

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

47th ANNUAL REPORT and FINANCIAL STATEMENTS

Presented to the members at the
Annual Meeting
SUNDAY, 17th NOVEMBER, 2019
at 10.30am

OFFICE BEARERS AND BOARD OF DIRECTORS

2018-2019

PRESIDENT:

Wayne Allan

VICE PRESIDENT:

Warren Kennedy

CEO & SECRETARY:

Karren Jamieson

TREASURER:

Michael Brown

DIRECTORS:

David Benjamin

Julie Hughan

Janne Gordon

Athol Roach

AMENDED NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given of the Annual General Meeting of **LITHGOW CITY BOWLING CLUB LIMITED (trading as CLUB LITHGOW)** to be held on **Sunday 17 November 2019** commencing at **10:30am** at the premises of the Club, 2C Lithgow Street, Lithgow, New South Wales.

BUSINESS

The following business will be dealt with at the Annual General Meeting:

1. Apologies.
2. To confirm the minutes of the previous Annual General Meeting.
3. To receive and consider the directors' report, financial report and auditors' report on the financial report for the last financial year ending 30 June 2019, and any other reports of the Board or of individual officers of the Club. Copies of these reports are available on request at the Club and on the Club's website.

Note: Members who may have any queries in relation to the report are requested to submit their questions in writing to the Chief Executive Officer by 5:00pm on Friday 8 November 2019. This will allow sufficient time for information to be gathered or research undertaken. If questions are not submitted in this manner, the Club may not be able to provide a complete answer at the Annual General Meeting.

4. To consider and if thought fit pass the two (2) Ordinary Resolutions set out in this Notice.
5. To consider and if thought fit pass the three Resolutions for Life membership set out in this Notice.
6. To deal with any other business of which due notice has been given to members.

Note: Under the Club's Constitution the next Board election is in connection with the Annual General Meeting in 2020.

PROCEDURAL MATTERS FOR ORDINARY RESOLUTIONS

1. To be passed, an Ordinary Resolution must receive votes from not less than a majority (50% + 1) of those members who, being eligible to do so, vote in person on the resolution at the meeting.
 2. Life members, financial Bowling members and financial Non-Bowling members are entitled to vote on the resolutions at the meeting.
 3. The resolutions are to be read in conjunction with the notes to members that follow the resolutions.
 4. Under the Registered Clubs Act, members who are employees of the Club are not entitled to vote and proxy voting is prohibited.
-

FIRST ORDINARY RESOLUTION

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

That the members hereby:

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

Notes to Members on First Ordinary Resolution

1. The First Ordinary Resolution is to have the members in general meeting approve expenditure by the Club on Directors (and their spouses in certain circumstances) in respect of the matters set out in the First Ordinary Resolution.
-

2. Included in the First Ordinary Resolution is the cost of directors attending seminars, lectures, trade displays and other similar events to be kept abreast of current trends and developments which may have a significant bearing on the Club and also to satisfy the training requirements for Directors under the Registered Clubs Act.
3. The First Ordinary Resolution is in the same terms and for the same amount as passed by the members at the Annual General Meeting in 2018.

SECOND ORDINARY RESOLUTION

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

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

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

Notes to Members on Second Ordinary Resolution

1. The Second Ordinary Resolution is to have the members approve honorariums for the President and Treasurer for duties to be performed by them until the next Annual General Meeting.
2. The Second Ordinary Resolution is in the same terms and for the same amounts as passed by the members at the Annual General Meeting in 2018.

FIRST RESOLUTION FOR LIFE MEMBERSHIP

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

Proposed by Lyn Bulkeley and seconded by Betty Newcombe.

SECOND RESOLUTION FOR LIFE MEMBERSHIP

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

Proposed by Lyn Bulkeley and seconded by Betty Newcombe.

THIRD RESOLUTION FOR LIFE MEMBERSHIP

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

Proposed by Lyn Bulkeley and seconded by Betty Newcombe.

FOURTH RESOLUTION FOR LIFE MEMBERSHIP

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

Proposed by Lyn Bulkeley and seconded by Betty Newcombe.

Notes to Members on Ordinary Resolutions for Life Membership

1. Under the Club's Constitution a member who has given long or meritorious service to the Club or for any other commendable reason can be elected at any General Meeting (which includes an Annual General Meeting) to Life membership of the Club, provided that:
 - (a) the nomination is made in writing by two (2) Bowling or Life members and notice of the nomination has been given with the notice convening the General Meeting; and
 - (b) the Board has approved the nomination.
2. The Board has approved each of the three (3) nominations for Life membership referred to above.
3. To be passed, each Resolution requires votes in its favour from at least two-thirds of the members who being present at the meeting and entitled to do so vote on the Resolution.

