



# BRIGHTON RSL CLUB

**Brighton-Le-Sands RSL  
Club Limited**

ACN 19 001 001 707

**Annual Financial Report  
for the year ended 30 June 2023**

# **Brighton-Le-Sands RSL Club Limited** ACN 19 001 001 707

## **Annual financial report for the year ended 30 June 2023**

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These financial statements are the financial statements of Brighton-Le-Sands RSL Club Limited. The financial statements are presented in the Australian currency.

The financial statements were authorised for issue by the Directors on 22 August 2023. The Directors have the power to amend and reissue the financial statements.

# Director's report

Your Directors present their report on Brighton-Le-Sands RSL Club Limited (the Club) for the year ended 30 June 2023.

## Directors details

The following persons were Directors of Brighton-Le-Sands RSL Club Limited during the financial year, and up to the date of this

### Mr John Yates

President  
Director since 2015

Retired NSW Ambulance Service Paramedic, Taxi  
Owner Operator.

### Mr Raymond Banks

Vice President  
Director since 2018

Royal Navy (Submarines), Retired Shift Manager Shell Refinery  
(includes Shell Malaysia)

Retired Shift Manager I.C.I Rhodes & Botany

### Mr Brian Walsh

Director  
Director since 2019

Semi retired Electrician, former Electrical  
Contracting business owner & Sydney City  
Council Emergency Services Officer

### Mr Anthony Leslie Wilkes

Director  
Director since 2020

Retired Qantas employee

### Mr Charles John Leo

Director  
Director since 2022

Electrical contractor

### Ms Alexandra Sella

Director  
Appointed September 2022

Self employed Consultant

### Mr Charlie Camilleri

Director  
Appointed September 2022

Retired Maintenance Manager

## Company secretary

The Company Secretary is Mr Scott Wheelihan. Mr Wheelihan has been an employee of Brighton Le Sands RSL Club Limited since February 1997 and was appointed on 29 March 2006 to the position of Company Secretary.

## Director's meetings

The number of meetings the Directors held during the year and the number of meetings attended by each director is as follows:

Board members	Board meetings		
	A	B	
Mr John Yates	12	12	
Mr Raymond Banks	12	10	
Mr Brian Walsh	12	11	
Mr Anthony Leslie Wilkes	12	12	
Mr Charles John Leo	12	10	
Mr Frederick Piper	Resigned September 2022	3	0
Mr Steven McGuirk	Resigned September 2022	3	3
Ms Alexandra Sella	Appointed September 2022	9	9
Mr Charlie Camilleri	Appointed September 2022	9	8

Where:

- column A: the number of meetings the Director was entitled to attend
- column B: the number of meetings the Director attended

### **Core and non-core property**

Pursuant to Section 41E(5) of the Registered Clubs Act 1976 (NSW) for the financial year ended 30 June 2023, the following land and buildings are considered to be core and non-core property:

#### Core Property

- 351 to 361 Bay Street, Brighton Le-Sands, NSW, 2216

### **Principal activities**

During the year, the principal activities of the Club was the running of a licensed Club for the benefit of its members and to meet the Company's objectives under its constitution.

There have been no significant changes in the nature of these activities during the year.

### **Short and long-term objectives**

The Club's short-term objectives are to:

- Provide the best facilities available to members and their guests with a special interest in the welfare of the returned service league.
- Maintain or increase existing revenue levels and control costs to continue profitability which will allow the Club's premises to be continually improved.

These strategies are measured through both financial and non financial key performance indicators that have been developed relevant to the club industry.

### **Performance measurement**

The Club measures its performance against industry benchmarks, gross profit percentage and wages to sales percentages to measure the financial performance of trading areas such as bar and gaming. The Club also uses EBITDA to measure the financial performance of the Club overall.

### **Significant changes in state of affairs**

No significant changes in the Club's state of affairs.

### **Events since the end of the financial year**

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

### **Contribution in winding up**

The Club is incorporated under the Coprorations Act 2001 and is a Company limited by guarantee. If the Club is wound up, the constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstanding obligations of the Club. At year end the total amount that members of the Club are liable to contribute if the Club is wound up is \$21,910 (2022: \$16,815).

### **Rounding of amounts**

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with the instrument to the nearest dollar.

