

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

FINANCIAL REPORT
FOR THE YEAR ENDED 31 JULY 2020

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

Table of Contents

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	3
STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2020	4
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 JULY 2020	5
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020.....	6
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020.....	7
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020.....	8
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020.....	9
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS	10
CERTIFICATE BY MEMBERS OF THE COMMITTEE	13

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JULY 2020

	Note	2020 \$	2019 \$
Revenue	2	39,576	39,373
Amortisation and depreciation	3	(13,492)	(4,950)
Other expenses	4	(25,620)	(33,932)
Profit (loss) before income tax expense		464	491
Income tax expense		-	-
Net profit from continuing operation		464	491
Other comprehensive income		-	-
Total comprehensive income for the year		464	491
Total comprehensive income for the year attributable to members		464	491

The accompanying notes form part of these financial statements.

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2020

As at 31 July	Note	2020	2019
		\$	\$
Current assets			
Cash on hand	5	89,833	81,251
Receivables	6	2,000	-
Total current assets		91,833	81,251
Non-current assets			
Property, plant and equipment	6	17,445	22,391
Right of use asset	6	74,821	-
Total non-current assets		92,266	22,391
Total assets		184,099	103,642
Current liabilities			
Accounts payable		325	121
Lease liability		10,214	-
Provision for refurbishment and maintenance	7	5,000	5,000
Other		-	33
Total current liabilities		15,539	5,154
Non-current liabilities			
Lease liability		64,607	-
Provision for refurbishment and maintenance	7	27,000	22,000
Total non-current liabilities		91,607	22,000
Total liabilities		107,146	27,154
Net assets		76,952	76,488
Members equity			
Current year earnings		464	491
Retained earnings		76,488	75,997
Total members equity		76,952	76,488

The accompanying notes form part of these financial statements.

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 JULY 2020

	Retained earnings \$	Total \$
Balance as at 1 August 2018	75,997	75,997
Total comprehensive income for the year attributable to members	491	491
Balance as at 31 July 2019	76,488	76,488
Balance as at 31 July 2019	76,488	76,488
Total comprehensive income for the year attributable to members	464	464
Balance as at 31 July 2020	76,952	76,952

The accompanying notes form part of these financial statements.

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Greenwich Tennis Club (the Club) was incorporated under the Association Incorporation Act 1984 on 29 April 1988. The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012 NSW. The Club's committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

Leases

The Club has a lease from Lane Cove Council for 10 years from 1 July 2018 to 1 July 2027.

AASB16 requires recognition of a right-of-use asset along with the associated lease liability where the entity is a lessee. An interest expense is recognized in the profit or loss using the effective interest rate method, and the right-of-use asset is depreciated.

Property, Plant and Equipment

All property, plant and equipment except for freehold land and buildings are initially measured at cost and are depreciated over their useful lives to the association.

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

Freehold land and buildings are carried at their recoverable amounts, based on periodic, but at least triennial, valuations by the directors.

Depreciation

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

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020

Specific Policy

- 1 The club has set aside a provision to fund major maintenance and refurbishment projects identified at 31 July 2006 and to be undertaken in forthcoming years to ensure the club facilities are retained in good order. Further costs in respect of these projects will be charged to this provision when they arise.
- 2 Assets acquired upon incorporation have not been included in the accounts. This treatment is consistent with that of the previous year.

2. REVENUE AND OTHER INCOME

	2020	2019
	\$	\$
Membership subscriptions		
- Adult	12,194	12,765
- Junior	650	1,000
- Family	19,690	16,265
Court hire	5,040	4,771
Social function contributions	-	3,420
Interest	774	1,152
Visitor fees	190	-
Other revenue	1,038	-
Total revenue and other income	39,576	39,373

3. PROFIT (LOSS) FOR THE YEAR

		2020	2019
	Note	\$	\$
Depreciation of plant and equipment	7	4,946	4,950
Amortisation of right of use asset		8,546	-
Provision for Maintenance and Refurbishment		5,000	5,000