Dated:

By direction of the Board



Karren Jamieson
Chief Executive Officer

**PRESIDENTS REPORT
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2019**

On behalf of my fellow Directors, I have pleasure in presenting my report for the Year Ending 30th June 2019.

The Clubs earnings before Interest and Depreciation for the Year was \$448,836 and after providing \$337,867 for Depreciation and \$83,708 for Loan Interest, the Club recorded a small profit of \$27,261.

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

2019 has been a very special year as we celebrated our Centenary, having formed in 1919. We had a Month of Celebrations in March, the highlight of which was our Centenary ball held on Saturday 29th.

A special thanks to our Centenary Committee, chaired by Vice- President Warren Kennedy who put in a considerable amount of work and held numerous meetings to ensure a successful Centenary month.

MANAGEMENT.

The Clubs new CEO Karren Jamieson commenced in November.

Karren has extensive senior management experience in a number of major Sydney Clubs and brings a wealth of experience to the Club.

Lee Green officially retired from her permanent position in July, but is staying on in a casual capacity.

Lee has been the Clubs Manager since 2003 and has put a tremendous amount of work and countless long hours into ensuring the success of the Club.

On behalf of the Board and the members, I would like to thank Lee for her dedication and loyalty to the Club.

COMMUNITY.

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

We also thank those organisations for the support we receive.

APPRECIATION.

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

Also, a big thank you to our Travelling Bowlers who host other visiting Bowling Clubs which is very beneficial to our Club and of course they enjoy visiting other Clubs.

Our membership numbers have increased substantially over the past year which is an encouraging sign for the Clubs future growth. A big thank you to all our members for supporting the Club.

Last but not least, I would like to thank my fellow Directors. The Directors are very proud of the Club and all spent a considerable amount of their own time, not only attending Board Meetings but running the Clubs weekly bingo sessions, poker machine clearances and the weekly Friday and Sunday raffles. All without any financial compensation.

OUTLOOK & THE FUTURE.

The Clubs Cash Profit over the last 4 years has averaged a little over \$400,000.

Clubs are a very capital-intensive business; we need to generate a significant amount of cash profit to have the capacity to continue to upgrade and modernise the club and to stay competitive with other hospitality venues.

The current level of profitability needs to increase substantially to achieve our objectives.

In June, The Board and Manager had a full day strategic planning session with Russell Corporate Advisory, the leading Club Industry Consultants.

A strategic plan was put in place and adopted by The Board to take the club forward.

The Board looks to the future with confidence.

Wayne Allan

President.

**TREASURER'S REPORT
FOR THE FINANCIAL YEAR ENDED
30TH JUNE, 2019.**

I hereby submit my ninth consecutive treasurer's report for Club Lithgow for the year ended 30th June, 2019. I am pleased to announce that the Club has recorded a profit of \$27,261. Although this profit is down on last year, it has been another successful year for our club. Below is a comparison of previous financial years with depreciation added back to show the cash profit generated by the club over the past 4 years;

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Profit	27,261	94,486	291,336	226,524
Depreciation	<u>337,867</u>	<u>287,644</u>	<u>213,140</u>	<u>133,625</u>
Cash Profit	365,128	382,130	504,476	360,149

Depreciation continues to increase as the gaming machines are very modern and the board has adopted the policy to depreciate gaming machines and associated equipment over 4 years. As can be seen above, the club has generated over \$350k in cash profits this year which is slightly down on last year. Some of the main expense increases on last year included Interest (36,799), Workers Compensation adjustment from previous period (12,000), wages (77,651) and Repairs and Maintenance (19,610). To have made a profit considering these increases, is pleasing but it does highlight that although we have increased income substantially, costs have also increased. The Board and management are now looking for ways to increase revenue substantially to counteract the increasing costs of running the club.

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

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Bar Sales	1,118,791	1,109,288	946,048	827,025
Gross Poker Machine	4,694,509	4,322,107	4,007,666	2,869,002
Bistro Sales	818,495	695,688	636,293	475,478

The above comparisons highlight just how much the club has increased its revenue in the last 12 months. The Board's policy to continue to modernise the club, promote as family friendly and upgrade gaming machines are still proving to be prudent decisions. Comparisons with current year to 2016 certainly shows this.

As at 30 June, 2019 the club still needed to acquire another 3 blocks of entitlements to allow the club to purchase to its limit of 47 poker machines. Since year end, the Club has now successfully purchased these three remaining blocks allowing the club to expand to its maximum gaming machine limit as and when it decides the time is right.

