

Albury Ski Club Inc.
ABN 86 632 921 354

Special Purpose Financial Statements
For the year ended 30 September 2020

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Albury Ski Club Inc. ABN 86 632 921 354

Statement of profit or loss and other comprehensive income

For the year ended 30 September 2020

	Notes	2020 \$	2019 \$
Revenue	2	184,373	362,613
Administration expenses		114,055	100,875
Depreciation		98,104	99,545
Thredbo lodge		9,453	18,587
Falls Creek lodge		19,626	67,776
Borrowing costs		1,521	4,049
Surplus/(Deficit) before income tax expense		(58,386)	71,781
Income tax expense	1 (c)	-	-
Net surplus/(deficit)		(58,386)	71,781
Other comprehensive income		-	-
Total comprehensive result for the year		(58,386)	71,781

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Albury Ski Club Inc. ABN 86 632 921 354

Statement of financial position

As at 30 September 2020

	Notes	2020 \$	2019 \$
ASSETS			
Current Assets			
Cash and cash equivalents	3	587,076	552,486
Trade and other receivables	4	5,658	9,501
Total current assets		<u>592,734</u>	<u>561,987</u>
Non-current assets			
Property, plant & equipment	5	784,851	881,865
Total non-current assets		<u>784,851</u>	<u>881,865</u>
Total assets		<u>1,377,585</u>	<u>1,443,852</u>
LIABILITIES			
Current liabilities			
Trade and other payables	6	5,137	9,717
Borrowings	7	-	3,301
Total current liabilities		<u>5,137</u>	<u>13,018</u>
Total liabilities		<u>5,137</u>	<u>13,018</u>
Net assets		<u>1,372,448</u>	<u>1,430,834</u>
EQUITY			
Accumulated surplus		<u>1,372,448</u>	<u>1,430,834</u>
Total equity		<u>1,372,448</u>	<u>1,430,834</u>

The above statement of financial position should be read in conjunction with the accompanying notes.

Albury Ski Club Inc. ABN 86 632 921 354
Statement of changes in equity
For the period ended 30 September 2020

	Notes	2020 \$	2019 \$
Accumulated surplus			
Accumulated surplus at the beginning of the financial period		1,430,834	1,359,053
Net surplus/(deficit) for the period		(58,386)	71,781
Other comprehensive income		-	-
Accumulated surplus at the end of the financial period		<u>1,372,448</u>	<u>1,430,834</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Albury Ski Club Inc. ABN 86 632 921 354

Statement of cash flows

For the year ended 30 September 2020

	Notes	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from operations		180,240	354,422
Payments to suppliers		(147,714)	(175,300)
Borrowing costs		(1,521)	(4,049)
Interest received		7,976	4,310
Net cash inflow/(outflow) from operating activities	8	<u>38,981</u>	<u>179,383</u>
Cash flows from investing activities			
Payments for property, plant & equipment		(1,090)	(37,304)
Net cash inflow/(outflow) from investing activities		<u>(1,090)</u>	<u>(37,304)</u>
Cash flows from financing activities			
Repayment of Borrowings		(3,301)	(939)
Net cash inflow/(outflow) from financing activities		<u>(3,301)</u>	<u>(939)</u>
Net increase/(decrease) in cash and cash equivalents held		34,590	141,140
Cash and cash equivalents at the beginning of the financial period		552,486	411,346
Cash and cash equivalents at the end of the financial period	3	<u>587,076</u>	<u>552,486</u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 1. Summary of significant accounting policies

(a) Basis of accounting

In the Committee of Management's opinion, Albury Ski Club Inc. is not a reporting entity because there are no users dependent on general purpose financial statements. These are special purpose financial statements that have been prepared for the sole purpose of complying with the requirements of the *Associations Incorporation Reform Act 2012* to prepare and distribute financial statements to the members and must not be used for any other purpose. The Committee of Management has determined that the accounting policies adopted are appropriate to meet the needs of the members.

Under AIFRS, there are requirements that apply specifically to not-for-profit entities that are not consistent with International Financial Reporting Standards (IFRS) requirements. The Association has analysed its purpose, objectives and operating philosophy and determined that it does not have profit generation as a prime objective. Consequently where appropriate the Association has elected to apply options and exemptions within the AIFRS which are applicable to not-for-profit entities.

