
North Bondi RSL Club Limited

ABN 89 001 033 601

**Annual Financial Report
31 December 2023**

North Bondi RSL Club Limited

Directors' Report

The directors present their report together with the financial statements of North Bondi RSL Club Limited (the company) for the year ended 31 December 2023.

Directors

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

Name of the director	Date of appointment	Experience and special responsibilities
Martyn Bell	19 April 2009	Business consultant and 14 years as President
Paul Koerber	6 April 2013	Naval Commander
Rachel Coghlan	26 November 2019	Human Resources Advisor
Max Predebon	23 March 2021	Investment Director
Michelle Creamer*	23 August 2022 (resigned 21/5/23)	Partnerships Director
Julian Lenthall*	23 August 2022 (resigned 21/5/23)	Investment Director
Henry Meagher*	26 July 2022 (resigned 21/5/23)	Google Partner Director
Chris Howell*	21 May 2023	Company Director
George Tapp*	21 May 2023	Company Director
Shane Abood*	21 May 2023	Recruitment Director

*Directors that were appointed or resigned during FY23.

Directors' meetings

The number of meetings of the company's Board of Directors (the Board) held during the year ended 31 December 2023 and the numbers of meetings attended by each director were:

Director	Number of meetings attended	Number of meetings held *
Martyn Bell	12	13
Paul Koerber	12	13
Rachel Coghlan	9	13
Max Predebon	12	13
Henry Meagher*	5	5
Michelle Creamer*	4	5
Julian Lenthall*	4	5
Chris Howell*	8	8
George Tapp*	7	8
Shane Abood*	8	8

* Number of meetings held during the time the director held office during the year.

North Bondi RSL Club Limited

Directors' Report

Membership

The company is a company limited by guarantee and is without share capital. The number of members as at 31 December 2023 and the comparison with last year is as follows:

	2023	2022
Ordinary	125	54
Associate	12,147	9,666
Life	3	3
	<hr/>	<hr/>
	12,275	9,723
	<hr/> <hr/>	<hr/> <hr/>

Members' limited liability

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. The total liability in the event of winding up is \$24,550 (2022: \$19,446).

Operating result

The loss before tax for the year amounted to \$103,511 compared with a loss before income tax of \$319,069 for the prior year. Earnings before interest, tax, depreciation and amortisation amounted to \$531,004 (2022: \$365,915).

Objectives

The company's long term objective is to provide first class social facilities and amenities for the benefit of the Members and their guests, primarily from the eastern suburbs as well as local and international tourists.

Strategy for achieving the objectives

The objective is to be achieved by continuing to maintain a level of profitability to allow re-investment into the upgrading of the premises, thereby encouraging and developing a long term and viable business.

Principal activities

The principal activities of the company during the course of the financial year were the promotion of the objectives of the Club and the conduct and promotion of a licensed social Club for the Members.

There were no significant changes in the nature of the activities of the company during the year.

North Bondi RSL Club Limited

Directors' Report

How these activities assist in achieving the objectives

By providing access and enjoyment to a world class setting in a relaxed environment to members, their guests, and the public, whilst delivering a high level of customer service

Performance measurement and key performance indicators

The Club evaluates performance by comparison to other clubs. This comparison is both local (Eastern suburbs) and across New South Wales.

Performance is also measured by comparing income and expenditure over prior periods as well as evaluating trend lines.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 4.

Signed in accordance with a resolution of the directors.

Dated at North Bondi on 18 April 2024.



M Bell
President

DECLARATION OF INDEPENDENCE BY ELYSIA ROTHWELL TO THE DIRECTORS OF NORTH BONDI RSL CLUB LIMITED

As lead auditor of North Bondi RSL Club for the year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

Elysia Rothwell
Director



BDO Audit Pty Ltd
Sydney,
18 April 2024

INDEPENDENT AUDITOR'S REPORT

To the members of North Bondi RSL Club Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of North Bondi RSL Club Limited (the Company), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of North Bondi RSL Club Limited, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Company's financial position as at 31 December 2023 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards - Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Company in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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



Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Directors' Report 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.

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

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Simplified Disclosures and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

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

This description forms part of our auditor's report.

BDO Audit Pty Ltd

A stylized, handwritten-style signature of the letters 'BDO' in black ink.

A handwritten signature in black ink that reads 'Elysia Rothwell'.