I would like to take this opportunity to thank Karren for a job well done since her appointment as CEO. Karren has really made a difference and continues to find ways to improve our great club. I would also like to thank my fellow board members and acknowledge the professional way they have conducted themselves again this year. It has been a pleasure working with them. There has also been a lot of staff changes and I thank existing and new staff for a job well done. They are working hard to make your club the friendly and family orientated club we want it to be.

Michael Brown
Treasurer

**CHIEF EXECUTIVE OFFICER'S REPORT
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2019**

It is with great pleasure I present you Club Lithgow's Annual Report for 2018-19.

At the time of writing this report I have been employed by Club Lithgow as the CEO for 10 months and at 30 June 2019 (This financial year) I would have been employed for 7 months.

Treasurer Michael Brown's report has made reference to the current financial position so I will not make any further comment.

The last ten months has certainly been an experience in learning and understanding the culture of Club Lithgow.

Club Lithgow is a very special club with prospects of endless opportunities.

Recently the Board of Directors and myself attended a strategic planning session to develop a plan for the future. It is now my responsibility to carry out that Strategic Plan. The agreed Fundamental Objective of the club is *"to achieve long term financial viability. Financial viability means revenue growth at rates greater than inflation, and EBITDA to revenue ratio of at least 15%, but targeting 20% in the longer term."*

Your Board Members give their time and dedication to the Club, in a voluntary capacity, and I do take my hat off to them as it can be a thankless job.

To all of you THANK YOU for welcoming me to your Club and for your patronage of the Club and I look forward to a bright future for the Club with continuous improvement being my main focus.

Karren Jamieson
Chief Executive Officer

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Contents

For the Year Ended 30 June 2019

	Page
Financial Statements	
Directors' Report	1
Auditors Independence Declaration under Section 307C of the Corporations Act 2001	6
Statement of Profit or Loss and Other Comprehensive Income	7
Statement of Financial Position	8
Statement of Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration	24
Independent Audit Report	25

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2019

The directors present their report on Lithgow City Bowling Club Limited for the financial year ended 30 June 2019.

1. General information

Information on directors

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

Wayne Allan

Qualifications and Experience Accountant and Retired Club Manager

Period as Director 2 years - from 18 Dec 2017 to Current

Special responsibilities President

Warren Kennedy

Qualifications and Experience Retired Railway Manager

Period as Director 3 years - from 25 Sep 2016 to Current

Special responsibilities Vice President

Michael Brown

Qualifications and Experience Accountant and Business Owner

Period as Director 9 years - from 2010 to Current

Special responsibilities Treasurer

David Benjamin

Qualifications and Experience Retired Club Manager

Period as Director 11 years - from 28 Sep 2008 to Current

Special responsibilities Director - Raffles Host

Athol Roach

Qualifications and Experience Retired Railway Manager

Period as Director 3 years - from 25 Sep 2016 to Current

Special responsibilities Director - Bowls Shop

Julie Hughan

Qualifications and Experience Retired Business Owner

Period as Director 11 years - from 28 Sep 2008 to Current

Special responsibilities Director - Bingo Facilitator

Janne Gordon

Qualifications and Experience Business Operator

Period as Director 7 years - from 25 Aug 2013 to Current

Special responsibilities Director - Bingo Facilitator

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

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2019

1. General information

Principal activities

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

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

The Company's short term objectives are to:

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

The Company's long term objectives are to:

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

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

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

Directors' Report

30 June 2019

1. General information

Principal activities

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

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

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

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

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

Non-financial performance measures include:

- Members' feedback
- New membership numbers
- Community engagement

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2019

1. General information

Members guarantee

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

At 30 June 2019 the collective liability of members was \$25,320 (2018: \$31,100).

	Number of Members	Individual Contribution on Winding up of the Company \$	Total Members Contribution on Winding up of the Company \$
Membership Details			
Bowling Members	42	10	420
Ladies Bowlers	46	10	460
Social Members	2,383	10	23,830
Pensioners Bowling Members	61	10	610
Life Member	8	-	-
TOTAL	2,540	-	25,320

2. Operating results and review of operations for the year

Operating results

The profit of the Company amounted to \$27,261 (2018: \$94,486).

3. Other items

Significant changes in state of affairs

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

Matters or circumstances arising after the end of the year

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

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Directors' Report

30 June 2019

Meetings of directors

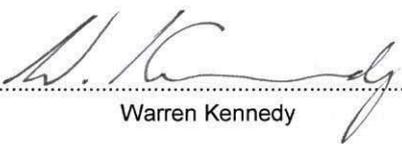
During the financial year, 14 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Wayne Allan	14	12
Warren Kennedy	14	13
Michael Brown	14	13
David Benjamin	14	13
Athol Roach	14	14
Julie Hughan	14	13
Janne Gordon	14	13

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 2019 has been received and can be found on page 6 of the financial report.

