & Yard Equip Costs	7,900	19,200
	<b>39,969</b>	<b>321,428</b>