Elysia Rothwell
Director

Sydney, 18 April 2024

North Bondi RSL Club Limited

Directors' Declaration

The directors of North Bondi RSL Club Limited declare that:

- (a) In the Directors' opinion the financial statements and notes set out on pages 8 to 26, are in accordance with the *Corporations Act 2001*, including:
 - (i) Giving a true and fair view of the company's financial position as at 31 December 2023 and of its performance, for the financial year ended on that date; and
 - (ii) Complying with Australian Accounting Standards - Simplified Disclosures and *Corporations Regulations 2001*.
- (b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors.

Dated at North Bondi on 18 April 2024.



M Bell
President

North Bondi RSL Club Limited

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
Revenue			
Sale of goods revenue		5,342,267	4,116,726
Rendering of services revenue		420,383	303,517
Other revenue		31,894	9,685
		<hr/>	<hr/>
Total revenue	1	5,794,544	4,429,928
		<hr/>	<hr/>
Expenses			
Raw materials and consumables used		(1,715,145)	(1,355,503)
Employee benefits expense		(2,403,748)	(1,780,797)
Entertainment, marketing and promotional costs		(97,784)	(18,195)
Occupancy expenses		(594,985)	(591,261)
Professional services fees		(103,983)	(96,827)
Depreciation expenses	2	(516,946)	(554,069)
Donations and grants		(43,406)	(9,777)
Finance costs		(124,200)	(132,093)
Other expenses		(297,858)	(210,475)
		<hr/>	<hr/>
Total expenses		(5,898,055)	(4,748,997)
		<hr/>	<hr/>
Loss before income tax		(103,511)	(319,069)
Income tax benefit	3(a)	47,492	34,948
		<hr/>	<hr/>
Net loss after income tax expense		(56,019)	(284,121)
		<hr/>	<hr/>
Other comprehensive income		-	-
		<hr/>	<hr/>
Total comprehensive income for the year attributable to members		(56,019)	(284,121)
		<hr/> <hr/>	<hr/> <hr/>

The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes set out on pages 12 to 26.

North Bondi RSL Club Limited
Statement of Financial Position
As at 31 December 2023

ASSETS	Note	2023 \$	2022 \$
Current assets			
Cash and cash equivalents		896,053	813,610
Trade and other receivables		12,015	7,765
Inventories		48,703	76,694
Other current assets	4	82,517	115,667
		<hr/>	<hr/>
Total current assets		1,039,288	1,013,736
		<hr/>	<hr/>
Non-current assets			
Property, plant and equipment	5	1,930,900	2,100,111
Right-of-use asset	6	1,812,028	3,234,085
Deferred tax assets	3(b)	268,050	220,558
		<hr/>	<hr/>
Total non-current assets		4,010,978	5,554,754
		<hr/>	<hr/>
Total assets		5,050,266	6,568,490
		<hr/>	<hr/>
LIABILITIES			
Current liabilities			
Trade and other payables	7	600,944	654,417
Employee benefits	8	85,756	50,874
Borrowings	9	35,453	273,465
Income received in advance	10	120,296	115,269
Lease liability	11	148,513	337,109
		<hr/>	<hr/>
Total current liabilities		990,962	1,431,134
		<hr/>	<hr/>
Non-current liabilities			
Employee benefits	8	27,195	8,649
Borrowings	9	-	17,852
Income received in advance	10	105,900	13,636
Lease liability	11	2,440,290	3,555,281
		<hr/>	<hr/>
Total non-current liabilities		2,573,385	3,595,418
		<hr/>	<hr/>
Total liabilities		3,564,347	5,026,552
		<hr/>	<hr/>
Net assets		1,485,919	1,541,938
		<hr/>	<hr/>
Members' funds			
Retained profits		1,485,919	1,541,938
		<hr/>	<hr/>
Total members' funds		1,485,919	1,541,938
		<hr/>	<hr/>

The Statement of Financial Position should be read in conjunction with the accompanying notes set out on pages 12 to 26.