### **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 5 and forms part of this Directors' report.

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



John Yates - Director



Anthony Wilkes - Director

**Dated: 22 August 2023**

## Auditor's independence declaration

To the Directors of Brighton-Le-Sands RSL Club Limited

In accordance with the requirements of the Corporations Act 2001, as lead auditor for the audit of Brighton-Le-Sands RSL Club Limited for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

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



Shaun Mahony - Partner



Pitcher Partners NH Partnership  
Chartered Accountants

Dated: 22 August 2023  
**Newcastle**

Adelaide Brisbane Melbourne Newcastle Perth Sydney

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Brighton-Le-Sands RSL Club Limited

## Statement of profit or loss and other comprehensive income

For the year ended 30 June 2023

		2023	2022
	Notes	\$	\$
<b>Revenue from continuing operations</b>	2	<b>6,923,455</b>	4,516,962
Other Income	3	<b>29,776</b>	181,264
Cost of Sales		<b>(521,225)</b>	(324,671)
Employee Benefits Expense		<b>(1,781,069)</b>	(1,163,587)
Entertainment, Marketing & Promotional Expense		<b>(548,971)</b>	(215,868)
Poker Machine Duties and Taxes Expense		<b>(953,840)</b>	(630,781)
Cleaning, Rent, Rates, Electricity & Gas		<b>(322,035)</b>	(258,685)
Insurance Expense		<b>(150,270)</b>	(119,261)
Repairs and Maintenance Expense		<b>(216,185)</b>	(146,030)
Security Expense		<b>(184,836)</b>	(154,147)
Directors Expenses & Honoraria		<b>(25,444)</b>	(22,285)
Other Expenses		<b>(489,605)</b>	(344,372)
Donations and Grants Expense		<b>(101,641)</b>	(37,212)
Depreciation and Amortisation Expense		<b>(907,759)</b>	(978,319)
Finance Costs		-	(30,737)
		<b>(6,202,880)</b>	(4,425,955)
<b>Profit / (loss) before income tax</b>		<b>750,351</b>	272,271
Income tax expense		<b>15,828</b>	<b>14,554</b>
<b>Profit / (loss) for the year</b>		<b>766,179</b>	286,825
Other comprehensive income		-	-
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income / (loss) for the year</b>		<b>766,179</b>	286,825

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

**Statement of financial position**

For the year ended 30 June 2023

	Notes	2023 \$	2022 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	1,246,974	1,490,040
Trade receivables	6	24,191	1,991
Inventories	7	32,632	29,854
Financial assets at amortised cost	8	1,507,497	33,146
Other assets	9	66,574	57,309
<b>Total current assets</b>		<b>2,877,868</b>	<b>1,612,340</b>
<b>Non-current assets</b>			
Property, plant and equipment	10	13,441,721	13,972,045
Intangible assets	11	722,766	722,766
Financial assets at amortised cost	8	200	200
Deferred tax assets	12	150,711	134,883
<b>Total non-current assets</b>		<b>14,315,398</b>	<b>14,829,894</b>
<b>Total assets</b>		<b>17,193,266</b>	<b>16,442,234</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	13	379,493	433,166
Provisions	14	385,538	350,832
Other liabilities	15	5,773	4,778
<b>Total current liabilities</b>		<b>770,804</b>	<b>788,776</b>
<b>Non-current liabilities</b>			
Provisions	14	20,438	17,767
Other liabilities	15	2,245	2,091
<b>Total non-current liabilities</b>		<b>22,683</b>	<b>19,858</b>
<b>Total liabilities</b>		<b>793,487</b>	<b>808,634</b>
<b>Net assets</b>		<b>16,399,779</b>	<b>15,633,600</b>
<b>MEMBERS FUNDS</b>			
Retained profits		16,399,779	15,633,600
<b>Total members funds</b>		<b>16,399,779</b>	<b>15,633,600</b>

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

Brighton-Le-Sands RSL Club Limited

## Statement of changes in equity

For the year ended 30 June 2023

	<b>Retained Profits</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2021</b>	15,346,775	15,346,775
Profit for the year	286,825	286,825
<b>Total comprehensive income for the year</b>	<b>286,825</b>	<b>286,825</b>
<b>Balance at 30 June 2022</b>	<b>15,633,600</b>	<b>15,633,600</b>
Profit for the year	766,179	766,179
<b>Total comprehensive income for the year</b>	<b>766,179</b>	<b>766,179</b>
<b>Balance at 30 June 2023</b>	<b>16,399,779</b>	<b>16,399,779</b>

