

# **ANNUAL REPORT**



**For the Financial Year ended 30th June 2022**

*Board of Directors 2022*

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**Ennio Facchetti**  
PRESIDENT



**Frank Tedesco**  
VICE-PRESIDENT



**Mark Wheatley**  
DIRECTOR



**Donald Henry**  
DIRECTOR



**Kevin Todd**  
DIRECTOR



**Ian Davidson**  
DIRECTOR



**Christine Simmons**  
DIRECTOR



# Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

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## Canley Heights RSL & Sporting Club Limited

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### *President's Report*

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I am pleased to report the Club recorded a bottom-line profit of \$1,850,056.

I would like to thank the Board of Directors, the Club, C.E.O Mark Gavinel and his Management Team and Staff for this result.

Once again, 2021 was uncertain year with another COVID shutdown. Whilst it was a great pleasure to reopen on the 11th of October 2021, it still has been challenging for the Club. Restrictions such as vaccination mandates, capacity limits and social distancing were initially enforced. I pay particular credit to our staff for all they have been through in 2021 and now into 2022. To new and existing staff, a very heartfelt "thank you" for your resilience in these uncertain times. You have all worked together to deliver a friendly and safe Club for our Members. The Board is very grateful for your efforts each and every day.

I extend a sincere thank you to C.E.O. Mark Gavinel. Once again you have led us through a difficult year with an outstanding result. The Board and myself thank you for your dedication, leadership, commitment and professional approach to your duties. To our dedicated Management team who have worked tirelessly throughout this very challenging period, thank you for your commitment and hard work. Each Manager worked tirelessly behind the scenes during the lockdown to ensure the Club was ready to reopen when the reopening date was announced and ever since have been managing the ever-changing environment in which we live in.

These past 12 months has seen a big reduction of the Club debt and a healthy trading account. The Club completed the renovation of the Wakeley room, which everyone agrees is now a superb-looking room. The solar panels which were installed last year are also starting to show a big reduction in our power costs. The Board of Directors with Management again in 2023 will be looking to do more upgrades to improve the facilities, services and comfort for our loyal members.

I would like to thank Mr Richard Pritchard (Taffy) and the Sub Branch committee for your continued support over the last 12 months.

I wish to take this opportunity to thank former Vice President Frank Tedesco for his 20 years of service to Canley Heights R.S.L. and Sporting Club, and the Board will miss his knowledge and experience. I wish Frank and his family all the best for the future.

We had the misfortune to lose one of our long-serving treasures, Mr George Collett, who served for 22 years on the Board for the Club. He was affectionately known and an inspiration to many. George was a true professional and even a truer gentleman. Deep and heartfelt condolences to the Collett family.

I would also like to thank our Sporting Groups (Football, League, Netball, Golf, Jazz, Euchre and Cricket) for their support during the year and wish them the very best and success for 2023. The Board of Directors would also like to extend a warm welcome to Westfield High Athletics to the Sporting Group.

On behalf of the Board of Directors, I wish to offer my condolences to all the families that have lost loved ones over the past year.

Finally – on behalf of my fellow Board Members, Management and Staff, we thank you, our loyal members. I would like to thank you for your patronage, patience and understanding with the implementation of Q.R. codes, Proof of Vaccinations, and wearing of masks throughout the everchanging restriction periods, it was truly appreciated. We are grateful for your trust in us to deliver a welcoming, friendly and safe Club for you and everyone to enjoy.

Best wishes and health for the year ahead,

**Ennio Facchetti**  
*President*



# Canley Heights RSL & Sporting Club Limited

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## *CEO's Report*

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Dear Members,

I wish to present the Annual Financial Report of the CHRSL & Sporting Club for the year ending June 2022.

On reflection of the last 12 months the Club has almost continued where we left off on the last financial report. We have again defined the odds and posted another outstanding result despite the challenges we had throughout the last 12 months as we continued through the lagging effects of the pandemic and we now see the light at the end of this road.

Most challenging at the start of the last financial year with the forced lockdown of the club for the second time in my career as the Clubs CEO, a little over 3 months, and it was a warm welcome back when we opened the doors once again on the 11th of October 2021. It truly was joyful to see our staff back at work and setting up for what would be one of our best trading years.

I'm proud to announce a Net Profit of \$1,850,056 for 2021/22 and despite the loss of trade in the financial year of 2021/22, the club's results are a reflection of our members and its community and we thank you for your friendship, your input and guidance and ongoing support of your club. I look forward to seeing you here enjoying your club for many years to come.

This profit has enabled us over the past 12 months to pay down debt and reinvest for the future of our Club and its members. The Board has invested in a solar system to help with our energy costs,

We have updated our gaming stools for your comfort and have just completed our most recent project, the refurbishment and renovation to our function room with a new eight tap beer system and bar upgrades.

I would like to thank our dedicated team of staff who have continued to work diligently to provide the best customer service, a friendly atmosphere for a great fun club. A heartfelt thank you to everyone for their contribution to our ongoing success.

I also want to thank my management team, Gilbert, Andrew, Michelle, Ivy, Barbara, Michael, Rhonda, James, Lina, Tommy and Samantha, who continue to hold the front end of the Club to the highest standards. I thank you for your support and dedication to the Club over the past 12 months.

Raj and the Catering team, there is no doubt the last 12 months have been massive, we thank you and your team for the countless hours and hard work providing our club with great food day in and day out. We All thank you and look forward to your Chefs specials and creations.

I would like to thank Mr Ennio Facchetti and our Board of Directors for their ongoing support, decisive leadership, trust and dedication to what makes our club special.

I would like to farewell our Vice president Mr Frank Tedesco, I'd personally like to thank him for his support and friendship over the past 20 years since I commenced at the Club and I wish him the very best for the future and thank him for his contribution to our Club and our community.

I want to thank you all again and look forward to a strong and healthy 2022/23 as we enter the festive season, let's have a happy and safe summer ahead.

Thank you, stay Safe.

**Mark Gavinel ACCM**  
*Chief Executive officer*



# Canley Heights RSL & Sporting Club Limited

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## *Chief Financial Officer's Report*

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Dear Members,

It is with pleasure that I provide my report for the financial year ended 30 June 2022. With the pandemic behind us, seeing some normality in and around us is a positive and pleasant outlook. This year's reporting which coincides with our bi-annual elections as well seems quicker than usual. This is due to the change of our reporting period and the multiple lockdowns seen.

I am happy to announce to our members that we have again recorded another healthy Net profit of \$1,850,056 for the 2022 year. It has been an incredible year, seeing that we only traded for roughly eight and a half (8.5) months for the reporting year end. This created concern over the sustainability of the business in the short term. However, the Government subsidies of \$425,406 we received during the lockdowns, had provided a cushioning effect and impact on our cash flow.

The re-opening of business at our venue was fantastic for our members, community and staff in many ways. As we progressed, we also saw more certainty and normality in a positive form and shape. In relation to our Club's perspective, we saw many positive outcomes with the re-opening of trade. Memberships saw an increase due to the favourable benefits of joining our Club. The increased traffic was a good business indicator for the Club, especially for the Bar, Bistro and Marketing departments, which saw tables and chairs being filled up. With this positive traffic flow, the Gaming department also saw profits of \$6,782,597 during the year, impressive in my humble opinion considering we did not trade for a full year.

This may sound repetitive, but needed to be mentioned nevertheless, that the comparative figures provided in the reports (2022 versus 2021) were based on a six (6) month term for 2021. This was due to the change in reporting periods as mentioned in the Note 1 of the 2021 Annual Report. It is therefore in my professional opinion not entirely appropriate to be providing comparisons between these periods in my report. It is still my duty to report and inform members on how your Club has performed during the year ended to 30 June 2022.

Total Revenue from ordinary activities for the financial year 2022 was \$13,150,185. The Gaming department derives approximately 82.4% of the revenues reported (82.28% in 2021). The gaming activities expenses of \$3,287,215, includes poker machine taxes of \$2,416,874. Employment cost of \$3,564,037 includes the employer superannuation contribution guarantee and other related expenses. Depreciation and amortisation of \$1,327,139 also takes into account an amount of \$510,000, to account for the impairment of the Poker Machine valuation for book accounting purposes. Club also made a profit from disposal of assets amounting \$22,873.

We also saw a savings of over \$28,000 in 7 months to June 2022 on our Electricity bills from the installation of the Solar systems. The Board has also made a good decision to reduce the Club's Bank loan by \$300,000 in June 2022, and a further \$500,000.00 in September 2022. The exercise on reducing our Bank loan not only strengthens our Balance Sheet but is also a positive step and I strongly support this action with a progressive step and plan to be debt free in the possible near future.

At the end of August 2022, our Club provided \$289,476.00 in Club Grants which comprises \$130,476.00 for Category A and \$135,000.00 for category B. We also provided in-kind expenditure of \$24,000.00 in room hires for our dancers. Further information and details of Club Grants is provided by the PA report in this booklet.

Our Cash Flow is at its strongest position, at the end of period balance was \$6,775,511 (2021: \$4,741,025), providing an additional \$2,034,486 (2021: \$175,756) during the year. The increase of funds seen in the cash flow is from improvements in the retention percentage of Gaming Machine proceeds and partly attributable from the \$425,406 received as a one-off subsidy from the Government during the Covid-19 lockdowns. Operating activities provided net cash funds of \$2,766,363 (2021: \$745,116).