North Bondi RSL Club Limited
Statement of Changes in Members' Funds
For the Year Ended 31 December 2023

	Retained Profits \$	Total members' funds \$
Balance at 31 December 2021	1,826,059	1,826,059
Loss for the year	(284,121)	(284,121)
Other comprehensive income for the year	-	-
	<hr/>	<hr/>
Total comprehensive income for the year	(284,121)	(284,121)
	<hr/>	<hr/>
Balance at 31 December 2022	1,541,938	1,541,938
	<hr/>	<hr/>
Loss for the year	(56,019)	(56,019)
Other comprehensive income for the year	-	-
	<hr/>	<hr/>
Total comprehensive income for the year	(56,019)	(56,019)
	<hr/>	<hr/>
Balance at 31 December 2023	1,485,919	1,485,919
	<hr/> <hr/>	<hr/> <hr/>

The Statement of Changes in Members Funds should be read in conjunction with the accompanying notes set out on pages 12 to 26.

North Bondi RSL Club Limited
Statement of Cash Flows
For the Year Ended 31 December 2023

	2023 \$	2022 \$
Cash flows from operating activities		
Receipts from customers (GST inclusive)	6,527,821	4,918,133
Payments to suppliers and employees (GST inclusive)	(5,842,680)	(3,955,350)
Interest received	6,631	1,178
Finance costs paid	(124,200)	(132,093)
	<hr/>	<hr/>
Net cash inflow from operating activities	567,572	831,868
	<hr/>	<hr/>
Cash flows from investing activities		
Payment for property, plant and equipment	(79,472)	(252,272)
	<hr/>	<hr/>
Net cash outflow from investing activities	(79,472)	(252,272)
	<hr/>	<hr/>
Cash flows from financing activities		
Repayment of lease liabilities	(149,793)	(213,437)
Repayment of borrowings	(255,864)	(241,458)
Proceeds from borrowings	-	85,526
	<hr/>	<hr/>
Net cash outflow from financing activities	(405,657)	(369,369)
	<hr/>	<hr/>
Net increase in cash and cash equivalents	82,443	210,227
	<hr/>	<hr/>
Cash and cash equivalents at the beginning of the financial year	813,610	603,384
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial year	896,053	813,610
	<hr/> <hr/>	<hr/> <hr/>

The Statement of Cash Flows should be read in conjunction with the accompanying notes set out on pages 12 to 26.

North Bondi RSL Club Limited

Notes to the Financial Statements

For the Year Ended 31 December 2023

About this report

North Bondi RSL Club Limited is a company limited by guarantee, incorporated and domiciled in Australia and is a non-for-profit entity for the purposes of preparing the financial statements. The financial statements are for North Bondi RSL Club Limited as a standalone legal entity.

The financial statements were approved for issue by the Directors on 17 April 2024.

The financial statements are general purposes financial statements which:

- Have been prepared in accordance with the requirements of the *Corporations Act 2001* and the Australian Accounting Standards - Simplified Disclosures of the Australian Accounting Standards Board;
- Have been prepared under the historical cost convention;
- Are presented in Australian dollars;
- Where necessary comparative information has been restated to conform with changes in presentation in the current year; and
- Have been prepared on a going concern basis.

The notes to the financial statements

The notes include information which is required to understand the financial statements and is material and relevant to the operations, financial position and performance of the company. Information is considered material and relevant if, for example:

- The amount in question is significant because of its size or nature;
- It is important for understanding the results of the company;
- It helps to explain the impact of significant changes in the company's business - for example, acquisitions and impairment write downs; and
- It relates to an aspect of the Company's operations that is important to its future performance.

Significant and other accounting policies that summarise the measurement basis used and are relevant to an understanding of the financial statements are provided throughout the notes to the financial statements.

New or amended Accounting Standards and Interpretations adopted

The company has adopted all new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Critical Accounting Judgements, Estimates and Assumptions

In the process of applying the company's accounting policies, management has made a number of judgements and applied estimates of future events. Judgements and estimates that are material to the financial statements include:

Impairment of non-financial assets	Note 5
Estimation of useful lives of assets	Note 5
Long service leave liability	Note 8
Estimation of lease term and incremental borrowing rate	Note 6