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020

4. OTHER EXPENSES

	Note	2020 \$	2019 \$
Rent		-	9,057
Interest expense		1,667	-
Insurance		3,560	3,373
Cleaning		1,917	2,650
Court and club maintenance		5,711	1,408
Audit fees		1,206	1,204
Bank fees		499	531
Utilities and water		1,201	1,272
Postage and stationary		134	121
Provision for maintenance and refurbishment	8	5,000	5,000
Social function expense		1,492	5,288
Subscriptions		475	-
Trophies		1,104	680
Tennis balls		387	302
Website		979	1,903
General expenses		288	1,097
Total other expenses		25,620	33,886

5. CASH ON HAND

	2020 \$	2019 \$
Cash on hand		
Term deposit	55,000	55,000
Savings account	31,743	22,128
Transaction account	2,968	3,506
Paypal account	122	617
Total cash on hand	89,833	81,251

GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020

6. PROPERTY, PLANT AND EQUIPMENT

	2020	2019
	\$	\$
Furniture and fittings at cost	5,747	5,747
Accumulated depreciation	(5,747)	(5,747)
Total furniture and fittings	-	-
Clubhouse improvements	20,346	20,346
Accumulated depreciation	(19,842)	(19,738)
Total clubhouse improvements	504	608
Court improvements	48,416	48,416
Accumulated depreciation	(31,475)	(26,633)
Total court improvements	16,941	21,783
Right of Use Asset	102,138	-
Accumulated amortisation	(27,317)	-
Total Right of Use Asset	74,821	-
Total Property, Plant and Equipment	92,266	22,391

7. OTHER LIABILITIES

	2020	2019
	\$	\$
PROVISION FOR MAINTENANCE AND REFURBISHMENT		
Current		
Provision for Maintenance & Refurbishment	5,000	5,000
Non-current		
Provision for Maintenance & Refurbishment	27,000	22,000

The Club has set aside a provision to fund major maintenance and refurbishment projects identified at 31 July 2020 and to be undertaken in forthcoming years to ensure the club facilities are retained in good order. Costs in respect of these projects will be charged to this provision when they arise.

Graeme Kay CA

Registered Company Auditor

Independent Auditor's Report to the Member

Greenwich Tennis Club Incorporated

Registered No. Y04519-75

Report on the Audit of the Financial Report

Opinion

I have audited the accompanying financial report of Greenwich Tennis Club Incorporated, which comprises the assets and liabilities statement as at 31 July 2020, the income and expenditure statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the certification by members of the committee on the annual statements giving a true and fair view of the financial performance of the association.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of the association as at 31 July 2020 and its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act 2012 (NSW).

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial report section of my report. I am independent of the association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (The Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities with the code.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter – Basis of Accounting

I draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the Associations Incorporation Reform Act 2012 (NSW). As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Graeme Kay CA

Registered Company Auditor

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Association Incorporation reform Act 2012 (NSW) and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee 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 committee either intends to liquidate the association or to cease operations, or has not realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole are free from material misstatement, whether due to fraud or error, and to issue an independent auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

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

- Identify assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies use and the reasonableness of accounting estimates and relate disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists relate to events or conditions that may cause significant doubt on the association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.

Graeme Kay CA

Registered Company Auditor

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a matter that achieves fair presentation.

I communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Auditor's name: Graeme Kay CA
Registered Company Auditor

Address: 77/192 Vimiera Road
Marsfield NSW 2122

Dated this day of 2020

**GREENWICH TENNIS CLUB INCORPORATED
REGISTERED NO. Y04519-35**

CERTIFICATE BY MEMBERS OF THE COMMITTEE

I, Peter Walton, and I Anna Cullinane certify that:

- a. We are members of the committee of the association
- b. This annual statement was submitted to the members of the association at its annual general meeting
- c. We are authorised by the attached resolution of the committee to sign this certificate

President
Peter Walton

Treasurer
Anna Cullinane

Date