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

**Statement of cash flows**

For the year ended 30 June 2023

Notes	2023 \$	2022 \$
<b>Cash flows from operating activities</b>		
Receipts from members and customers	7,576,177	4,953,383
Payments to suppliers and employees	(5,899,706)	(3,838,466)
Interest received	22,962	136
Interest paid	-	(30,737)
Government stimulus received	-	159,474
<b>Net cash inflow (outflow) from operating activities</b>	<b>1,699,433</b>	<b>1,243,790</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(468,698)	(270,010)
Proceeds from sale of property, plant and equipment	26,199	21,654
Transfer to/from interest bearing deposit	(1,500,000)	-
<b>Net cash inflow (outflow) from investing activities</b>	<b>(1,942,499)</b>	<b>(248,356)</b>
<b>Cash flows from financing activities</b>		
Repayment of borrowings	-	(1,427,900)
<b>Net cash inflow (outflow) from financing activities</b>	<b>-</b>	<b>(1,427,900)</b>
<b>Net increase in cash and cash equivalents</b>	<b>(243,066)</b>	<b>(432,466)</b>
Cash and cash equivalents at the beginning of the financial year	1,490,040	1,922,506
<b>Cash and cash equivalents at the end of the financial year</b>	<b>1,246,974</b>	<b>1,490,040</b>

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

## Notes to the financial statements

For the year ended 30 June 2023

### 1 Summary of significant accounting policies

#### (a) Information about the entity

- Brighton Le-Sands RSL Club Limited is a company limited by guarantee, incorporated and domiciled in Australia.
- Brighton Le Sands RSL Club Limited is a not for profit entity for the purpose of preparing the financial report.
- The registered office of the Company is 351 to 361 Bay Street, Brighton Le-Sands, NSW, 2216.
- The principal place of business of the Company is 351 to 361 Bay Street, Brighton Le-Sands, NSW, 2216.

#### (b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. This includes the disclosure requirements of AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-For-Profit Tier 2 Entities.

#### (c) Statement of compliance

This financial report complies with AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for Profit Tier 2 Entities as issued by the Australian Accounting Standards Board (AASB).

The financial report has been prepared on an accruals basis and is based on historical costs. The financial report is presented in Australian Dollars.

#### (d) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO, are presented as operating cash flows.

#### (e) Rounding of amounts

The Club is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to the 'rounding off' of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with the instrument to the nearest dollar.

**Notes to the financial statements**

For the year ended 30 June 2023

**2 Revenue****(a) Disaggregation of revenue from contracts with customers**

The Club derives revenue from the transfer of goods and services over time and at a point in time for the following services:

	Beverage and Food Revenue	Gaming Revenue	Membership Revenue	Raffle and Bingo Revenue	Other Revenue	Total
	\$	\$	\$	\$	\$	\$
<b>2023</b>						
Revenue from contracts with customers	1,215,196	5,410,391	10,090	182,732	87,866	6,906,275
Other revenue (not covered by AASB15)	-	17,180	-	-	-	17,180
	<u>1,215,196</u>	<u>5,427,571</u>	<u>10,090</u>	<u>182,732</u>	<u>87,866</u>	<u>6,923,455</u>

*Timing of revenue recognition*

At a point in time	1,215,196	5,410,391	-	182,732	87,866	6,896,185
Over time	-	17,180	10,090	-	-	27,270
	<u>1,215,196</u>	<u>5,427,571</u>	<u>10,090</u>	<u>182,732</u>	<u>87,866</u>	<u>6,923,455</u>

	Beverage and Food Revenue	Gaming Revenue	Membership Revenue	Raffle and Bingo Revenue	Other Revenue	Total
	\$	\$	\$	\$	\$	\$
<b>2022</b>						
Revenue from contracts with customers	738,753	3,636,696	15,092	65,618	43,623	4,499,782
Other revenue (not covered by AASB15)	-	17,180	-	-	-	17,180
	<u>738,753</u>	<u>3,653,876</u>	<u>15,092</u>	<u>65,618</u>	<u>43,623</u>	<u>4,516,962</u>