Reduction of Bank loans and hire purchases (including Right of Use asset) during the period totaled \$539,290. 2022 also saw a better cash holding than previous periods due to the lower capital acquisitions of only \$192,587 in 12 months (2021: \$554,527 in 6 months). Our Club's positive Cash Flow is a very important and crucial business driver and indicator. It provides an overview on how the business is operating on its in and out goings. Seeing this very positive cash flow generation and a strong balance sheet consecutively in my reporting, provides confidence to our members and stakeholders.

Our Club's equity increased by \$1,866,538 to \$18,149,396 as compared to \$16,282,858 from the previous year. As a measure of financial performance, the return on equity for the year ended 30 June 2022 is in excess of 11.4%.

In my professional opinion, the Club's financial position and Balance sheet remains strong and positive with a good level of confidence seen by all stakeholders involved. This positivity will allow our Club to move forward in a direction where possibilities to progress further can be achieved.



## Canley Heights RSL & Sporting Club Limited

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### *Chief Financial Officer's Report (continued)*

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Events after balance date and thanks to the Board of Directors, saw us making some improvements and renovations to our Wakeley Functions room which will provide our members and guests with an improved and up-to-date functions venue. The gaming room will also see a few new gaming machines installed, giving our players new and updated games to play.

My sincere and utmost thanks go to the Board of Directors, our CEO Mark, our Finance Manager Ivy for her efforts and the Management team for their support during the year. To all our dedicated staff, thank you for the hard work, dedication, support and assistance that you have provided during the year.

I would also like to wish Mr Frank Tedesco, who served as our club director and Vice President up until September 2022, all the very best to him and his family in all his current and future pursuits and endeavours. I would also like to convey my deepest and heartfelt condolences to the family of the late Mr. George Collett, who served as a director and Treasurer of the Club as well.

In concluding my report, I would like to take this opportunity to thank our Members' for their continuous support before, now and into the future which we truly value and appreciate.

Stay safe, happy and well always.

Yours faithfully,

**Gilbert Wong CPA, CA(M), B BUS (ACCOUNTING), AD DIP (HOSPITALITY)**  
*Chief Financial Officer*



# Canley Heights RSL & Sporting Club Limited

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## Minutes of the Annual General Meeting held on Saturday 18th December 2021

36 Members in attendance

**Main Table:** E. Facchetti #160 (President)  
M. Gavinel (CEO)  
G. Wong (Financial Controller)  
A. Frawley (Auditor)  
M. McCluskey (Piggot Stinson – Club Solicitors)

**Meeting Opened:** 9:32am by Chairman E. Facchetti #160

E. Facchetti #160 welcomed all and introduced the Main Table and reminded all of the house rules – switching off of mobile phones during the meeting etc;

**Apologies:** F. Tedesco #129, R. Neesam #162

Confirmation and Acceptance of the Annual General Meeting Minutes held on Sunday 16th May 2021.

**Moved:** C. Simmons #7602

**Seconded:** R. Pritchard #3

**Carried**

### Club Update – M. Gavinel

Would like to thank our staff and members for their continued support for what has been a challenging 6 months. We are continuing to pay down our debt whilst keeping the club viable and sustainable.

There are challenges with pricing and freight, we will continue to monitor pricing in our F&B offerings.

Our \$12 lunch specials will continue. There have been changes to our menu, including new menu items such as Poke Bowls, which have been well received.

We have all our normal beverages back on tap, and our head cellarman Glen has been trying some new beers to add some variety to our offering. Canadian Club & Dry is back on tap and we are also looking at new products such as wine spritzers.

There will be more members cash give-aways and our raffles will continue on. We will look at tiered giveaways and will have promotions running for Australia Day and Chinese New Year and other annual calendar events.

The Board have approved an upgrade to the Wakeley Room, there will be new chairs and carpet purchased to bring the room up to what it should be. There are also new gaming stools on order and we are looking to replace some others in the lounge.

Pleased to advise we posted a profit for the 6 months, as you would have read in the report.

E. Facchetti #160 – advised all that the yellow cards they were issued upon entry were to be used for Voting on the resolutions/special resolutions. He also advised that the \$15 club gift card the members were issued must be used today, breakfast will be available at the conclusion of the meeting.

There were no financial questions received from the Members in relation to the Financial Report for the financial year ended 30th June 2021 so it was moved for: **Confirmation and Acceptance of the 2021 Financial Report**

**Moved:** D. Henry #1182

**Seconded:** K. Dawson #362

**Carried**

**Michael McCluskey (Pigott Stinson Solicitors) spoke on the Resolutions as outlined in the Notice of Annual General Meeting.**

**The Members are to Receive and Consider and if thought fit adopt the Annual Report issued to members for the year ending 30th June 2021 along with Resolutions 1 - 7 & the Special Resolutions as outlined in the Notice of Annual General Meeting along with the necessary changes that must be made to the Clubs Constitution to reflect the outcome on the voting of the Resolutions, Special resolutions and Legislative Changes.**





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In relation to the Ordinary Resolutions, R. Pritchard #3 suggested they be read out and 1-7 and then voted upon.

**M. McCluskey (Pigott Stinson Solicitors)** advised that the resolutions need to be accepted individually, not as a whole.

## Resolutions

- **Resolution 1 – Directors’ Expenses**  
**Moved:** R. Pritchard #3                      **Seconded:** D. Henry #1182                      **Vote taken and accepted.**    **Carried**
- **Resolution 2 – Directors’ Honorariums**  
**Moved:** R. Robinson #424                      **Seconded:** P. Zorbas #5015                      **Vote taken and accepted.**    **Carried**
- **Resolution 3 – Sub-Clubs, Sporting Groups, Charitable Organizations & Other Intra-Club Bodies**  
**Moved:** M. Wheatley #4376                      **Seconded:** M. Robinson #8173                      **Vote taken and accepted.**    **Carried**
- **Resolution 4 – Members Service Badges**  
**Moved:** R. Pritchard #3                      **Seconded:** I. Davidson #1730                      **Vote taken and accepted.**    **Carried**
- **Resolution 5 – Life Members – Complimentary Beverage**  
**Moved:** M. Wheatley #4376                      **Seconded:** D. Henry #1182                      **Vote taken and accepted.**    **Carried**
- **Resolution 6 – Life Members - Designated Car Spaces**  
**Moved:** R. Robinson #424                      **Seconded:** K. Todd #1032                      **Vote taken and accepted.**    **Carried**
- **Resolution 7 – Welfare Officers**  
**Moved:** M. Wheatley #4376                      **Seconded:** M. Robinson #8173                      **Vote taken and accepted.**    **Carried**

## SPECIAL RESOLUTIONS

To be passed, each Special Resolution must receive votes in favour from not less than three quarters (75%) of those members who, being eligible to do so, vote in person on the Special Resolution at the meeting.

### SPECIAL RESOLUTION 1

1. The First Special Resolution proposes to amend the eligibility requirement for election or appointment to the positions of President and Vice President (the Executive Positions).
2. At present, a member cannot be elected or appointed to an Executive Position unless that person has been a director for at least one (1) year.
3. If the First Special Resolution is passed, a person must be director for at least two (2) Full Terms (being a period of approximately four (4) years) before they can hold an Executive Position (except if an Eligible Member is unable or unwilling to hold such a position).
4. The Board recommends this amendment because it will ensure the President and Vice President will have significant experience as directors and they have significant understanding of the Club and its operations, legal obligations, members, and business environment.

**Moved:** D. Henry #1182                      **Seconded:** K. Dawson #362                      **Vote taken and accepted.**    **Carried**

### SPECIAL RESOLUTION 2

The Second Special Resolution proposes a series of amendments to the Constitution to bring it into line with best practice and the requirements of the Corporations Act, Liquor Act and Registered Clubs Act.

**Moved:** K. Dawson #362                      **Seconded:** R. Pritchard #3                      **Vote taken and accepted.**    **Carried**



## Canley Heights RSL & Sporting Club Limited

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### **SPECIAL RESOLUTION 3**

1. The Third Special Resolution proposes to insert a new provision into the Club's Constitution which provides the Club's Chief Executive Officer (CEO) with the power to suspend the membership of any person who has engaged in unacceptable conduct (that is, conduct that is unbecoming of a member or prejudicial to the interests of the Club) for a period of up to twelve (12) months. However, any member disciplined by the CEO may appeal the CEO's decision to the Board.

**Moved:** C. Simmons #7602

**Seconded:** R. Pritchard #3

**Vote taken and accepted. Carried**

### **General Business**

**R. Pritchard #3** – Thanked the Board for continuing on with the restrictions regarding the Coronavirus, and for making the decision to only allow the vaccinated into the club.

**E. Facchetti #160** – The Board & Management came to this decision as we felt it was the safest thing for members and staff. It will be reviewed on 31st January, we'll see what the government are doing. If we end up with staff getting infected, we could have to close the club for deep cleaning and we could end up with staff on compo.

**R. Pritchard #3** – supports the Board's decision.

**E. Facchetti #160** – advised that due to the impact of Covid, the Board have made a decision that all members points on their membership cards will be rolled over into next year. No deletion of points at the end of this year.

**E. Facchetti #160** – the solar panels have now been installed on the roof of the club which should hopefully show us a saving in this area.