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

1 Revenue and Other Income	2023 \$	2022 \$
Sale of Goods Revenue		
Bar and bistro sales	5,342,267	4,116,726
	<hr/>	<hr/>
	5,342,267	4,116,726
	<hr/>	<hr/>
Rendering of Services Revenue		
Members' subscriptions	240,504	174,669
Other rendering of services	179,879	128,848
	<hr/>	<hr/>
	420,383	303,517
	<hr/>	<hr/>
Other Revenue		
Interest received	6,631	1,178
Sundry revenue	25,263	8,507
	<hr/>	<hr/>
Total other revenue	31,894	9,685
	<hr/>	<hr/>
Total revenue	5,794,544	4,429,928
	<hr/> <hr/>	<hr/> <hr/>

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

1 Revenue and Other Income (Continued)

Recognition and Measurement

Revenues are recognised at fair value of the consideration received or receivable net of the amount of goods and services tax (GST) payable to the taxation authority. Exchanges of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

Sale of goods

Revenue from the sale of goods comprises of revenue earned from the provision of food, beverage and other goods and is recognised (net of rebates, returns, discounts and other allowances) at a point in time when the performance obligation is satisfied that is on delivery of goods to the customer.

Rendering of services

Revenue from rendering services comprises revenue from gaming facilities together with other services to members and other patrons of the club and is recognised at a point in time when the services are provided.

Interest revenue

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

2 Expenses	2023	2022
	\$	\$
Loss before income tax expense includes the following specific expenses:		
Depreciation expense		
Leasehold improvements	181,450	175,670
Plant and equipment	58,833	70,344
Furniture and fittings	8,400	30,848
Right-of-use assets	268,263	277,207
	<hr/>	<hr/>
Total depreciation expense	516,946	554,069
	<hr/> <hr/>	<hr/> <hr/>
Net expense from movements in provision for employee benefits	53,428	59,470
	<hr/> <hr/>	<hr/> <hr/>
Defined contribution superannuation expense	199,221	147,869
	<hr/> <hr/>	<hr/> <hr/>

Recognition and Measurement

The Company is under a legal obligation to contribute 10.5% (up until 30 June 2023) and subsequently 11% (from 1 July 2023 onwards) of each employee's base salary to a superannuation fund. The Company contributes to several defined contribution superannuation plans. Contributions are recognised as an expense as they are made. The Company has no legal or constructive obligation to fund any deficit.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

3 Income Tax

(a) Income Tax Expense

The Income Tax Assessment Act, 1997 (amended) provides that under the concept of mutuality clubs are only liable for income tax on income derived from non-members and from outside entities.

	2023 \$	2022 \$
The amount set aside for income tax in the statement of financial performance has been calculated as follows:		
Proportion of income attributable to non-members	2,558,018	2,116,196
Less: Proportion of expenses attributable to non-members	(2,580,764)	(2,213,126)
	<hr/>	<hr/>
	(22,746)	(96,930)
Add: Other taxable income	137,971	98,088
	<hr/>	<hr/>
	115,225	1,158
Less: Other deductible expenses	<u>(286,403)</u>	<u>(203,896)</u>
Net loss subject to tax	<u>(171,178)</u>	<u>(202,738)</u>
	<hr/>	<hr/>
Current income tax applicable to above at rate of 25%	(42,794)	(50,684)
(Under)/over provision prior year	(7,061)	4,590
Increase in deferred tax assets	2,364	18,865
	<hr/>	<hr/>
Income tax benefit	<u>(47,492)</u>	<u>(34,948)</u>
	<hr/> <hr/>	<hr/> <hr/>

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

3 Income Tax (continued)

(b) Deferred Tax Assets

	2023 \$	2022 \$
The balance comprises temporary differences attributable to:		
Employee provisions	10,057	5,360
Tax losses	<u>257,993</u>	<u>215,198</u>
Net deferred tax assets	<u>268,050</u>	<u>220,558</u>
Movements		
Opening balance	220,558	185,610
Credited to the Statement of Profit or Loss and Other Comprehensive Income	<u>47,492</u>	<u>34,948</u>
Closing balance	<u>268,050</u>	<u>220,558</u>

Recognition and Measurement

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets are recognised for deductible temporary differences only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entity's which intend to settle the claim simultaneously.

Mutuality Principle

The Company calculates its income in accordance with the mutuality principle which excludes from income, any amounts of subscriptions and contributions from members, and payments received from members for particular services provided by the club or association, e.g. poker machines, bar and dining room service in the case of social clubs. The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations.