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

Director: 
Warren Kennedy

Director: 
Michael Brown

Dated this 11 day of October 2019

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Lithgow City Bowling Club Limited**Crowe Central West**
ABN 73 139 862 923
Audit and Assurance Services**Dubbo Office**
2 Commercial Avenue
Dubbo NSW 2830 Australia
PO Box 654
Dubbo NSW 2830 Australia
Tel 02 6883 5600
Fax 02 6884 2242**Bathurst Office**
157 George Street
Bathurst NSW 2795 Australia
PO Box 684
Bathurst NSW 2795 Australia
Tel 02 6330 2200
Fax 02 6330 2299
www.crowe.com.au

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2019, there have been:

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

**CROWE CENTRAL WEST**

John Thompson
Audit Partner
Registered Company Auditor: 302046

Dated at Bathurst on the 11th day of October 2019

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

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

© 2019 Findex (Aust) Pty Ltd

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2019

		2019	2018
	Note	\$	\$
Revenue	3	3,394,265	3,165,383
Cost of Sales		(840,185)	(780,406)
Gross Profit		2,554,080	2,384,977
Employee Benefits Expense	4	(1,110,217)	(1,047,111)
Depreciation and Amortisation Expense		(337,867)	(287,644)
Administration Expenses		(216,428)	(203,377)
Finance Costs		(83,708)	(46,909)
Advertising and Promotion		(172,483)	(187,266)
Greens Maintenance		(34,468)	(35,735)
Other Expenses	5	(571,648)	(482,449)
Profit for the year		27,261	94,486
Other comprehensive income			
Revaluation changes for land and buildings		161,720	-
Other comprehensive income for the year		161,720	-
Total comprehensive income for the year		188,981	94,486

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Financial Position

As At 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	493,504	464,264
Trade and other receivables	6	22,118	8,232
Inventories	7	51,016	34,289
Other assets		44,192	89,399
TOTAL CURRENT ASSETS		610,830	596,184
NON-CURRENT ASSETS			
Property, plant and equipment	8	4,810,163	4,893,177
Intangible assets	9	712,533	587,533
TOTAL NON-CURRENT ASSETS		5,522,696	5,480,710
TOTAL ASSETS		6,133,526	6,076,894
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	241,318	448,912
Short-term provisions	11	73,756	74,324
Other liabilities	13	24,551	21,912
TOTAL CURRENT LIABILITIES		339,625	545,150
NON-CURRENT LIABILITIES			
Long-term provisions	11	27,435	27,518
Financial liabilities	12	1,318,230	1,244,971
TOTAL NON-CURRENT LIABILITIES		1,345,665	1,272,489
TOTAL LIABILITIES		1,685,290	1,817,639
NET ASSETS		4,448,236	4,259,255
EQUITY			
Reserves		2,403,789	2,242,069
Retained earnings		2,044,447	2,017,186
TOTAL EQUITY		4,448,236	4,259,255

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement Equity

For the Year Ended 30 June 2019

2019

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

2018

	Retained Earnings	Asset Revaluation Surplus	Retained Earnings Sub Bodies	Total
	\$	\$	\$	\$
Balance as at 1 July 2017	1,801,178	2,242,069	121,522	4,164,769
Profit or loss for the year	94,486	-		94,486
Balance at 30 June 2018	1,895,664	2,242,069	121,522	4,259,255

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Statement of Cash Flows For the Year Ended 30 June 2019

	2019	2018
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,710,866	3,331,658
Payments to suppliers and employees	(3,468,918)	(2,975,669)
Interest received	4,659	3,634
Interest paid	(83,708)	(46,909)
Net cash provided by (used in) operating activities	<u>162,899</u>	<u>312,714</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	9,091	35,090
Purchase of property, plant and equipment	(216,009)	(627,992)
Net cash used by investing activities	<u>(206,918)</u>	<u>(592,902)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	145,366	482,218
Repayment of borrowings	(72,107)	(97,379)
Net cash used by financing activities	<u>73,259</u>	<u>384,839</u>
Net increase (decrease) in cash and cash equivalents held	29,240	104,651
Cash and cash equivalents at beginning of year	464,264	359,613
Cash and cash equivalents at end of financial year	2 <u>493,504</u>	<u>464,264</u>

The accompanying notes form part of these financial statements.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

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

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

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

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

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

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

(b) Inventories

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

Net realisable value is the estimated selling price in the ordinary course of business. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Notes to the Financial Statements

For the Year Ended 30 June 2019

1 Summary of Significant Accounting Policies

(c) Property, Plant and Equipment

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

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

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

Land and buildings

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

Plant and equipment

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

Depreciation

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

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

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

Fixed asset class	Depreciation rate
Plant and Equipment	6 - 33.3 %
Furniture and Fittings	10 - 20 %
Office Equipment	20 - 33.3 %
Poker Machines	15 - 25 %
Bowling Greens	5 - 20 %

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

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

Notes to the Financial Statements

For the Year Ended 30 June 2019

1 Summary of Significant Accounting Policies

(d) Financial instruments

(i) Initial recognition and measurement

Financial instruments are recognised initially using trade date accounting, i.e. on the date that Company becomes party to the contractual provisions of the instrument.