**E. Facchetti #160** – called up former Director and Life Member – Kath Dawson #362 to the front of the room. E. Facchetti #160 spoke on Kath's achievements whilst serving on the Board, including taking on the role of welfare officer. Kath was a great director who always put the club first in whatever we have done. Kath was presented with a thankyou gift in appreciation for her time and effort whilst serving on the board for 21 years.

The members were thanked for their attendance.

**Meeting Closed:** 9:53am



# Canley Heights RSL & Sporting Club Limited

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## *Notice Of Annual General Meeting*

**COMMENCES AT 9:30AM SHARP ON SUNDAY 13 NOVEMBER 2022 IN THE WAKELEY ROOM AT THE CLUB AT 26 HUMPHRIES RD, WAKELEY.**

### **ORDER OF BUSINESS**

#### **Welcome & Apologies**

1. Apologies

#### **Confirmation of Minutes of Last General Meeting**

To confirm the minutes of the Annual General Meeting held on Saturday, 18th December 2021.

#### **Club Update**

#### **Annual Report**

2. To receive and consider the Annual report to members for the year ended 30th June 2022 including:
  - Directors Report & Declaration
  - Auditors Report
  - Income Statement
  - Balance Sheet
  - Cash Flow Statement
  - Statement of Changes in Equity
  - Notes to the Accounts

#### **Directors Expenses, Honorariums, Sub-Clubs and Members Badges**

3. To consider and if thought fit pass the following resolutions:

#### **Resolution 1: Directors Expenses**

*"In accordance with Section 10 (6) and (6A) of the Registered Clubs Act the following resolution is submitted for consideration and approval:*

- i) Directors be supplied with Club Directors Uniforms to be worn at Board Meetings and when representing the Club in an official capacity.*
- ii) The payment of reasonable expenses in relation to the attendance of Directors at the ClubsNSW's AGM, conferences, industry updates and other educational industry meetings or business-related conferences/club related activities to be conversant with:*
  - Directors' responsibilities
  - Best Club Management Practice
  - Latest development in the Club Industry.
- (i) A reasonable amount be allocated to the President (or his delegate) for the provision of refreshments "to persons in circumstances which relate to the President's duties and his role as the President of the club".*
- (ii) A reasonable amount be allocated for provision of food and refreshments to Directors after Board Meetings.*
- (iii) Attendance of Directors at functions, with spouses where appropriate, when required to represent the Club.*
- (iv) Directors be provided with reserved parking.*
- (v) Directors be provided with reserved seating, free entry to various shows, concerts, seminars, etc;*
- (vi) Directors be provided with a ham and a carton of beer at Christmas Time."*



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### **Resolution 2: Directors' Honorariums**

*In accordance with Section 10(6) (b) of the Registered Clubs Act, the following resolutions are submitted for consideration:*

*"(a) Subject to (b) below Members hereby approve the Directors of the Club receiving the following honorariums for the period from November 2022 until the next Annual General Meeting:*

<i>President</i>	<i>\$8,000.00</i>
<i>Vice President</i>	<i>\$6,000.00</i>
<i>Directors</i>	<i>\$4,000.00</i>

*(b) The honorariums shall be paid in quarterly instalments in arrears."*

### **Notes to Members in relation to the Resolution 2**

The resolution approves the payment of honorariums to the directors of the Club. Pursuant to the Registered Clubs Act honorariums can only be given to directors if they have been approved by members at a general meeting including an Annual General Meeting of the Club.

The members acknowledge that the benefits in Resolutions 1 and 2 above are not available to members generally but only for those who are Directors of the Club and are in keeping with their role of Directors.

### **Resolution 3: Sub-Clubs, Sporting Groups, Charitable Organisations, and other Intra Club Bodies**

*"That the Board of Directors be authorised to make grants to support Sub-Clubs, Sporting Groups, Charitable Organisations and other Intra Club Bodies where appropriate."*

### **Resolution 4: Members Badges**

*"That the Club provide to members in recognition of their length of membership at the Club (at the Club's cost) a member's badge upon ten years continuous membership, fifteen years continuous membership, twenty years continuous membership and each five (5) years' continuous membership of the Club thereafter."*

### **Resolution 5: Life Members - Complimentary Beverage**

*"That, as and from 13 November 2022 and in accordance with section 10(6A) of the Registered Clubs Act, each Life member of the Club will be eligible, to a maximum of, one complimentary beverage (alcoholic or non-alcoholic) on each day they attend the Club."*

### **Resolution 6: Life Members - Designated Car Spaces**

*"That, as and from 13 November 2022 and in accordance with section 10(6A) of the Registered Clubs Act, the Club will set aside within the Club's car park a designated car space for each Life member of the Club except during any period when a Life Member is entitled to a designated space because he or she is also a Director of the Club or a member of the Sub-Branch committee."*

### **Notes to Members in Relation to the Resolution**

This resolution if it is approved by members will authorise the Board of the Club to set aside a designated car parking space within the Club's car park for each Life member of the Club. A Life member that is also a Director or a member of the Subbranch committee (who are entitled to a car space) shall only be entitled to the one car park space.

The Board would like Life members to be assured of a car park space which is not too far from the Club's main entrance when they visit the Club.

The members acknowledge that the benefits in Resolutions 5 and 6 above are not available to members generally, but only for those who are Life members of the Club.

### **Resolution 7: Welfare Officers**

*"That members hereby approve the Welfare Officer(s) receiving an honorarium pursuant to section 53A of the Club's Constitution, being:*

- (a) If one (1) Welfare Officer is appointed by the Board, a maximum of \$4,800.00 (for the period 13 November 2022 until the next AGM); or*
- (b) If two (2) Welfare Officers are appointed by the Board a maximum of \$2,400.00 (for the period 13 November 2022 until the next AGM each."*



## Canley Heights RSL & Sporting Club Limited

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### Special Resolution – Proposed Amendments to the Constitution

4. To consider and, if thought fit, pass the Special Resolutions proposed to amend the Club's Constitution which follow on from this Notice of Annual General Meeting.

### General Business

5. To transact any business that may be brought before the meeting in conformity with the constitution of the Club.

By order of the Board of Directors

**Mark Gavinel**  
*Chief Executive Officer*

### Notes to Members

1. The Doors to the Meeting will be closed at 9:30am and no Members will be permitted entry to the meeting after this time
2. Members are reminded only financial questions on notice will be dealt with at the AGM. Any questions relating to the Annual Report must be in writing addressed to the Chief Executive Officer and received prior to the 31 October 2022 to enable the appropriate research to be undertaken on the questions by the Board. Any questions received after this date will not be addressed at the AGM.

### NOTICE OF SPECIAL RESOLUTIONS FOR ANNUAL GENERAL MEETING

Members will be asked to consider and if thought fit pass the Special Resolutions set out below.

### PROCEDURAL MATTERS FOR THE SPECIAL RESOLUTIONS

1. To be passed, each Special Resolution must receive votes in favour from not less than three quarters (75%) of those members who, being eligible to do so, vote in person on the Special Resolution at the meeting. The Special Resolutions should be read in conjunction with the notes to members which follow each Special Resolution.
3. Only Life members, Financial Service members and Financial Ordinary members who have been financial Ordinary members for a continuous period of at least twelve (12) months immediately preceding this meeting may vote on the Special Resolutions.
4. Under the Registered Clubs Act members who are employees of the Club are not entitled to vote and proxy voting is prohibited.
5. Amendments to the Special Resolutions (other than minor typographical corrections or other changes which do not change the substance or effect of the Special Resolution) will not be permitted from the floor of the meeting.
6. The Board of the Club recommends the Special Resolutions to members.



## Canley Heights RSL & Sporting Club Limited

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### FIRST SPECIAL RESOLUTION

That the Constitution of Canley Heights RSL & Sporting Club Limited be amended by:

- (a) **deleting** the definition of “*Financial member*” in Rule 2 and **inserting** the following new definitions:

*“Financial member” means a member of the Club who has paid all joining fees, subscriptions, levies, and other payments to the Club by the relevant due dates.*

*“Non-financial member” means a member who has not paid all joining fees, subscriptions, levies, and other payments to the Club by the relevant due dates.*

*“Quarter” means a period of 3 months ending on 31 March, 30 June, 30 September, or 31 December.”*

- (b) **inserting** the following new Rule 29(g):

*“29(g) A person may be admitted to Temporary membership for a period of up to, but not exceeding seven (7) consecutive days (or such longer period as approved by the relevant regulatory body). A person admitted to Temporary membership under this Rule shall only be required to enter their relevant details in the register of Temporary members as required by the Registered Clubs Act on the first date that they enter the Club’s premises during that period.”*

- (c) **inserting** into Rule 34 the words “, either in hard form or created electronically,” after the words “in writing”.

- (d) **deleting** Rule 34(d) and **inserting** new Rules 34(d) and (e) and **renumbering** the remaining provisions accordingly:

*“(d) the email address of the applicant;*

*(e) the telephone number of the applicant;”*

- (e) **inserting** at the beginning of Rule 35(a) the words “Except in the case of an online electronic application for membership.”.

- (f) **inserting** at the end of Rule 35(a)(i) the words “(if any)”.