The financial statements have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements with the exception of the requirements of the following:

AASB 7 - Financial Instruments: Disclosures
AASB 15 - Revenue from Contracts with Customers
AASB 16 - Leases
AASB 116 - Property, Plant and Equipment
AASB 124 - Related Party Disclosures
AASB 132 - Financial Instruments: Presentation
AASB 138 - Intangibles Assets
AASB 139 - Financial Instruments: Recognition and Measurement
AASB 1058 - Income for Not-for-Profit-Entities

The financial statements are prepared in accordance with the historical cost convention. Unless otherwise stated, the accounting policies adopted are consistent with those of the previous year. Comparative information is reclassified where appropriate to enhance comparability.

COVID-19

On 22 March 2020 the Federal Government announced measures and restrictions on social gatherings to protect the Australian Community from the spread of the coronavirus (COVID-19). Over the following months, Government policy and restrictions relating to COVID-19 continued to evolve which created a level of uncertainty. As a result, Falls Creek Resort was closed during winter season. Thredbo lodge also operated with limited occupancy during this period.

The financial impact of the measures imposed by the Federal Government on the club has been significant with key operating income reducing by \$178,239 or 49% on the prior year, contributing to an operating loss of \$51,471 for the year ended 30 September 2020.

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 1. Summary of significant accounting policies (continued)

(b) Revenue Recognition

Revenue is brought to account when it is earned.

(i) Membership fees

Membership fees are recognised in the year to which they relate. Income relating to future years is deferred and treated as unearned income.

(ii) Entrance fees

Entrance fees are recognised upon receipt.

(iii) Accommodation fees

Accommodation fees are recognised upon receipt.

(iv) Interest revenue

Interest revenue is recognised as it accrues.

(c) Income tax

Albury Ski Club Inc. is exempt from income tax.

(d) Cash and cash equivalents

For the purposes of the cash flow statement, cash includes deposits at call which are readily convertible to cash on hand and are subject to an insignificant risk of changes in value, net of outstanding bank overdrafts.

(e) Trade and other receivables

Debtors are brought to account at their nominal amounts. A provision for doubtful debts is raised based on an expected credit loss model.

(f) Property, plant and equipment

The cost method of accounting is used for all acquisitions of assets. Cost is determined as the fair value of the assets given up or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to the acquisition. Up until 30 November 2000 items of property, plant and equipment with an individual cost in excess of \$5,000 were recorded at cost and depreciated over their estimated useful lives. Other items were expensed on purchase. From 1 December 2000 the minimum for capitalisation has been reduced to \$500.

All property, plant and equipment are stated at historical cost less depreciation. Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment over its expected useful life to the Association. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessment for major items. The depreciation rates used are as follows:

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 1. Summary of significant accounting policies (continued)

	2020	2019
Buildings	4-10%	4-10%
Lodge furniture & equipment	4-10%	4-10%
Office equipment	10-33%	10-33%
Computer Software	33%	33%

Website costs are capitalised at cost.

(g) Impairment of assets

Assets that are subject to depreciation and amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use. As the Association is a not-for-profit entity, the value in use is the depreciated replacement cost of the asset.

(h) Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year and which are unpaid. These amounts are unsecured and are usually paid within normal trading terms.

(i) Borrowing costs

Borrowing costs are recognised as expenses in the period in which they are incurred. Borrowing costs include interest on borrowings.

(j) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office 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 Australian Taxation Office are classified as operating cash flows.

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 2. Revenue

	2020	2019
	\$	\$
Accommodation Income	54,815	223,773
Membership fees	120,873	121,877
Interest Income	7,976	4,310
Mick Nolan Experience donation	-	7,020
Sundry Income	709	5,633
	<u>184,373</u>	<u>362,613</u>

Note 3. Current assets - Cash and cash equivalents

	2020	2019
	\$	\$
Cash at Bank- Westpac Cheque Account	26,276	4,812
Cash Management Account – Westpac	90,506	382,377
Other	625	624
Mick Nolan Experience	7,028	6,683
Term deposits - Westpac	462,641	157,990
	<u>587,076</u>	<u>552,486</u>

Note 4. Current assets - Trade and other receivables

Accounts receivable	3,422	7,715
GST receivable	2,236	1,786
	<u>5,658</u>	<u>9,501</u>