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

Financial Assets

Financial assets are divided into the following categories which are described in detail below:

- loans and receivables;

Financial assets are assigned to the different categories on initial recognition, depending on the characteristics of the instrument and its purpose. A financial instrument's category is relevant to the way it is measured and whether any resulting income and expenses are recognised in profit or loss or in other comprehensive income.

All income and expenses relating to financial assets are recognised in the statement of profit or loss and other comprehensive income in the 'finance income' or 'finance costs' line item respectively.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets.

After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Any change in their value is recognised in profit or loss.

The Company's trade and most other receivables fall into this category of financial instruments.

Financial liabilities

Financial liabilities are recognised when the Company becomes a party to the contractual agreements of the instrument. All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included in the income statement line items "finance costs" or "finance income".

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities depending on the purpose for which the liability was acquired. Although the Company uses derivative financial instruments in economic hedges of currency and interest rate risk, it does not hedge account for these transactions.

The Company's financial liabilities include borrowings, trade and other payables (including finance lease liabilities), which are measured at amortised cost using the effective interest rate method.

Notes to the Financial Statements

For the Year Ended 30 June 2019

1 Summary of Significant Accounting Policies

(d) Financial instruments

Impairment of financial assets

At the end of the reporting period the Company assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired.

(e) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

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

(f) Employee benefits

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

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

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

(g) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

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

(h) Trade and other payables

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

Notes to the Financial Statements

For the Year Ended 30 June 2019

1 Summary of Significant Accounting Policies

(i) Income Tax

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

(j) Revenue and other income

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

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

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

Interest revenue

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

Subscriptions

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

(k) Goods and Services Tax (GST)

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

Receivables and payable are stated inclusive of GST.

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

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

Notes to the Financial Statements

For the Year Ended 30 June 2019

1 Summary of Significant Accounting Policies

(l) Critical accounting estimates and judgments

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

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

The directors have not made any significant estimates during the year, other than the employee leave provisions, provision for doubtful debts and Land and Building Valuations.

(m) Adoption of new and revised accounting standards

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Company has decided not to early adopt these Standards. The following Accounting Standards are for future requirements and their impact on the Company where the Standard is relevant:

Impact of adoption of AASB 15 Revenue from contract with customers

AASB 15 replaces AASB 118 Revenue, AASB 111 Construction Contract and several revenue related Interpretations. The new Standard will be effective for reporting period beginning on or after 1 January 2018 but for not for profits the effective date is 1 January 2019. The Standard includes a new comprehensive framework for revenue recognition and measurement using a five step model. The steps are as follows; Identify the contract with the customer, identify the performance obligations in the contract, determine the transaction price, Allocate the transaction price to each performance obligation and recognise revenue when (or as) performance obligations are satisfied. Lithgow City Bowling Club Limited has reviewed the Standard and assessed the impact of the Standard on adoption. The Club takes the view that there will be negligible impact to the financial statements under this new standard.

Impact of adoption of AASB 16 Leases

AASB 16 introduces a comprehensive model for the identification of lease arrangements and accounting treatments for both lessors and lessees. AASB 16 will supersede the current lease guide including AASB 117 Leases and the related interpretations when it becomes effective. AASB 16 will be effective for reporting periods beginning on or after 1 January 2019. The new standard will result in the recognition of almost all the leases on the balance sheet, by recognising a lease liability reflecting the future lease payments and a 'right of use asset and lease liability. The Club estimates that there will be no material impact upon the initial adoption of AASB 16 due to Lithgow City Bowling Club Limited's lease portfolio and adoptions of new accounting policies and changes material judgement areas such as discount rates and estimated lease term for leases with renewal options.