*Timing of revenue recognition*

At a point in time	738,753	3,636,696	-	65,618	43,623	4,484,690
Over time	-	17,180	15,092	-	-	32,272
	<u>738,753</u>	<u>3,653,876</u>	<u>15,092</u>	<u>65,618</u>	<u>43,623</u>	<u>4,516,962</u>

**b) Assets and liabilities related to contracts with customers**

The Club has recognised the following assets and liabilities related to contracts with customers:

	2023	2022
	\$	\$
Contract liabilities (membership in advance)	4,773	2,278
Total Contact liabilities	<u>4,773</u>	<u>2,278</u>

**(c) Accounting policies and significant judgements**

The Club recognises revenue related to the transfer of promised goods or services when a performance obligation is satisfied and when control of the goods or services passes to the customer. The amount of revenue recognised reflects the consideration to which the Club is or expects to be entitled in exchange for those goods or services.

The Club considers whether there are separate performance obligations to which a portion of the transaction price needs to be allocated (e.g. Loyalty Points Program). In determining the transaction price for the sale of goods, the Club considers the effects of variable consideration, the existence of significant financing components, non-cash consideration, and consideration payable to the customer (if any).

*(i) Sale of goods - beverage and food*

Revenue from the sale of beverages and food is recognised at a point in time when the physical control of the goods passes to the customer.

**Notes to the financial statements**

For the year ended 30 June 2023

**(c) Accounting policies and significant judgements (continued)***(ii) Provision of services - gaming revenue*

Revenue from rendering services from gaming facilities to members and other patrons of the Club is recognised when the services are provided. Gaming revenue is measured at the fair value of the consideration received from the net position of the wagers placed less customer winnings paid out. Commission income where the Club acts as an agent for third parties who provide wagering services to members and guests is recognised at a point in time when the wagering transactions has been completed.

*(iii) Provision of services - membership revenue*

Membership subscriptions are recognised over the term of membership and any unearned portion is deferred and included in contract liabilities. Membership revenue is measured with reference to the fee received and the period of membership that the member has paid for.

*(iv) Provision of services - raffle and bingo revenue*

Raffle and bingo revenue is recognised at a point in time when the customer takes possession of the ticket and the raffle or bingo game has been conducted as at this point the performance obligations have been satisfied.

*(v) Other revenue*

The Club recognises other revenue at a point in time when the performance obligation has been satisfied.

**3 Other income and expense items**

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Other income</b>		
Interest Income	22,962	136
Government stimulus funding - Cashflow Boost	-	159,474
Gain on disposal of property, plant and equipment	6,813	21,654
	<u>29,775</u>	<u>181,264</u>

*(i) Other income*

The Club recognises other income when it becomes receivable.

*(ii) Interest income*

Interest income is recognised on an accruals basis.

*(iii) Government Stimulus Funding*

The Club recognises stimulus funding from the Australian Taxation Office and Revenue NSW when it is considered to be receivable.

*(iv) Gain on disposal of property, plant and equipment*

The Club recognised gains and losses on disposal of property, plant and equipment by comparing proceeds received on sale with the carrying amount of the asset being sold.

**Notes to the financial statements**

For the year ended 30 June 2023

**4 Income tax expense****(a) Numerical reconciliation of income tax expense to prima facie tax payable**

The Income Tax Assessment Act 1936 (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. The amount set aside for income tax in the statement of profit or loss and other comprehensive income has been provided on a taxable income calculated as follows:

	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Operating profit/(loss) before income tax	<b>750,351</b>	272,271
Tax at the Australian tax rate at 25%	<b>187,588</b>	68,068
Add/(Less) tax effect of:		
Apportionment adjustment members income and expenses	<b>(165,996)</b>	(114,107)
Net deferred tax asset not bought to account	<b>21,592</b>	(46,039)
Deferred tax asset for tax losses not bought to account	<b>(818)</b>	26,856
Opening tax balances adjusted for change in members percentages & tax rate	<b>(2,152)</b>	4,629
Recoupment of tax losses	<b>(34,450)</b>	-
Income tax expense	<b>(15,828)</b>	(14,554)

(b) The Directors estimate that the potential deferred tax asset as at 30 June 2023 not bought to account is as follows:

Tax losses at 25%	<b>269,971</b>	304,421
	<b>269,971</b>	304,421

**Accounting policy**

Deferred tax assets and liabilities are recognised for deductible and temporary differences where considered material. Deferred tax assets in respect of unused tax losses are only recognised to the extent it is probable that a taxable profit will be available against which deductible temporary differences and carried forward tax losses can be utilised if material.