- (g) **inserting** new Rule 35(b) and **renumbering** the remaining provisions:

*“(b) Persons wishing to join the Club shall be able to make an application for membership of the Club online by using electronic means in such manner as determined by the Board by a By law from time to time.”*

- (h) **inserting** into renumbered Rule 35(c) the words “in accordance with (a) above” after the word “presented”.

- (i) **deleting** renumbered Rules 35(d) and 35(e) and **inserting** new Rules 35(d) and 35(e):

*“(d) The full name of each applicant for membership whether it is in hard form or created electronically, shall be placed on the Club Notice Board and shall remain on the Club Notice Board for not less than seven (7) days.*

*(e) An interval of at least fourteen (14) days shall elapse between the Club’s receipt of the nomination form (including an electronic nomination form in accordance with (b) above) of a person for election and the election of that person to membership of the Club.”*

- (j) **deleting** Rule 38 and **inserting** new Rule 38:

*“38. For the purposes of section 30 (2B) of the Registered Clubs Act, the Board shall determine the joining fees, subscriptions, and other payments (excluding levies) payable by members of the Club.”*

- (k) **deleting** Rule 39(b) and **inserting** new Rule 39(b):

*“(b) Any person who has not paid his or her subscription within a period of thirty (30) days from the due date or who has failed to renew their membership of the Club and by resolution of the Board may be removed from membership of the Club.”*

(l) **deleting** from Rule 39A the words “any member who is not a Financial Member (as defined in Rule 2)” and **inserting** the words “a Non-Financial member”.

- (m) **deleting** Rule 47(d) and **inserting** new Rule 47(d):

*“(d) A member who:*

*(i) is an employee; or*

*(ii) is currently under suspension pursuant to Rule 43*

## Canley Heights RSL & Sporting Club Limited

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- (iii) is not a Financial member;*
  - (iv) is disqualified from being a director by reason of any order or declaration made under the Act, Liquor Act, Registered Clubs Act, or any other applicable legislation;*
  - (v) is of unsound mind or whose person or estate is liable to be dealt with any way under the law relating to mental health;*
  - (vi) is prohibited from being a director by reason of any order or declaration made under the Act, Liquor Act, Registered Clubs Act, or any other applicable legislation;*
  - (vii) has been convicted of an indictable offence (irrespective of whether or not a conviction was actually recorded) but it does not include a spent conviction (as defined in the Criminal Records Act 1991);*
  - (viii) was an employee of the Club during the three (3) years immediately preceding the proposed date of election or appointment to the Board;*
  - (ix) is a current contractor of the Club or a director, secretary, employee, or business owner of a contractor;*
  - (x) was a contractor of the Club, or a director, secretary, employee, or business owner of a contractor immediately preceding the proposed date of election or appointment to the Board;*
  - (xi) has been found guilty of a disciplinary charge and suspended from membership of the Club for any period of time (but not including any provisional suspension pending a disciplinary hearing);*
  - (xii) is a director of another registered club;*
- shall not be eligible to stand for or be elected or appointed to the Board."*

(n) **inserting** new Rule 48B:

*"48B. A member shall not be entitled to be elected or appointed to the Board if he or she does not hold a Director Identification Number on the proposed date of election or appointment to the Board."*

(o) **inserting** new Rules 49(b) and (c) and **renumbering** the remaining provisions accordingly:

- "(b) Candidates are responsible for ensuring that they have correctly completed their nomination form and the Club is not required to notify candidates of an incorrectly completed nomination form.*
- (c) The receipt of a nomination form by the Club does not constitute an acknowledgement by the Club that the information form has been completed correctly."*

(p) **deleting** Rule 53(j) and **inserting** new Rule 53(j):

*"(j) To sell, exchange or otherwise dispose of any land or buildings belonging to the Club and to lease any property of the Club, to exchange or sell all or any of the lands and buildings or other property or rights to which the Club may be entitled from time to time PROVIDED that the power of the Board to dispose of any core property of the Club shall be subject to the requirements of the Liquor Act and Section 41J of the Registered Clubs Act."*

(q) **deleting** Rule 55(a) and **inserting** new Rule 55(a):

*"(a) The Board may meet together in person and/or by electronic means for the despatch of business, adjourn and otherwise regulate its meetings as it thinks fit provided that the Board shall meet whenever it deems it necessary but at least once in each Quarter for the transaction of business."*

(r) **deleting** Rule 55(c) and **inserting** new Rule 55(c):

*"(c) The quorum for meetings of the Board shall be four (4) members present in person and/or by electronic means."*

(s) **inserting** at the end of Rule 66(l) the words "(unless no conviction is recorded)".

(t) **inserting** new Rules 66(n) to (p) inclusive:

- "(n) is not a Financial member of the Club;*
- (o) is found guilty of a disciplinary charge and suspended from membership of the Club for a period exceeding three (3) months;*
- (p) does not hold a Director Identification Number (unless exempted from doing so.)"*



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(u) **deleting** Rules 90 and 91 and **inserting** new Rules 90, 91, 91A, and 91B:

*"90. Without limiting the provisions of the Corporations Act, a notice may be given by the Club to any member either:*

*(a) personally; or*

*(b) by sending it by post to the address of the member;*

*(c) by sending it to the electronic address of the member;*

*(d) by sending the member sufficient information (either electronically or in physical form) to access the notice electronically, including by way of a text message containing a hyperlink to access the notice or a postcard to the member's address containing instructions on how to access the notice.*

*91. Where a notice is sent by post to a member in accordance with Rule 90, the notice is deemed to be received on the day it is given to the member.*

*91A Where a notice is sent to a member in accordance with Rules 90(b) and (c), the notice shall be deemed to have been received by the members on the day following that on which the notice was sent.*

*91B Where a notice is sent to a member in accordance with Rule 90(d), the notice shall be deemed to have been received by the member on the day following that on which the Club provided the member with the relevant information to access the notice."*

(v) **inserting** new heading and Rule 98 as follows:

*"98. MEETINGS AND VOTING*

*(a) In accordance with section 30C (3) of the Registered Clubs Act, the Club, the Board, or a committee of the Club may (but is not required to):*

*(i) distribute a notice of, or information about, a meeting or election of the Club, the Board, or a committee of the Club by electronic means, and/or*

*(ii) hold a meeting at which all or some persons attend by electronic means but only if a person who speaks at the meeting can be heard by the other persons attending;*

*(iii) allow a person entitled to vote at a meeting of the Club, the Board, or a committee of the Club to vote in person or by electronic means.*

*(b) If there is any inconsistency between Rule 98(a) and any other provision of this Constitution, Rule 98(a) shall prevail to the extent of that inconsistency."*

### Notes to Members on the First Special Resolution

1. The First Special Resolution proposes a series of amendments to the Club's Constitution to bring it into line with best practice and the requirements of the Corporations Act, Liquor Act and Registered Clubs Act (RCA).
2. Paragraph (a) inserts new definitions in the Constitution.
3. Paragraph (b) relate to a change to Temporary membership to bring into line with the RCA.
4. Paragraphs (c) to (i) inclusive amend existing provisions relating to the admission of persons to membership of the Club to bring the Constitution into line with the Registered Clubs Act.
5. Paragraph (j) amends the provision dealing with member subscriptions to remove the requirement to charge an annual subscription fee of no less than a minimum of \$2.00. This requirement has recently been removed from the RCA.
6. Paragraph (k) amends an existing provision relating to the payment of membership subscriptions to bring the Constitution into line with best practice.
7. Paragraph (l) amends the Constitution to bring it into line with best practice.
8. Paragraph (m) sets out additional grounds upon which a member will be ineligible to be elected to the board including if they are a contractor to the Club or an employee of a contractor or if they are a director of another registered club.



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9. Paragraph (n) inserts a new Rule 48B which requires all directors to have a Director Identification Number as required under the Corporations Act.
10. Paragraph (o) simply clarifies that a nominee for election to the Board is responsible to make sure that their nomination form has been completed correctly.
11. Paragraph (p) amend an existing provision relating to the powers of the Board to bring the Constitution into line with best practice. The powers of the Board remain unchanged.
12. Paragraph (q) amends existing Rule to allow the Board to meet whenever required but at least once every 3 months. This reflects a recent change to the RCA which removed the requirement for the board of a club to meet at least once a month and replaced it with a requirement to meet at least once every 3 months.
13. Paragraph (r) simply clarifies that a quorum for a Board meeting includes those directors that are attending the Board meeting using electronic means to bring the Constitution into line with the Corporations Act and recent amendments to the RCA.
14. Paragraphs (s) and (t) amends Rule 66 which deals with the grounds upon which a casual vacancy on the Board of the Club will arise.
15. Paragraphs (u) and (v) amend existing provisions regarding notices to members to bring the Constitution into line with the Corporations Act and adds a new Rule 98 which reflects recent changes to the RCA including allowing the Club to send Notice of a general meeting and documents relating to a meeting electronically.