Note 5. Non-current assets - Property, plant and equipment

	2020	2019
	\$	\$
Buildings		
Falls Creek lodge – at cost	1,134,281	1,134,281
Less: Accumulated depreciation	(870,657)	(822,248)
	<u>263,624</u>	<u>312,033</u>
Thredbo lodge – at cost	1,093,998	1,093,998
Less: Accumulated depreciation	(654,528)	(610,768)
	<u>439,470</u>	<u>483,230</u>
Total Buildings	<u>703,094</u>	<u>795,263</u>

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 5. Non-current assets - Property, plant and equipment (continued)

	2020	2019
	\$	\$
Lodge furniture & equipment – at cost	203,011	203,011
Less: Accumulated depreciation	<u>(176,117)</u>	<u>(170,290)</u>
	26,894	32,721
Office equipment – at cost	19,302	18,212
Less: Accumulated depreciation	<u>(18,320)</u>	<u>(18,212)</u>
	982	-
Work In Progress	53,881	53,881
Total property, plant and equipment	<u>784,851</u>	<u>881,865</u>

The club owns buildings constructed on leasehold land at both Thredbo and Falls Creek for which an annual site rental is paid for the land.

The Thredbo lease is effective from 2007 for a period of 49 years, whilst the Falls Creek lease expired in 2020 and is currently being re-negotiated. A new lease is expected to be signed for a term of between 25 and 49 years for Falls Creek. Depreciation has been applied on the expectation that the leases will continue for the foreseeable future.

Note 6. Current liability - Trade and other payables

	2020	2019
	\$	\$
Trade creditors	22	4,602
Member deposit	300	300
Accrued expenses	<u>4,815</u>	<u>4,815</u>
	<u>5,137</u>	<u>9,717</u>

Note 7. Borrowings

	2020	2019
	\$	\$
Bank loan - Westpac		
Current	-	4,240
	<u>-</u>	<u>4,240</u>

Security: The Westpac loan is secured mortgage of lease over 17 Mountain Drive, Thredbo Village.

Notes to and forming part of the financial statements

For the year ended 30 September 2020

Note 8. Reconciliation of surplus to net cash inflow from operating activities

	2020	2019
	\$	\$
Surplus after tax	(58,386)	71,781
Depreciation	98,104	99,545
Change in operating assets and liabilities		
(Increase)/Decrease in receivables	(3,843)	(3,881)
Increase/(Decrease) in trade and other payables	(4,580)	(513)
(Increase)/Decrease in Prepayments	-	12,451
Net cash inflow from operating activities	<u>38,981</u>	<u>179,383</u>

Note 9. Remuneration of auditors

	2020	2019
	\$	\$
The amount received, or due and receivable, by the auditors for: Auditing the financial statements:	<u>3,450</u>	<u>3,400</u>
Total remuneration	<u>3,450</u>	<u>3,400</u>

Note 10. Committee member remuneration

No remuneration is received by Committee of Management members as a result of their services.

Note 11. Subsequent events

There has not arisen in the interval between the end of the financial period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Committee of Management, to affect significantly the operations of the Albury Ski Club Inc., the results of those operations, or the state of affairs of the Albury Ski Club Inc. in subsequent financial years.

Note 12. Contingent liabilities and capital commitments

There are no capital commitments or contingent liabilities at balance date.

Albury Ski Club Inc. ABN 86 632 921 354

Committee of management's declaration

For the period ended 30 September 2020

As stated in Note 1(a) to the financial statements, in the opinion of the Committee of Management, Albury Ski Club Inc. is not a reporting entity because there are no users dependent on general purpose financial statements. These are special purpose financial statements that have been prepared to meet the requirements of the *Associations Incorporation Reform Act 2012*.


The financial statements have been prepared in accordance with applicable accounting standards and mandatory professional reporting requirements to the extent described in Note 1(a).


The Committee of Management declares that the financial statements and notes set out on pages 1 to 10:

- a) comply with the Accounting Standards and other mandatory professional reporting requirements as detailed above, and the *Association Incorporation Reform Act 2012*; and
- b) give a true and fair view of Albury Ski Club Inc's financial position as at 30 September 2020, and of its performance, as represented by the results of its operations and its cash flows, for the financial year ended on that date.