The carrying amount of deferred income tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability settled, based on the tax rates (and tax law) that have been enacted or substantively enacted at the balance sheet date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in the statement of profit or loss and other comprehensive income.

**5 Cash and cash equivalents****Current**

Cash and Cash Equivalents	1,246,974	1,490,040
	<b>1,246,974</b>	<b>1,490,040</b>

**Accounting policy**

Cash and short-term deposits in the Statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less. For the purpose of the Statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts (if any).

**Notes to the financial statements**

For the year ended 30 June 2023

**6 Trade receivables**

	2023	2022
	\$	\$
<b>Current</b>		
Trade receivables	24,191	1,991
	<u>24,191</u>	<u>1,991</u>

**Accounting policy**

Trade receivables are recognised initially at the amount of the consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Club holds the trade receivables with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost. Trade receivables are generally due within 30 days from the date of recognition.

**7 Inventories**

<b>Current</b>		
Stock on hand - bar	32,632	29,854
	<u>32,632</u>	<u>29,854</u>

**Accounting policy**

Inventories are measured at the lower of cost and current replacement cost.

**8 Financial assets at amortised cost**

<b>Current</b>		
Other receivables	7,497	33,146
Term deposit	1,500,000	-
	<u>1,507,497</u>	<u>33,146</u>

**Non - Current**

Other receivables	200	200
	<u>200</u>	<u>200</u>

**Accounting policy**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in interest income using the effective interest rate method.

**9 Other assets**

<b>Current</b>		
Prepayments	62,174	54,509
Other Assets	4,400	2,800
	<u>66,574</u>	<u>57,309</u>

**Accounting policy**

This includes prepayments made in advance for goods and services which are to be received in a future period.

**Notes to the financial statements**

For the year ended 30 June 2023

**10 Property, plant and equipment**

	<b>Land and Building</b>	<b>Plant and equipment</b>	<b>Poker Machine</b>	<b>Total</b>
	\$	\$	\$	\$
<b>Non-current assets</b>				
<b>At 1 July 2022</b>				
Cost	18,356,911	2,634,188	3,313,503	24,304,602
Accumulated depreciation	(5,682,471)	(1,945,888)	(2,704,198)	(10,332,557)
Net book amount	<u>12,674,440</u>	<u>688,300</u>	<u>609,305</u>	<u>13,972,045</u>
<b>Year ended 30 June 2023</b>				
Opening net book amount	12,674,440	688,300	609,305	13,972,045
Additions	-	122,666	274,155	396,821
Disposals	(973)	(10,909)	(7,504)	(19,386)
Depreciation charge	(524,839)	(146,335)	(236,585)	(907,759)
Closing net book amount	<u>12,148,628</u>	<u>653,722</u>	<u>639,371</u>	<u>13,441,721</u>
<b>At 30 June 2023</b>				
Cost	18,351,203	2,232,948	3,356,312	23,940,463
Accumulated depreciation	(6,202,575)	(1,579,226)	(2,716,941)	(10,498,742)
Net book amount	<u>12,148,628</u>	<u>653,722</u>	<u>639,371</u>	<u>13,441,721</u>

**Accounting policy****(a) Land and buildings**

Freehold land and buildings are carried at cost less any accumulated depreciation and any impairment in value.

**(b) Plant and equipment and poker machines**

Plant and equipment and poker machines are carried at cost less any accumulated depreciation and any impairment in value.

**(c) Depreciation**

Depreciation is calculated on a straight line basis over the estimated useful life of the asset as follows:

Buildings	10 - 40 years
Plant & Equipment	5 - 10 years
Poker Machines	4 - 8 years

**(d) Impairment**

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

For an asset that does not generate largely independent cash in flows, the recoverable amount is determined for the cash generating unit in which the asset belongs.