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

2 Cash and cash equivalents

	2019	2018
	\$	\$
Cash on hand	155,646	141,613
Cash at Bank - Club Lithgow	255,194	243,534
Cash at Bank - Sub Bodies	82,664	79,117
Total Cash and Cash Equivalents	493,504	464,264

Reconciliation of cash

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

	2019	2018
	\$	\$
Cash and cash equivalents	493,504	464,264
Balance as per statement of cash flows	493,504	464,264

3 Revenue and Other Income

Revenue from continuing operations

Finance income includes all interest-related income, other than those arising from financial assets at fair value through profit or loss. The following amounts have been included in the finance income line in the statement of profit or loss and other comprehensive income for the reporting periods presented:

	2019	2018
	\$	\$
Sales revenue		
- Bar Sales	1,118,791	1,109,288
- Bistro	831,006	695,517
- Keno Commission	33,724	28,132
- TAB Commission	9,457	13,251
- Poker Machines	1,244,828	1,194,824
- GST Subsidy Poker Machine	17,180	17,180
- Income - Sub Bodies	97,212	116,924
	3,352,198	3,175,116
Finance income		
- Interest Income	4,659	3,426
	4,659	3,426
Other revenue		
- Member Subscriptions	28,800	28,890
- Other Income	8,609	(42,049)
	37,409	(13,159)
Total Revenue	3,394,266	3,165,383

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

4 Employee Benefits Expense

	2019	2018
	\$	\$
Employee Benefits Expense		
- Wages and Salaries	999,024	921,373
- Superannuation contributions	92,477	84,687
- Long service leave	(2,022)	8,577
- Annual and Sick leave	7,446	6,713
- Payroll tax	13,293	25,761
Total	1,110,217	1,047,111

5 Other Expenses

	2019	2018
	\$	\$
General Expenses	160,341	96,752
Bar & Bistro Expenses	31,695	25,239
Gaming Expenses	176,063	156,556
Entertainment	69,073	78,676
Repairs & Maintenance	44,820	25,210
Expense - Sub Bodies	89,657	100,016
Total	571,648	482,449

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

6 Trade and other receivables

	2019	2018
	\$	\$
CURRENT		
TabCorp Deposit	5,000	5,000
Trade Debtors	17,118	1,800
GST Subsidy Receivable	-	1,432
Total current trade and other receivables	22,118	8,232

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

7 Inventories

	2019	2018
	\$	\$
CURRENT		
At cost:		
Draft Beer	13,257	5,915
Packaged Beer	1,633	1,604
Wines	2,708	2,744
Spirits	7,406	4,180
Additives & Sundries	3,994	2,802
Bistro Supplies	3,575	3,617
Bowlers Shop - Sub Bodies	15,658	13,427
Gift Cards	2,785	-
Total Inventories	51,016	34,289

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

8 Property, plant and equipment

	2019	2018
	\$	\$
Land and buildings		
At Directors valuation	-	3,555,480
Improvements	-	398,642
Accumulated depreciation	-	(12,095)
Total Land and Buildings	-	3,942,027
Land		
At directors' valuation	600,000	-
Buildings		
At directors' valuation	3,500,000	-
Total land and buildings	4,100,000	3,942,027
Plant and equipment		
At cost	1,904,619	1,838,223
Accumulated depreciation	(1,331,380)	(1,032,899)
Total plant and equipment	573,239	805,324
Furniture, fixture and fittings		
At cost	215,477	215,543
Accumulated depreciation	(169,799)	(161,221)
Total furniture, fixture and fittings	45,678	54,322
Office equipment		
At cost	41,130	36,969
Accumulated depreciation	(37,582)	(36,206)
Total office equipment	3,548	763
Bowling Greens		
At cost	118,859	118,859
Accumulated depreciation	(37,632)	(32,920)
Total Bowling Greens	81,227	85,939
Computer software		
At cost	5,735	5,735
Accumulated depreciation	(2,080)	(933)
Total computer software	3,655	4,802
WIP – Alfresco Gaming		
At cost	\$ 2,816	\$ -
Total WIP - Alfresco Gaming	\$ 2,816	\$ -
Total property, plant and equipment	4,810,163	4,893,177

Notes to the Financial Statements

For the Year Ended 30 June 2019

8 Property, plant and equipment

(a) The directors have considered all the land and buildings as core assets.

(b) Movements in Carrying Amounts

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

	Land and Buildings	Plant and Equipment	Furniture and Fittings	Office Equipment	Bowling Greens	Computer Software	WIP – Alfresco Gaming	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Year ended 30 June 2019								
Additions	3,942,027	805,324	54,322	763	85,939	4,802	-	4,893,177
Depreciation expense	6,000	76,306	1,726	4,161	-	-	2,816	91,009
Revaluation increase recognised in Other Comprehensive Income	(9,747)	(310,612)	(10,333)	(1,316)	(4,712)	(1,147)	-	(337,867)
Prior Year Adjustments	161,720	-	-	-	-	-	-	161,720
	-	2,221	(37)	(60)	-	-	-	2,124
Balance at the end of the year	4,100,000	573,239	45,678	3,548	81,227	3,655	2,816	4,810,163