In the opinion of the Committee of Management, there are reasonable grounds to believe that Albury Ski Club Inc. 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 Committee of Management.


Peter Simpson
President
14.12.20


Yolana Andrews
Treasurer
09/12/2020

Wodonga
8th December 2020

Independent auditor's report to the members of Albury Ski Club Incorporated

Audit Opinion

We have audited the financial statements, being a special purpose financial statements, of Albury Ski Club Incorporated, which comprises the statement of financial position at 30 September 2020, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of accounting policies and other explanatory notes.

In our opinion the financial statements of Albury Ski Club Incorporated is in accordance with the *Associations Incorporation Reform Act 2012*, including:

- a) giving a true and fair view of Albury Ski Club Incorporated's financial position as at 30 September 2020 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- b) complying with Australian Accounting Standards to the extent described in note 1 and complying with the *Associations Incorporation Reform Regulations 2012*.

Basis of 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 Statements* section of our report. We are independent of the Association in accordance with the auditor independence 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 statements in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial statements which describes the basis of accounting. The financial statements have been prepared for the purpose of fulfilling the Committee of Management's financial reporting responsibilities under the *Associations Incorporation Reform Act 2012*. As a result the financial statements may not be suitable for another purpose.

Responsibilities of the Committee of management for the Financial Statements

The Committee of Management of Albury Ski Club Incorporated are responsible for the preparation and fair presentation of the financial statements and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial statements are appropriate to meet the requirements of the *Associations Incorporation Reform Act 2012* and are appropriate to meet the needs of the members.

Independent auditors report to the members (continued)

The Committee of Management is also responsible for such internal control as the Committee of Management determines necessary to enable the preparation of the financial statements that is free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Committee of Management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The committee of management are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 these financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.



Johnsons MME
Chartered Accountants



Ryan Schischka
Director

Albury
14 December 2020

Detailed income and expenditure statements

For the period ended 30 September 2020

	2020	2019
	\$	\$
Falls Creek Lodge Account		
Income		
Accommodation & meals	2,202	148,936
Locker fees	1,364	82
Sundry income	-	959
Total Income	3,566	149,977
Expenses		
Foodstuffs & supplies	1,842	26,736
Electricity & gas	8,530	20,075
Freight & cartage	-	865
Firewood	3,409	3,091
Fire Safety Inspection	221	-
Fuel	58	-
Repairs & Maintenance	5,566	15,573
Working bee expenses	-	1,436
Total Expenses	19,626	67,776
Net surplus/(deficit)	(16,060)	82,201
Thredbo Lodge Account		
Income		
Accommodation	51,249	73,796
Total Income	51,249	73,796
Expenses		
Cleaning	-	222
Electricity & gas	7,903	12,936
Working bee expenses	-	884
Firewood Protection	767	255
Repairs & maintenance	66	2,959
Supplies	717	1,331
Total Expenses	9,453	18,587
Net surplus	41,796	55,209

Detailed income and expenditure statements

For the period ended 30 September 2020

Administration & Skiing Account	2020	2019
	\$	\$
Income		
Membership fees	95,141	96,741
Entrance fees	25,732	25,136
Sundry income	709	5,633
Mick Nolan Experience Donation	-	7,020
Interest	7,976	4,310
Total Income	<u>129,558</u>	<u>138,840</u>
Expenses		
Accounting & audit fees	3,435	3,507
Bank charges	1,521	4,049
Donations	134	-
Computer Software	325	-
Meeting expense	2,405	2,526
Postage & stationary	289	265
Telephone & fax	2,183	2,744
Licenses & registration	119	1,213
Insurance	14,106	14,476
Storage shed rent	945	945
Depreciation – Administration	5,935	7,376
Depreciation – Falls Creek	48,409	48,409
Depreciation – Thredbo	43,760	43,760
Falls Creek Site Rent	46,054	44,068
Lease Renewal- Falls Creek	250	-
Thredbo Site Rent	24,227	24,059
Website maintenance	7,687	4,126
Race day expenses	364	1,457
Sundry expenses	10,554	1,416
Interest on Thredbo Loan	978	73
Total Expenses	<u>213,680</u>	<u>204,469</u>
Net surplus/(deficit)	<u>(84,122)</u>	<u>(65,629)</u>
Total Surplus/(Deficit)	<u>(58,386)</u>	<u>71,781</u>