### SECOND SPECIAL RESOLUTION

That the Constitution of Canley Heights RSL & Sporting Club Limited be amended by:

- (a) **deleting** Rule 50 and **inserting** the following new Rule 50:

*"50.(a) No member shall issue, display, publish, distribute, or cause to be issued, displayed, published, or distributed any written material (including "how to vote" tickets) advocating either for or against the election of any candidate or candidates for the Board of the Club within the Club's premises and the surrounding precincts of the Club (including car parks and street frontages).*

*(b) No member shall directly or indirectly canvass for votes in the election of the Board within the Club's premises and its surrounding precincts (including car parks and street frontages).*

*(c) The restrictions in clauses 50 (a) and (b) above:*

*(i) only apply to electioneering within the Club's premises and its surrounding precincts; and*

*(ii) do not restrict other forms of electioneering which are not referred to in those clauses, including engaging in electioneering:*

*(1) outside of the Club's premises and its surrounding precincts; and*

*(2) by way of email, post, text message or social media.*

*(d) All electioneering material (irrespective of whether it is written or verbal) must not be offensive, false, misleading, or defamatory.*

*(e) Should any nominee be in breach of this Rule he or she shall immediately be removed from the ballot. If the breach occurs after the ballot commences, then a notice will be placed on the Notice Board advising members that the nominee is no longer a candidate in the ballot.*

*(f) Notwithstanding sub paragraph (e) above, any breach of this Rule 50 shall constitute conduct which is unbecoming of a member for the purposes of Rules 43 to 43B of the Club's Constitution."*

### Notes to Members on the Second Special Resolution

1. The Second Special Resolution proposes to prohibit members from engaging in electioneering on the Club's premises and its surrounding precincts, including the Club's car park.
2. Electioneering refers to members engaging in conduct advocating for or against the election of a member to the Board and it includes distributing "how to vote material" and canvassing for votes.



## Canley Heights RSL & Sporting Club Limited

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3. The Club's Constitution currently allows members to engage in electioneering on and away from the Club's premises and its surrounding precincts, subject to any by-laws passed by the Board of the Club.
4. The Board has recently passed a By Law prohibiting members from engaging in electioneering on the Club's premises and in its surrounding precincts, but it has not prohibited other forms of electioneering, including electioneering away from the Club's premises and its surrounding precincts or electioneering by way of email, post, text message or social media.
5. The Board proposes the above restrictions because electioneering on the Club's premises and in its surrounding precincts can adversely affect members use and enjoyment of the Club's facilities. For example, the distribution of how to vote material and the canvassing of votes whilst patrons are having dinner with family and friends may be an unpleasant experience for those patrons.
6. Therefore, if the Second Special Resolution is passed, members:
  - (a) will not be entitled to engage electioneering on the Club's premises and its surrounding precincts; and
  - (b) will be entitled to engage in electioneering:
    - (i) away from the Club's premises and its surrounding precincts; and
    - (ii) by way of post, text message or social media.

Dated: 26th September 2022

By order of the Board of Directors

**Mark Gavinel**  
*Chief Executive Officer*



## Canley Heights RSL & Sporting Club Limited

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### ***Notice of Core Property***

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Pursuant to Section 41E of the Registered Clubs Act for the financial year ended 30 June 2022:

- (a) the following properties are core property of the Club:
  - (i) the land upon which the Club's licensed premises are located;
  - (ii) the land upon which the Club's car park is located.
- (b) the following properties are non-core property of the Club:
  - (i) Nil

### **Notes to Members**

1. Section 41E of the Registered Clubs Act requires the annual report to specify the core property and non-core property of the Club as at the end of the financial year to which the report relates.
2. Core property is any real property owned or occupied by the Club that comprises:
  - (a) the defined premises of the Club; or
  - (b) any facility provided by the Club for use of its members and their guests; or
  - (c) any other property declared by a resolution passed by a majority of the members present at a general meeting of Ordinary members of the Club to be core property of the Club.
3. Non-core property is any other property other than that referred to above as core property and any property which is declared by the members at a general meeting of ordinary members of the Club not to be core property.
4. The significance of the distinction between core property and non-core property is that the Club cannot dispose of any core property unless:
  - (a) the property has been valued by a registered valuer within the meaning of the Valuers Act 2003; and
  - (b) the disposal has been approved at a general meeting of the ordinary members of the Club at which the majority of the votes cast support the approval; and
  - (c) any sale is by way of public auction or open tender conducted by an independent real estate agent or auctioneer.
5. These disposal provisions and what constitutes a disposal for the purposes of section 41E are to some extent modified by regulations made under the Registered Clubs Act and by Section 41E itself. For example, the requirements in paragraph 4 above do not apply to:
  - Core property that is being leased or licensed for a period not exceeding 10 years on terms that have been the subject of a valuation by a registered valuer;
  - Core property that is leased or licensed to a telecommunications provider for the purposes of a telecommunication tower.



# Canley Heights RSL & Sporting Club Limited

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## *Directors' Report*

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Your Directors have pleasure in presenting to members their report on Canley Heights RSL & Sporting Club year ending 30th June 2022

### **OPERATIONS**

The Principle activity of the club is the promotion of a licensed club for the members of the club, and that the income of the club is directed towards the improvements and maintenance of the Clubs facilities and promotion of the social welfare of members including sub clubs

### **RESULT OF OPERATIONS**

The net Profit of the economic entity for the year after income tax expense was: \$1,850,056

Net profit for 30th June 2021: \$548,066 (6 month period)

### **Short-term objectives**

The Clubs short term objectives are to:

- Provide entertainment, food and beverages for the community at reasonable prices.
- Serve our community by providing exceptional customer service & Facilities
- Encourage new membership
- Obtain income to support local sporting groups and charitable organisations
- Improve profitability and efficiency of Club operations

### **Long term objectives**

The Clubs long term objectives are to:

- Maintain and Support the Canley Heights RSL Sub-Branch and maintain the ANZAC Tradition
- Support our Sub Clubs, Charities and Community organisations
- Ensure facilities continue to cater for members needs
- Repay the Debt incurred in modernising the Club's premises
- Maintain financial stability of the club by placing measurable KPI's in place

### **Strategy for achieving the objectives:**

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

- Provide best possible facilities to members
- Provide entertainment and activities to attract patronage to the Club
- Offer high quality, low priced meals and reasonably priced beverages
- Annual development of a financial budget and monthly monitoring of financial performance to ensure the Club operates within its financial capabilities



## Canley Heights RSL & Sporting Club Limited

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### *Directors' Report (continued)*

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#### **Performance measures:**

The following measures are used within the Club to monitor performance:

- Monitoring performance by comparing actual results to past performance and budget forecasts
- Reviewing key performance indicators such as gross profit margins, wages to turnover ratios, net returns from trading and average return per poker machine
- EBITD (Earing's before interest, Tax and depreciation) to revenue

#### **IMPACT OF COVID-19 DURING OPERATIONS**

The Club was forced to close due to the PHO (public health order) from 26th June 2021 to 11st of October 2021 due to the outbreak of the Covid -19 Delta variant

Through reporting period of 2021 to 2022 the Club was focusing on reducing variable expenses where possible, and the reduce debt

#### **SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS**

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

#### **SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

There were no other material post balance events which would affect the financial position of the Club.



## Canley Heights RSL & Sporting Club Limited

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### *Attendance at Meetings*

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During the 12 month financial year the Board held 16 meetings. The following attendance records are reported.

<b>Directors</b>	<b>Number of meetings held</b>	<b>Number of meetings attended</b>
E. Facchetti	16	16
F. Tedesco	16	11
M. Wheatley	16	13
C. Simmons	16	16
D. Henry	16	10
K. Todd	16	15
I. Davidson	16	15

#### **INSURANCE OF OFFICERS**

During the year Canley Heights RSL & Sporting Club Limited paid a premium to insure certain officers of the Company. The liabilities insured include costs and expenses that may be incurred defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company. The premium paid was \$884.43.

Signed in accordance with a Resolution of the Directors.

**E. Facchetti**  
*President*

26th September 2022



## Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

### *Directors' Declaration*

---

**WITH RESPECT TO THE ACCOUNTS OF CANLEY HEIGHTS RSL & SPORTING CLUB FOR  
THE FINANCIAL YEAR ENDED AND AS AT JUNE 30th, 2022.**

In the opinion of the Directors:

- (a) The accompanying Profit and Loss Account is drawn up so as to give a true and fair view of the result of the Company for the financial year; and
- (b) The accompanying Balance Sheet is drawn up so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year; and
- (c) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due within a 12 month period; and
- (d) The accounts of the Company have been made out in accordance with applicable accounting standards.

Signed in accordance with a Resolution of the Directors

**E. Facchetti**  
*President*

26th September, 2022



## Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

### *Auditors Independence Declaration*

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#### **AUDITORS' INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

#### **TO THE DIRECTORS OF THE CANLEY HEIGHTS RSL & SPORTING CLUB LIMITED**

I declare that to the best of my knowledge and belief, during the year ended 30<sup>th</sup> June, 2022, 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.