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

Notes to the Financial Statements

For the Year Ended 30 June 2019

9 Intangible Assets

	2019	2018
	\$	\$
Poker machine entitlements	712,533	587,533
	<u>712,533</u>	<u>587,533</u>

10 Trade and other payables

	2019	2018
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	89,393	341,042
GST Payable	54,495	(1,704)
Accrued Expenses	73,296	41,786
Payroll Deductions	24,134	18,982
Members Loyalty Rewards	-	48,806
	<u>241,318</u>	<u>448,912</u>

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

11 Provisions

	2019	2018
	\$	\$
CURRENT		
Employee entitlement	73,756	74,324
	<u>73,756</u>	<u>74,324</u>
NON-CURRENT		
Employee entitlement	27,435	27,518
	<u>27,435</u>	<u>27,518</u>

12 Financial liabilities

	2019	2018
	\$	\$
NON-CURRENT		
ANZ Consolidation Loan	1,318,230	1,244,971
Total Non-Current Liability	<u>1,318,230</u>	<u>1,244,971</u>

Notes to the Financial Statements

For the Year Ended 30 June 2019

13 Other Liabilities

	2019	2018
	\$	\$
CURRENT		
Member subscriptions received in advance	24,551	21,912
Total other liabilities	24,551	21,912

14 Members' Guarantee

The Company is incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding's and obligations of the Company. At 30 June 2019 the number of members was 2,540 (2018: 3,118).

15 Key Management Personnel Disclosures

(a) Total remuneration paid

The total remuneration paid to key management personnel of the Company is \$93,426 (2018: \$65,319).

16 Contingencies

Contingent Liabilities

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

There was a non-binding commitment from the Club to purchase the remainder of the allocated Poker Machine Entitlements before 31 December 2019. The Club has fulfilled this commitment in August of 2019 and purchased the remaining Entitlements for \$135,000.

17 Related Parties

(a) Other related parties

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

18 Events Occurring 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 Company, the results of those operations, or the state of affairs of the Company in future financial years.

19 Company Details

The registered office of the company is:

Lithgow City Bowling Club Limited
2C Lithgow Street
LITHGOW NSW 2790

Lithgow City Bowling Club Limited

ABN: 50 001 040 348

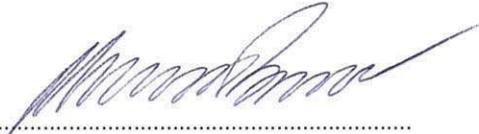
Directors' Declaration

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 8, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 30 June 2019 and of the performance for the year ended on that date of the Company.
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Director .....
Warren Kennedy

Director .....
Michael Brown

Dated this 11 day of October 2019

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

Opinion

We have audited the financial report of Lithgow City Bowling Club (the Entity), which comprises the balance sheet as at 30 June 2019, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by those charged with governance.

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

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2019 and of its financial performance for the year ended that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and Corporation *Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

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

© 2019 Findex (Aust) Pty Ltd

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

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

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

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

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

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Crowe Central West

CROWE CENTRAL WEST



John Thompson
Audit Partner
Registered Company Auditor: 302046

Dated at Bathurst on the 11th day of October 2019

CLUBLITHGOW

...on Lithgow Street!

MINUTES OF THE 46TH ANNUAL GENERAL MEETING OF LITHGOW CITY BOWLING CLUB LIMITED

HELD IN THE AUDITORIUM ON SUNDAY 28TH OCTOBER 2018

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

ATTENDANCE

Directors D Benjamin, J Hughan, M Brown, A Roach, Jan Gordon, W Kennedy & W Allan
Secretary C Green

APOLOGIES

L Wright (1634)
D Wright (1361)

The chair introduced Mr John Thompson from Crowe Howarth Club Auditor.

MINUTES OF THE PREVIOUS AGM

Moved: Fay King Seconded: Cheryl Wotton that the minutes of the 45th Annual General Meeting held on Sunday 29th October 2017 be accepted as a true record and adopted.

CARRIED

FINANCIAL REPORT, DIRECTORS REPORT AND AUDITORS REPORT 2018

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

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

CARRIED

FIRST ORDINARY RESOLUTION

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

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

CLUBLITHGOW

...on Lithgow Street!

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

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

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

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

Moved: R Ritchie Seconded: T Healey that the first ordinary resolution be moved.

CARRIED

SECOND ORDINARY RESOLUTION

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

Moved: M Johnson Seconded: T Breen that the second ordinary resolution be moved.

CARRIED

SPECIAL RESOLUTION

That the constitution of Lithgow City Bowling Club Limited be amended by **deleting** Article 79 which provides:

“79. No Member of the Board of Directors of the Lithgow City Bowling Club Limited shall be eligible to nominate or to be elected to any position in the Committee of any Sub body.”