Amendments to the Income Tax Assessment Act 1997 ensure social clubs continue not to be taxed on receipts from contributions and payments received from members.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

	2023	2022
	\$	\$
4 Other Assets		
Current		
Prepayments	48,463	98,150
Other current assets	34,054	17,517
	<hr/>	<hr/>
Total other current assets	82,517	115,667
	<hr/> <hr/>	<hr/> <hr/>
 5 Property, Plant and Equipment		
Leasehold improvements		
<i>At cost</i>	3,462,804	3,462,804
<i>Accumulated depreciation</i>	(1,782,154)	(1,600,704)
	<hr/>	<hr/>
	1,680,650	1,862,100
	<hr/>	<hr/>
Plant and equipment		
<i>At cost</i>	922,124	843,925
<i>Accumulated depreciation</i>	(750,661)	(691,829)
	<hr/>	<hr/>
	171,463	152,096
	<hr/>	<hr/>
Furniture and fittings		
<i>At cost</i>	485,013	483,742
<i>Accumulated depreciation</i>	(406,226)	(397,827)
	<hr/>	<hr/>
	78,787	85,915
	<hr/>	<hr/>
Total property, plant and equipment net book value	1,930,900	2,100,111
	<hr/> <hr/>	<hr/> <hr/>

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

5 Property, Plant and Equipment (continued)

	2023 \$	2022 \$
Reconciliations		
Movements in Carrying Amounts		
Property, plant and equipment are stated at historical cost less depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.		
Leasehold Improvements		
Carrying amount at beginning of year	1,862,100	1,814,109
Additions	-	223,661
Depreciation expense	(181,450)	(175,670)
	<hr/>	<hr/>
Carrying amount at end of year	1,680,650	1,862,100
	<hr/>	<hr/>
Plant and Equipment		
Carrying amount at beginning of year	152,096	203,140
Additions	78,200	19,300
Depreciation expense	(58,833)	(70,344)
	<hr/>	<hr/>
Carrying amount at end of year	171,463	152,096
	<hr/>	<hr/>
Furniture and fittings		
Carrying amount at beginning of year	85,915	107,453
Additions	1,272	9,310
Depreciation expense	(8,400)	(30,848)
	<hr/>	<hr/>
Carrying amount at end of year	78,787	85,915
	<hr/>	<hr/>

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

5 Property, Plant and Equipment (continued)

Core Property leased by the Club is:

118-120 Ramsgate Avenue
North Bondi NSW 2026

There were no non-core properties held by the club.

Recognition and Measurement

Property, plant and equipment are stated at historical cost less depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

The depreciable amount of all fixed assets including leasehold improvements is depreciated using the straight line methods to allocate their cost, net of their residual values, over their estimated useful lives, as follows:

Leasehold improvements	Period of lease
Plant and equipment	3 to 7 years
Furniture, fittings and equipment	5 to 10 years

Estimation of Useful Lives of Assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

6 Right-of-use assets

	2023 \$	2022 \$
Property - right-of-use asset		
<i>At cost</i>	3,029,558	4,174,406
<i>Less accumulated depreciation</i>	(1,217,530)	(940,321)
	<hr/>	<hr/>
Total right-of-use asset at end of year	1,812,028	3,234,085
	<hr/>	<hr/>
Movements in carrying amounts of right-of-use assets:		
Property - right-of-use asset		
Carrying amount at the beginning of the year	3,234,085	3,511,292
Lease modification	(1,153,794)	-
Depreciation expense	(268,263)	(277,207)
	<hr/>	<hr/>
Carrying amount at the end of the year	1,812,028	3,234,085
	<hr/>	<hr/>

The Company leases the land in which they operate under an agreement that is a 10-year lease with options in the clubs favour to extend for a further two 5 year terms, maturing in 2034. The Company had rental payments waived during the period. The Company has reflected this lease modification whereby reduction to the rent is accounted for as a lease modification and it is recognised as a reduction to lease liability and right-of-use asset.

7 Trade and Other Payables

Trade payables	270,528	365,857
Goods and Services Tax (GST) payable	121,748	100,062
Other payables and accrued expenses	208,668	188,498
	<hr/>	<hr/>
	600,944	654,417
	<hr/>	<hr/>

Recognition and Measurement

These amounts are unsecured and are usually paid within 30 days of recognition.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

8 Employee Benefits

	2023 \$	2022 \$
Current	85,756	50,874
Non-current	27,195	8,649

Recognition and Measurement

Long Service Leave

The provision for employee benefits relating to long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided to reporting date. The provision is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates based on turnover history and is discounted using the market yields on national government bonds at reporting date which most closely match the terms of maturity with the expected timing of cash flows. The unwinding of the discount is treated as long service leave expense.

The liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect to all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

9 Borrowings

Current bank loan	35,453	273,465
Non-current bank loan	-	17,852

The borrowings balance is made up of a bank loan with Westpac Bank.

The Westpac loan has been secured against the kitchen equipment acquired as part of renovation works undertaken in prior years. As part of the agreement the bank has the rights over the assets in the event of a default, with the assets being unable to be sold without prior permission from the bank. The loan was due to be repaid over a 71-month period at an interest rate of 5.78% and is due to mature in January 2024.

Recognition and measurement

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

10 Income In Advance

	2023 \$	2022 \$
Current	120,296	115,269
	<hr/>	<hr/>
Non-current	105,900	13,636
	<hr/>	<hr/>

Recognition and Measurement

Income in advance is recognised when the company receives consideration in advance of the provision of the goods or services to which the consideration relates.

Income in advance is measured at the fair value of the consideration received and is amortised to the profit or loss when the company satisfies the performance obligation to which the deferred income is related.

11 Lease Liability

Current

Lease liabilities	148,513	337,109
	<hr/>	<hr/>

Non-current

Lease liabilities	2,440,290	3,555,281
	<hr/>	<hr/>

Recognition and measurement

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down. The Company had rental payments waived during the period and was accounted for as a lease modification. Refer to note 6 right-of-use asset for impact of the lease modification during the period.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

11 Lease Liability

	2023 \$	2022 \$
Current		
Lease liabilities	148,513	337,109
	<hr/>	<hr/>
Non-current		
Lease liabilities	2,440,290	3,555,281
	<hr/>	<hr/>

Recognition and measurement

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down. The Company received rent concessions during the period and was accounted for as a lease modification. Refer to note 6 right-of-use asset for impact of the lease modification during the period.

12 Contingent Liabilities

Bank Guarantees

The company has given the following bank guarantee in favour of TAB Limited:

5,314	5,301
<hr/>	<hr/>

13 Remuneration of Auditors

Audit and non-assurance services – BDO

Audit of the financial statements	32,500	29,500
Taxation services	7,000	7,000
	<hr/>	<hr/>
	39,500	36,500
	<hr/> <hr/>	<hr/> <hr/>

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

14 Key Management Personnel Details

(a) Directors

The following persons were non-executive directors of the company during the financial year:

Name of director	Date of reappointment/appointment/resignation
Martyn Bell	19 April 2009
Paul Koerber	6 April 2013
Rachel Coghlan	26 November 2019
Max Predebon	23 March 2021
Michelle Creamer*	23 August 2022 (resigned 21 May 2023)
Julian Lenthall*	23 August 2022 (resigned 21 May 2023)
Henry Meagher*	26 July 2022 (resigned 21 May 2023)
Shane Abood*	21 May 2023
Christopher Howell*	21 May 2023
George Tapp*	21 May 2023

(b) Key Management Personnel Compensation

	2023 \$	2022 \$
Benefits and payments made to Other Key Management Personnel	205,038	170,807

The increase in benefits and payments made to key management personnel relates to increased permanent employees needs, subsequent to the renovation.

15 Related Parties

Key Management Personnel

Disclosures relating to key management personnel are set out in Note 14.

Directors' Transactions with the Company

From time to time, directors of the company, or their director-related entities, may purchase goods from the company. These purchases are on the same terms and conditions as those entered into by other company employees or customers and are trivial or domestic in nature.

Apart from the details disclosed in this note, no director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interests existing at year end.

16 Company Details

The Club is incorporated and domiciled in Australia as a company limited by guarantee. In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the company during the time that he is a member or within one year thereafter. At 31 December 2023 there were 12,275 members (2022: 9,723 members). The potential liability as at 31 December 2023 was \$24,550 (2022: \$19,446).

The registered office of the company is 118-120 Ramsgate Avenue, North Bondi NSW 2026.

North Bondi RSL Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2023

17 Events Subsequent to Reporting Date

There are no other matters or circumstances that have arisen since the end of the financial year that have 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.