**D M Walsh & Co.  
Chartered Accountants**

**Anthony M. Frawley  
Registered Company Auditor**

Suite 4, 1<sup>st</sup> Floor, 100 Pacific Highway,  
Waitara NSW 2077

Dated 28<sup>th</sup> September, 2022





# Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

## BALANCE SHEET AS AT 30TH JUNE 2022

	Note	2022 <i>(12-month period) July 2021 - June 2022</i>	2021 <i>(6-month period) January 2021 - June 2021</i>
<b>CURRENT ASSETS</b>		<b>\$</b>	<b>\$</b>
Cash and cash equivalents	4	6,775,511	4,741,025
Receivables		32,345	100,077
Inventories	5	153,748	173,836
Prepayments		253,975	44,145
<b>TOTAL CURRENT ASSETS</b>		<b>7,215,579</b>	<b>5,059,083</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	13,740,181	14,794,113
Intangible assets	7	444,630	525,250
Deferred tax assets	14	533,502	517,020
Other assets	8	4,250	43,096
<b>TOTAL NON- CURRENT ASSETS</b>		<b>14,722,563</b>	<b>15,879,479</b>
<b>TOTAL ASSETS</b>		<b>21,938,142</b>	<b>20,938,562</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	1,674,300	1,934,882
Provisions	12	789,552	856,638
Borrowings	10	324,000	1,598,962
Lease liabilities	11	80,078	64,467
<b>TOTAL CURRENT LIABILITIES</b>		<b>2,867,930</b>	<b>4,454,949</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	10	823,501	23,362
Lease liabilities	11	97,315	177,393
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>920,816</b>	<b>200,755</b>
<b>TOTAL LIABILITIES</b>		<b>3,788,746</b>	<b>4,655,704</b>
<b>NET ASSETS</b>		<b>18,149,396</b>	<b>16,282,858</b>
<b>EQUITY</b>			
Retained earnings		18,149,396	16,282,858
<b>TOTAL EQUITY</b>		<b>18,149,396</b>	<b>16,282,858</b>

The above Balance Sheet should be read in conjunction with the accompanying notes.



## Canley Heights RSL & Sporting Club Limited

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### INCOME STATEMENT FOR THE YEAR ENDED 30TH JUNE 2022

	Note	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
		\$	\$
<b>Revenue from ordinary activities</b>	2	<b>13,150,185</b>	<b>7,377,574</b>
<b>Expenses from ordinary activities</b>			
Cost of sales and direct expenses:			
Bar		478,187	282,426
Bistro		707,843	384,612
Gaming activities		3,287,215	1,839,114
Entertainment and TV Sport		284	(4,140)
Sporting group allocations		120,130	47,500
Depreciation and amortisation	3a	1,327,139	589,389
Employment expenses		3,564,037	2,192,231
Borrowing costs and interest	3a	103,629	66,142
Other expenses		2,137,071	1,432,234
<b>Total expenses</b>		<b>11,725,535</b>	<b>6,829,508</b>
Government grants and subsidies received		425,406	-
<b>Profit from ordinary activities before income tax</b>		<b>1,850,056</b>	<b>548,066</b>



## Canley Heights RSL & Sporting Club Limited

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### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30TH JUNE 2022

	Note	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
		\$	\$
<b>Retained earnings at the beginning of the year</b>		<b>16,282,858</b>	<b>15,770,808</b>
Operating profit/(loss) after current year income tax		1,850,056	548,066
		<hr/>	<hr/>
		18,132,914	16,318,874
Add/(Less): Provision for deferred tax	14	16,482	(36,016)
		<hr/>	<hr/>
<b>Retained earnings at the end of the year</b>		<b>18,149,396</b>	<b>16,282,858</b>
		<hr/> <hr/>	<hr/> <hr/>



## Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2022

Note	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b><i>Cash flows from operating activities</i></b>		
Receipts from customers	13,217,170	7,286,191
Payments to suppliers and employees	(10,796,204)	(6,475,080)
Government grants and subsidies received	425,406	-
Proceeds from Sale of Assets	22,873	-
Interest received	747	147
Interest paid	(56,790)	(44,590)
Borrowing costs (Including term charges)	(46,839)	(21,552)
<i>Net cash provided by (used in) operating activities</i>	<b>17</b> <u>2,766,363</u>	<u>745,116</u>
<b><i>Cash flows from investing activities</i></b>		
Sale of property, plant and equipment	-	34,860
Payments for property, plant and equipment	(192,587)	(554,527)
<i>Net cash provided by (used in) investing activities</i>	<b>(192,587)</b> <u></u>	<u>(519,667)</u>
<b><i>Cash flows from financing activities</i></b>		
Addition/(Reduction) in bank loans	(402,712)	(179,410)
Addition/(Reduction) in Right of Use liabilities	(64,467)	241,860
Addition/(Reduction) in hire purchase liabilities	(72,111)	(112,143)
<i>Net cash provided by (used in) financing activities</i>	<b>(539,290)</b> <u></u>	<u>(49,693)</u>
<b>Net increase ( decrease) in cash held</b>	<b>2,034,486</b> <u></u>	<u>175,756</u>
Cash at the beginning of reporting period	4,741,025	4,565,269
<b>Cash at the end of reporting period</b>	<b>4</b> <u>6,775,511</u>	<u>4,741,025</u>



# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

### Note 1: Statement of significant accounting policies

The financial statements are a general purpose financial report and have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements, other authoritative pronouncements of the Australian Accounting Standards Board, Australian Accounting Interpretations and the Corporations Act 2001.

In preparing the financial report the company has taken the exemptions available to non-profit entity.

The Financial statements of the Canley Heights RSL & Sporting Club comply with Australian Accounting Standards – Reduced Disclosure Requirements as issued by the Australian Accounting Standards Board (AASB)

The following is a summary of the material accounting policies adopted by the economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated

### Reporting basis and conventions

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

### Inventories

Inventories are valued at the lower of the cost or net realisable value.

### Property, plant and equipment

Each class of property plant and equipment is carried at cost or fair value less, where applicable any accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal.

The cost of fixed assets constructed within the economic entity includes the cost of material, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the assets carrying amount or recognised as a separate asset, as appropriate, only when it is possible that the future economic benefits associated with the item will flow to the economic entity and the costs of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

### Depreciation

The depreciation amount of all fixed assets including building and capitalised lease assets, but excluding freehold land and Gaming machines, is depreciated on straight line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use. The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Buildings	2.50%
Plant and Equipment	5-33.33%
Gaming room equipment	10-33.33%

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.



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As asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

### Leases

The Club assesses at the start of a contract whether or not the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the company where the company is a lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially, the lease liability is measured at the present value of the lease payments still to be paid at the commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the company uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date
- the amount expected to be payable by the lessee under residual value guarantees
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payment of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the company anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

### Impairment of assets

At each reporting date, the group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that the higher of the asset's fair value less cost to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the economic entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

As a result of uncertainties regarding the valuation of various items of Plant, it is anticipated that impairment might arise in future accounting periods.



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## **Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

## **Income tax**

The charge of current income tax expenses is based on the profit for the year adjusted for the year adjusted for any non- assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the balance sheet date.

Deferred tax is calculated for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that future is based on the assumption that no adverse change will occur in come taxation legislation and the anticipation that the economic entity will derive future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

## **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, eg. 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 Assessments Act 1997 ensure social clubs continue not to be taxed on receipts from contributions and payments received from members.

## **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the assets or as part of an item of the expenses. Receivable and payables in the statement of financial position are shown inclusive of GST.

## **Employee benefits**

Provision is made for the company's liability for employee benefit arising from services rendered by employees to balance date. Employee benefits that are expected to be settled with in one year have been measured at the amount expected to be paid when the liability is settled, plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.



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### **Provisions**

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

### **Critical accounting estimates and judgements**

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

### **Events subsequent to balance date**

There are 2 pending matters relating to Workers Compensation and Public Liability. These are covered by the Club's insurance.





## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	<b>2022</b> <i>(12-month period)</i> <i>July 2021 - June 2022</i>	<b>2021</b> <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	<b>\$</b>	<b>\$</b>
<b>Note 2: Revenue</b>		
Sale of goods	1,971,648	1,202,055
Services revenue	10,919,996	6,167,001
Member subscriptions	19,123	30,159
Interest income	747	147
Other income / (loss)	238,670	(21,788)
<b>Total revenue</b>	<b>13,150,185</b>	<b>7,377,574</b>



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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 3: Profit from ordinary activities</b>		
Profit from ordinary activities before income tax expense has been determined after:		
<b>(a) Expenses</b>		
Cost of sales	1,186,030	667,038
<b>Borrowing costs and interest expenses</b>		
Borrowing costs	-	13,225
Interest - bank	35,233	22,935
Interest - other	21,557	21,655
Term charges and hire purchase	46,839	8,327
<b>Total interest and borrowing costs</b>	<b>103,629</b>	<b>66,142</b>
<b>Depreciation, amortisation and impairment</b>		
Buildings	347,519	173,906
Equipment and other fixed assets	979,620	415,483
<b>Total depreciation, amortisation and impairment</b>	<b>1,327,139</b>	<b>589,389</b>
<b>Remuneration of auditor</b>		
Audit fee	22,500	20,000
<b>Total remuneration of auditor</b>	<b>22,500</b>	<b>20,000</b>
<b>(b) (Loss)/Profit on disposal of fixed assets</b>	<b>22,873</b>	<b>(182,939)</b>



# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 4: Cash and cash equivalents</b>		
Cash at bank	6,150,411	4,115,925
Cash on hand	625,100	625,100
<b>Total cash and cash equivalents</b>	<b>6,775,511</b>	<b>4,741,025</b>
<b>Note 5: Inventories</b>		
Club merchandise stock / prize on hand	26,650	27,702
Bar stock	115,381	131,872
Bistro stock	11,717	14,262
<b>Total inventories</b>	<b>153,748</b>	<b>173,836</b>
<b>Note 6: Property, plant and equipment</b>		
Land	1,014,636	1,014,636
Buildings	14,210,546	14,210,546
Less: Accumulated depreciation	(5,664,852)	(5,317,333)
	<b>9,560,330</b>	<b>9,907,849</b>
Plant and equipment at cost & fair value	9,458,296	9,265,709
Less: Accumulated depreciation	(8,112,663)	(7,723,663)
	<b>1,345,633</b>	<b>1,542,046</b>
Poker machines at fair value	4,774,520	4,774,520
Less: Accumulated depreciation	(1,940,302)	(1,430,302)
	<b>2,834,218</b>	<b>3,344,218</b>
<b>Total</b>		
Property, plant & equipment at cost & fair value	29,371,998	29,265,411
Less: Accumulated depreciation	(15,631,818)	(14,471,298)
	<b>13,740,181</b>	<b>14,794,113</b>



## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

<b>Note 6: Property, plant and Equipment (cont'd)</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
	<b>Land &amp; Buildings</b>	<b>Poker Machines, Furniture, Plant &amp; Equipment</b>	<b>Total</b>
<b>Carrying amount at 31 December 2020</b>	<b>10,057,055</b>	<b>5,231,579</b>	<b>15,288,634</b>
Additions	24,700	287,967	312,667
Disposals	-	(217,799)	(217,799)
Depreciation	(173,906)	(415,483)	(589,389)
<b>Carrying amount at 30 June 2021</b>	<b>9,907,849</b>	<b>4,886,264</b>	<b>14,794,113</b>
Additions	-	192,587	192,587
Disposals	-	-	-
Depreciation	(347,519)	(899,000)	(1,246,519)
<b>Carrying amount at 30 June 2022</b>	<b>9,560,330</b>	<b>4,179,851</b>	<b>13,740,181</b>

The basis of the valuation is fair value in accordance with Australian Accounting Standard AASB 116.

The total valuation amount is:

(Based on Independent external valuation performed in March 2021)

- Land	4,550,000
- Building & Site Improvements	9,400,000
- Plant & Equipment	2,320,000
	<u>16,270,000</u>



# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 7: Intangible</b>		
Licenses and entitlements	286,371	286,371
Less: Accumulated amortisation	(2,981)	(2,981)
	<u>283,390</u>	<u>283,390</u>
Right-of-use assets	241,860	241,860
Less: Accumulated amortisation	(80,620)	-
	<u>161,240</u>	<u>241,860</u>
<b>Total</b>		
Intangible assets	528,231	528,231
Less: Accumulated amortisation	(83,601)	(2,981)
	<u>444,630</u>	<u>525,250</u>
<b>Note 8: Other Assets</b>		
<b>Non-current</b>		
Finance charges	3,500	42,346
Unlisted share investment	750	750
	<u>4,250</u>	<u>43,096</u>
<b>Total</b>	<u>4,250</u>	<u>43,096</u>
<b>Note 9: Trade and other payables</b>		
Trade creditors	512,801	396,043
Other payables and accruals	1,108,796	1,506,648
Subscriptions in advance	52,703	32,191
	<u>1,674,300</u>	<u>1,934,882</u>
<b>Total</b>	<u>1,674,300</u>	<u>1,934,882</u>



## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 10: Borrowings</b>		
The financial bill facilities are secured by a registered first mortgage over 26 Humphries Road, Wakeley NSW 2176 and a registered mortgage debenture over the whole of the assets and undertaking of the company.		
<b>Current</b>		
Hire purchase - Bank	24,000	72,749
Sub-branch loan	150,000	150,000
Bank loan (secured)	150,000	1,376,213
<b>Total</b>	<b>324,000</b>	<b>1,598,962</b>
<b>Non-current</b>		
Hire purchase – Bank	-	23,362
Bank Loan (Secured)	823,501	-
<b>Total</b>	<b>823,501</b>	<b>23,362</b>
<b>Note 11: Lease liabilities – Right of Use (RoU) Assets</b>		
<i>Movement:</i>		
Carrying amount at start of period	241,860	-
Additions	-	241,860
Payments made towards lease liability during the period	(64,467)	-
Carrying amount at end of period	177,393	241,860
Current	80,078	64,467
Non-current	97,315	177,393
<b>Carrying amount at end of period</b>	<b>177,393</b>	<b>241,860</b>



# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 12: Provision</b>		
<b>Current</b>		
Employee entitlements		
Annual leave	384,132	424,774
Long service leave	405,421	431,864
	<u>789,552</u>	<u>856,638</u>
<b>Aggregate employee entitlement liability</b>	<b>789,552</b>	<b>856,638</b>

The provision has been recognised for employee entitlements relating to annual and long service leave for employees. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been included in Note 1.

	No.	No.
Number of employee at the year-end (full time equivalent)		
Permanent	38	33
Casual	41	47
	<u>79</u>	<u>80</u>
<b>Total</b>	<b>79</b>	<b>80</b>

### Note 13: Remuneration and Retirement Benefits

#### (a) Directors' remuneration

A number of directors are paid an honorarium in accordance with the amount approved at the Annual General Meeting.

Income band	No. of directors		
\$0-\$10,000	7	25,500	13,750

#### (b) Key management personnel compensation

Total Compensation	680,444	451,015
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## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	2022 <i>(12-month period)</i> <i>July 2021 - June 2022</i>	2021 <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	\$	\$
<b>Note 14: Deferred tax assets</b>		
<b>(a) Deferred tax assets</b>		
The overall movement in the deferred tax account is as follows:		
Opening balance	517,020	553,036
(Charge)/credit to equity statement	16,482	(36,016)
<b>Closing balance</b>	<u><u>533,502</u></u>	<u><u>517,020</u></u>





# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

### **Note 15: Financial instruments**

The Club's financial instruments consist mainly of deposits with banks, bank bills, accounts receivable and accounts payable. The main purpose of non-derivative financial instruments is to raise finance for club operations.

The Club does not have any derivative instruments as at 30th June 2022.

#### **(a) Net fair value**

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the Statement of Financial Position and in the Notes to and forming part of the financial statements.

The carrying amounts are equivalent to fair value.

#### **(b) Credit risk**

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provision for doubtful debts, as disclosed in the Statement of Financial Position and Notes to and forming part of the Financial statements.

#### **(c) Interest rate risk**

All financial assets and liabilities are non-interest bearing with the exception of cash at bank and bank bills.

The weighted average rate for cash during the year was 0.20% (2021: 0.05%)

The weighted average rate for bank bills during the year was 2.972% (2021: 2.21%)

The Club's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:



## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

#### Fixed Interest Maturing

#### Note 15: Financial Instruments (Cont'd)

	Weighted Average Effective Interest Rate		Floating Interest Rate		Within one year		1 to 5 Years		Non-interest Bearing		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	%	%	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial assets:</b>												
Cash and cash equivalents	0.20	0.05	6,150,411	4,115,925	-	-	-	-	625,100	625,100	6,775,511	4,741,025
Receivables	-	-	-	-	-	-	-	-	32,345	100,077	32,345	100,077
			<b>6,150,411</b>	<b>4,115,925</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>657,445</b>	<b>725,177</b>	<b>6,807,856</b>	<b>4,841,102</b>
<b>Financial liabilities:</b>												
Bank Credit Cards	0	0	-	-	15,599	7,141	-	-	-	-	15,599	7,141
Bank Loans	2.97	2.21	-	-	150,000	1,376,213	823,501	-	-	-	973,501	1,376,213
Trade and other payables	0	0	-	-	-	-	-	-	1,674,300	1,806,951	1,674,300	1,806,951
HP Liabilities (Bank)	4.08	4.08	-	-	24,000	-	-	-	-	-	24,000	-
HP Liabilities (Other)	0	14.56	-	-	-	72,749	-	23,362	-	-	-	96,111
Other Borrowings	0	0	-	-	-	-	-	-	-	-	-	-
Unsecured Loan	5	5	-	-	-	-	150,000	150,000	-	-	150,000	150,000
			<b>0</b>	<b>0</b>	<b>189,599</b>	<b>1,456,103</b>	<b>973,501</b>	<b>173,362</b>	<b>1,674,300</b>	<b>1,806,851</b>	<b>2,837,400</b>	<b>3,436,416</b>



# Canley Heights RSL & Sporting Club Limited

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

### Note 16: Reconciliation of cash

Cash in all statements of Cash flow includes cash on hand, in bank and Investment in money markets and is net of any bank overdrafts.

Reconciliation of cash flows from operating activities

	<b>2022</b> <i>(12-month period)</i> <i>July 2021 - June 2022</i>	<b>2021</b> <i>(6-month period)</i> <i>January 2021 - June 2021</i>
	<b>\$</b>	<b>\$</b>
Operating Profit / (Loss)	1,850,056	548,066
<i>Adjustments for:</i>		
Depreciation, amortisation and impairment	1,327,139	589,389
Net (Profit)/loss on disposal of assets	-	182,939
<i>Net changes in working capital:</i>		
Change in accounts payable and accruals	116,758	154,359
Change in payments received in advance	20,512	(16,385)
Change in other payables	(397,852)	(636,445)
Change in provisions	(67,086)	33,518
Change in prepayments	(209,830)	(10,403)
Change in accounts receivables	67,732	(91,236)
Change in inventories	20,088	(27,020)
Change in other assets	38,846	18,334
<b>Net cash provided by (used in) operating activities</b>	<b>2,766,363</b>	<b>745,116</b>

### Note 17: Related party transactions

There were no related party transactions in the year ended 30 June 2022.