And in its place **inserting** the figures and words “79. Deleted”

Moved: T Breen Seconded: R Ritchie that the special resolution be moved.

CARRIED

ELECTION RESULT

Declaration of Ballot by Returning Officer R Ritchie
Club Lithgow's Elected Board of Directors as follows:-

President

- Wayne Henry Allan (Bowling Member)

Vice President

CLUBLITHGOW

...on Lithgow Street!

- Warren Frederick Kennedy (Bowling Member)

Board Members

- Julie Hughan (Non-Bowling Member)
- Janne Narelle Gordon (Non-Bowling Member)
- David Hedley Jeffery Benjamin (Bowling Member)
- Athol Roach (Bowling Member)

Chairman Mr. D Benjamin had the enviable honor of bestowing Life Membership on 3 worthy members Kerry Clarke, Brian Davidson & Athol Roach. All of these members are deserving recipients of this Honor due to their long-time service to the Club, holding various positions on bowls sub body, voluntary work and bowls promotions.

Mr. D Benjamin then handed the Chair to newly appointed president Mr. W Allan.

The Chair introduced the newly appointed CEO Ms. Karren Jamieson who attended the AGM and also thanked Mrs. Lee Green for her contribution to the progression of the Club during her time as manager.

GENERAL BUSINESS

Member I Townsend asked about the recent reduction in member loyalty points. The Chair stated that the reduction was necessary because of the Clubs financial capacity and advised that the loyalty points program was still very generous.

The Chairman thanked members for their attendance and closed the meeting at 11.30am.

SIGNED AS A TRUE AND ACCURATE RECORD OF PROCEEDINGS

Wayne Allan

Chairman

LITHGOW CITY MENS SUB BODY ANNUAL REPORT FOR 2019

Here at Lithgow City we have enjoyed a year of continued prosperity. Our sub-body wishes to thank the Mother Club for their excellent support and our desire is to see it continue. Events that we have seen completed to this point include –

Major Singles	Winner - Ian Townsend
Minor Singles	Winner – Michael Hughes
Major Pairs	Winners – Jeff Madden and Ian Townsend

Triples and Fours are still being contested at the time of publication of this report.

A very successful Spring Pairs Tournament held just recently, saw locals Jeff Madden and Ian Townsend victorious.

Numbers are up for the Golden Oldies Carnival and some excellent teams are entered. We look forward to that event next week.

Participation in Pennants should see our Club represented in Grades 4 and 7, for next year after a mediocre performance last season.

We wholeheartedly wish to thank our raffle sellers, Stan Campbell, Ken Potter, Graham Pitt and Peter Kearney and hope they continue to keep the sub body going forward.

As 2020 nears we look forward to a happy and successful time at Lithgow City Bowling Club.

2019 Sub Body Treasurer
Jim Bannerman

Lithgow City Women's Sub-Body Report 2018/2019

Our year started in September with Allan's Charity Day which is sponsored by the Allan family and is an annual event. This year our charity is the Lithgow Hospital Auxiliary.

The AGM was held in September and our current committee continue to hold their positions. We gained an extra 3 members who are all enjoying their bowls and new friendships. Next event is our birthday held in October, this is sponsored by Centennial Coal and we thank them for their ongoing support.

Higgin's day follows, Ross Higgin's usually attends, then we have Irene Gillard Memorial Day held November sponsored by the Gillard family, these days are colourful and enjoyed by everyone.

2019 started off the western district events, at Lithgow City were winners in the open fours at district level but went down to St Marys at the regional. The Team was Fay King, Lyn Bulkeley, Pam Johnson, Daniella Maruschko, Cheryl Wotton, sub had a couple of sick players on the day.

Our club championships are completed for 2019 the results were

Major Singles Ina Hunter

Minor Singles Lesley Wright

Pairs Marg Gibbons, Ann Anderson

Triples Ina Hunter, Cheryl Wotton, Gloria Clark

Fours Lyn Bulkeley, Keri Bernard, Marg Gibbons, Ina Hunter

This is my first year as president and I would like to thank you all for your patience, support and friendship that you have shown me this year. Thank you to the kitchen staff for their wonderful work, Faye for making sure greens are ready, the selectors, match ladies, umpires and Caroline for coaching. A special thanks to Ken and Col for their help on our days.

Thanks to Club Lithgow management and staff, men's sub body, greenkeepers,

Doris, Whyte, Petes Bistro, and staff who look after visiting bowlers. The club continues to be successful and the future looks bright. Betty Newcombe
President Lithgow City Bowling Club.

NOTES

NOTES

NOTES

NOTES