If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets or cash generating units are written down to their recoverable amount.

The recoverable amount of property, plant and equipment is the greater of fair value less cost to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the future economic benefits of an asset are not dependant on the asset's ability to generate net cash inflows and if deprived of the asset the Club would replace its remaining future economic benefit, value in use is determined as the depreciated replacement cost of the asset.

Impairment losses are recognised in the statement of profit or loss and other comprehensive income as a separate line item.

## 11 Intangible assets

	<b>Poker machine entitlements</b>	<b>2023</b>	<b>2022</b>
	\$	\$	\$
<b>Non-current assets</b>			
<b>As at 30 June 2023</b>			
Cost	722,766	722,766	722,766
Accumulated amortisation	-	-	-
Net book amount	722,766	722,766	722,766

### Accounting policy

Poker machine entitlements are intangible assets acquired separately and are capitalised at cost, the useful lives of these intangible assets are assessed to be indefinite as there is no indication that gaming machines will become obsolete. These are tested for impairment annually or whenever there is an indication that the intangible asset may be impaired. The value shown for the Poker machine entitlements, being their cost plus transaction costs, were tested for impairment having regard to the market value of such entitlements and the cash flow generated from holding these assets, with no impairment loss adjustment required.

## 12 Deferred tax balances

	<b>2023</b>	<b>2022</b>
	\$	\$
(i) <i>Deferred tax assets</i>		
<b>The balance comprises temporary differences attributable to:</b>		
Depreciation	125,492	107,123
Provisions	27,490	25,376
Other	(2,271)	2,384
	150,711	134,883
<b>Movements</b>		
<b>At 1 July 2022</b>	134,883	120,329
(Charged)/credited to statement of profit or loss and other comprehensive income	15,828	14,554
<b>At 30 June 2023</b>	150,711	134,883

### Accounting policy

Deferred tax assets and liabilities are recognised for deductible and temporary differences where considered material. Deferred tax assets in respect of unused tax losses are only recognised to the extent it is probable that a taxable profit will be available against which deductible temporary differences and carried forward tax losses can be utilised if material.

The carrying amount of deferred income tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability settled, based on the tax rates (and tax law) that have been enacted or substantively enacted at the statement of financial position date.

## 13 Trade and other payables

### Current

Trade payables	143,711	184,711
Other payables and accruals	114,159	118,432
GST payable	121,623	130,023
	379,493	433,166

### Accounting policy

Trade and other payables, including accruals, are recorded initially at fair value and subsequently at amortised cost. Trade and other payables are non-interest bearing. Trade accounts payable are normally settled within 30 days.

**Notes to the financial statements**

For the year ended 30 June 2023

**14 Provisions**

	2023	2022
	\$	\$
<b>Current</b>		
Employee entitlements (i) & (ii)	306,541	302,393
Club grants	74,450	47,059
Unclaimed payouts	4,547	1,380
	<u>385,538</u>	<u>350,832</u>
<b>Non-current</b>		
Employee entitlements (ii)	20,438	17,767
	<u>20,438</u>	<u>17,767</u>

**Accounting policy**(i) *Annual leave*

Liabilities for annual leave expected to be settled within 12 months of the reporting date, are recognised in the provision for employee benefits in respect of employees' services up to the reporting date. They are measured at the amounts expected to be paid when the liabilities are settled. Any annual leave expected to be settled beyond 12 months of the reporting date is measured at the present value of expected future payments.

(ii) *Long service leave*

The liabilities for long service leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period. Consideration is given to expected future wage levels and period of service. Discount rates of the Australian bond rates matching the estimated future cash outflows have been used.

**15 Other liabilities****Current**

Contract liabilities - membership income	4,773	2,278
Other liabilities	1,000	2,500
	<u>5,773</u>	<u>4,778</u>

**Non-current**

Contract Liabilities - membership income	2,245	2,091
	<u>2,245</u>	<u>2,091</u>

**Accounting policy**

Revenues received in advance are recorded as a contract liability if they are in relation to contracts with customers under AASB 15 and recognised as revenue when they are earned in future periods. Other revenue received in advance that is not covered by AASB 15 is recorded as other liabilities and is recognised as revenue when they are earned in future periods.