### Note 18: Contingent liabilities and contingent Assets

The Club is incorporated as a company limited by guarantee. In accordance with the Memorandum of Articles every member undertakes to contribute an amount equal to \$2.00 per member in the event of winding up.

### Note 19: Guarantee

The National Australia Bank has given an undertaking of \$5,000 to the TAB on behalf of the Club.



## Canley Heights RSL & Sporting Club Limited

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2022

#### **Note 20: Sporting Club bank balances**

The combined bank balances of the various sporting clubs were \$107,013.76 as at 30th June 2022. These accounts are not shown elsewhere in the Financial Statements. The balance would be due and payable to the Club if it was wound up.

#### **Note 21: Capital commitments**

During the financial year ended 30 June 2022, the Board approved for the Wakeley Function Room to be renovated and also purchase of 4 new poker gaming machines. The total cost (estimated) of this capital commitment was \$440,000 (Inclusive of GST).

#### **Note 22: Financial Reporting by Segments**

Canley Heights RSL & Sporting Club Limited operates predominantly in one industry conducting the business of a licensed club registered under the Registered Clubs Act 1976 (as amended). The Club operates in one geographical area, being Wakeley NSW.



# Canley Heights RSL & Sporting Club Limited

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## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF CANLEY HEIGHTS RSL & SPORTING CLUB LIMITED

ABN 44 001 783 124

#### Opinion

We have audited the financial report of Canley Heights RSL & Sporting Club Limited, which comprises the Statement of Financial Position as at 30<sup>th</sup> June, 2022 and the Statements of Comprehensive Income, Statement of Changes to Equity, Statement of Cash Flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the Director's Declaration.

In our opinion the accompanying Financial Report for the Company is in accordance with the Corporations Act 2001, including:

- a) Giving a true and fair view of the financial position of the Company as at 30<sup>th</sup> June, 2022 and of its financial performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

#### Basis for Opinion

We have conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditors Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Company 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 opinion.

#### Information Other than the Financial Report and Auditor's Report Thereon

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 director's 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, 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 – Reduced Disclosure Requirements 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, material relating 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 have no realistic alternative but to do so.



## Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

### **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.

As part of an audit in accordance with the 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, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.

Conclude on the appropriateness of the Director'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 Company's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention to 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 Company 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.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with the Directors 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.

**D M Walsh & Co**  
**Chartered Accountants**  
**A.M. Frawley**  
**Registered Company Auditor**

**Dated 28<sup>th</sup> September, 2022**



# Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)



## ELECTION NOTICE

### Canley Heights RSL & Sporting Club Ltd 2022 Election of the Board of Directors

#### Nominations

Nominations are invited on and from **Thursday 13 October 2022** for:

- President**
- Vice President**
- 5 Ordinary Directors**

Nominations must be in writing, signed by the candidate and at least two other financial Service Members, Ordinary Members or Life Members in accordance with the Club's Constitution. The candidate and nominators must be financial when the nomination form is signed. No financial member may nominate more candidates than the number to be elected for each position.

In accordance with Article 47(a) & 47(c) of the Club's Constitution only financial Service Members, financial Ordinary Members and Life Members who have been members for three (3) consecutive years at the close of nominations shall be entitled to stand for or be elected or appointed to the Board of the Club and no person currently under suspension by the Board or who has been suspended for any period in the last three (3) years preceding the closing date for nominations shall be eligible to nominate, stand for or be elected or appointed to the Board.

In accordance with Article 47(a1)(i), a member shall only be entitled to be elected or appointed to an Executive Position if the member has been a member of the Board for two (2) Full Terms immediately preceding the proposed date of the member's election or appointment to an Executive Position.

A candidate may not be elected to more than one position but may nominate for any of the positions on the Board.

Candidate Nomination and Candidate Profile Forms are available from:

- NSW Electoral Commission's website at [elections.nsw.gov.au](https://elections.nsw.gov.au);
- Canley Heights RSL & Sporting Club Ltd, 26 Humphries Road, Canley Heights, tel. (02) 9604 9975

#### Candidate profile forms

Candidates may submit a Candidate Profile Form including a passport size photograph of themselves to the Returning Officer by the close of nominations **6.00pm, Wednesday 26 October 2022**. The Candidate Profiles will be displayed at the Club during voting. The wearing of Club Apparel and Club Logos are not permitted in the photograph.

#### Lodgement of nominations

Completed Nomination Forms and Candidate Profile Forms must be received by the Returning Officer, NSW Electoral Commission (**not the Club**) no later than **6.00pm, Wednesday 26 October 2022**. A nomination can only be withdrawn by a written, signed statement received by the Returning Officer prior to the close of nomination. Any anomaly in the Nomination Form must be rectified before this time.



# Canley Heights RSL & Sporting Club Limited

(A Company Limited by Guarantee ABN 44 001 783 124)

## Nominations may be lodged:

- by post: PO Box 693 Grosvenor Place NSW 1220; or
- by email: [ballots@elections.nsw.gov.au](mailto:ballots@elections.nsw.gov.au) or
- by hand: NSW Electoral Commission, Level 3, 231 Elizabeth Street Sydney

**Note:** Visitors to the NSW Electoral Commission are by appointment only. To ensure a NSWEC staff member is in attendance and to gain access to the office, please make an appointment via email to: [ballots@elections.nsw.gov.au](mailto:ballots@elections.nsw.gov.au) or telephone 1300 135 736.

## Ballot paper draw

If the election is contested a draw to determine the order of candidates' names on the ballot paper will be conducted at the New South Wales Electoral Commission at **10am, Thursday 27 October 2022**. Anybody is welcome to witness the draw via Teams.

## Voting at the Club

If an election is necessary, voting will be conducted at the Club at the following times:

Date	Time
Sunday 6 November 2022	10am to 8pm
Monday 7 November 2022	10am to 8pm
Tuesday 8 November 2022	10am to 8pm
Wednesday 9 November 2022	10am to 8pm
Thursday 10 November 2022	10am to 8pm
Friday 11 November 2022	10am to 8pm
Saturday 12 November 2022	10am to 8pm

The method of voting will be First Past the Post using Crosses (X). Members can vote for up to the number to be elected in each ballot but not exceed that number. Eligible members must produce their current membership card in order to receive a ballot paper.

## Biennial General Meeting

The Biennial General Meeting of the Club will be held at the Club at **9.30am, Sunday 13 November 2022**.

Any enquiries concerning this election should be directed to Andrea Jackson or Paul Chesher at the NSW Electoral Commission, telephone 1300 135 736 or email at [ballots@elections.nsw.gov.au](mailto:ballots@elections.nsw.gov.au).

Diana Kosseifi  
Returning Officer  
**NSW Electoral Commission**



## Members that have passed to 30th June 2022

Len Gould  
Mile Mazija  
Kenneth Soult  
Paul Barber  
Robert O'Keeffe  
Leonard Linacre  
Susan Davis  
Dragutin Vrcek  
Hazel Ross  
Katherine Marshman  
Gail Cliff  
Ray Benjamin  
Kenneth Bury  
Violeta Zayzafoun  
Graham Murrell  
Richard Hughes  
\*George Collett



**May they Rest in Peace**

All effort was taken to include all members  
that have passed up until 30th June 2022.

Our sincere apologies to the families of  
anyone that was missed.

\*Life Member



# CLUB GRANTS 2022

**How your Club gave back to the Community via the Club Grants program !**

## Category 1 Funding \$130,476

Chaldean Australian Society Incorporated – Preparation to become an Australian Citizen	\$ 9,790
Odyssey House NSW – Community Counselling & Education	\$10,000
Learning Links – Reading for Life, Supporting Disadvantaged Children with their Literacy	\$ 9,745
Learning Links – Empowering Disadvantaged Children to Learn & Live a Life Without Limits	\$10,000
Learning Links – Supporting Children with Learning Disabilities & Learning Difficulties	\$10,000
Miracle Babies Foundation – Supporting Families with premature or sick babies in F/F Hospital	\$12,341
Miracle Babies Foundation – Nurture Time in Fairfield Hospital	\$10,970
Ronald McDonald House Charities Greater Western Sydney – Meals from the Heart	\$ 9,900
Community Action Services Australia (CASA) – Wellbeing Community Therapy	\$48,000

## Category 2 Funding \$135,000

Supporting the following groups:

- Canley Heights RSL Football Club (Soccer)
- Canley Heights RSL Junior Rugby League
- Canley Heights RSL Hotshots Netball
- Canley Heights RSL Dance Co
- Fairfield/Liverpool Cricket
- Westfield's Athletics Club
- Canley Heights RSL Golf Club (*Excl. from Club Grants funding*)



**ClubGRANTS** 

*Board of Directors 2022*

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## **Annual Report Financial year End 30th June 2022**

Canley Heights RSL & Sporting Club Limited

26 Humphries Road, Wakeley NSW 2176 • Tel: 02 9604 9975 • Email: [info@canleyheightsrsl.com.au](mailto:info@canleyheightsrsl.com.au)

[www.canleyheightsrsl.com.au](http://www.canleyheightsrsl.com.au)