**16 Commitments**

There are no commitments as at the date of this report.

**17 Contingent liabilities**

There are no contingent liabilities as at the date of this report.

**Notes to the financial statements**

For the year ended 30 June 2023

**18 Related parties**

Transactions between related parties are on normal commercial terms and conditions, and are no more favourable than those available to other parties unless otherwise stated.

	<b>2023</b>	<b>2022</b>
	\$	\$
(a) <i>Key management personnel compensation</i>		
Total key management personnel benefits	250,764	187,530

**19 Remuneration of auditors***Auditor of the company*

Audit of the financial statements	28,800	25,900
Other services - taxation compliance services	6,130	7,070
Other services - consulting services	6,900	8,220
	<u>41,830</u>	<u>41,190</u>

**20 Critical accounting estimates and judgements**

Management is required to make judgements, estimates and assumptions about reported amounts of assets, liabilities, income and expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods if the revision affects both current and future periods.

Judgements made by management that have significant effects on the financial statements and estimates with a significant risk of material adjustment in the next period are disclosed where applicable, in the relevant notes to the financial statements:

- Estimation of useful lives of non-current assets (notes 10 and 11) - The useful life of property, plant and equipment is initially assessed at the date the asset is ready for use and reassessed at each reporting date based on the use of the assets and the period over which economic benefits will be derived from the asset. There is uncertainty in relation to the assessment of the life of the asset including factors such as the rate of wear and tear and technical obsolescence. The useful life of poker machine entitlements classified as an intangible asset has been assessed as indefinite. There is uncertainty in relation to this assumption as it is based on current legislation and conditions attached to the entitlements. The estimates and judgements involved may impact the carrying value of the non-current assets and the depreciation and amortisation charges recorded in the statement of profit or loss and other comprehensive income should they change.
- Impairment of non-current assets (note 10 and 11) - Impairment testing of non-current assets is performed where indicators of impairment exist or annually for indefinite life intangible assets. In assessing impairment, estimates are made of the recoverable amount of each asset or cash generating unit based on discounted expected future cash flows or estimated replacement cost. Estimation uncertainty exists in relation to assumptions regarding future operating results and cash flows, determination of an appropriate discount rate and estimated current replacement cost of the asset.

## Directors' declaration

### In the Directors' opinion:

- (a) the financial statements and notes set out on pages 6 to 19 are in accordance with the Corporations Act 2001,
  - (i) complying with Australian Accounting Standards - Simplified Disclosures, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
  - (ii) giving a true and fair view of the Club's financial position as at 30 June 2023 and of its performance for the financial year ended on that date, and
- (b) there are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and p

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



John Yates - Director



Anthony Wilkes - Director

Brighton Le Sands  
22 August 2023

## **Independent auditor's report to the members of Brighton-Le-Sands RSL Club Limited**

### **Opinion**

We have audited the financial report of Brighton-Le-Sands RSL Club Limited (the Club) which comprises the statement of financial position as at 30 June 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, notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, the accompanying financial report of the Club is in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of the Clubs financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures, the Corporations Regulations 2001 and other mandatory professional reporting requirements.

### **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 Club in accordance with the auditor independence requirements of 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 (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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of the Directors for the financial report**

The Directors of the Club are responsible for the preparation and fair presentation 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 Club'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 Club or to cease operations, or have no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Clubs financial reporting process.

### **Matters relating to the electronic presentation of the audited financial report**

The auditor's report relates to the financial report of the Club for the year ended 30 June 2023 included on the Club's web site. The Club's Directors are responsible for the integrity of the Club's web site. We have not been engaged to report on the integrity of this web site. The auditor's report refers only to the statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Adelaide Brisbane Melbourne Newcastle Perth Sydney

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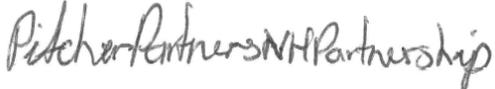
**Auditor's responsibilities for the audit of the financial report**

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 at [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our audit report.



Shaun Mahony - Partner



Pitcher Partners NH Partnership  
Chartered Accountants

22 August 2023  
**Newcastle**

Adelaide Brisbane Melbourne Newcastle Perth Sydney

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