



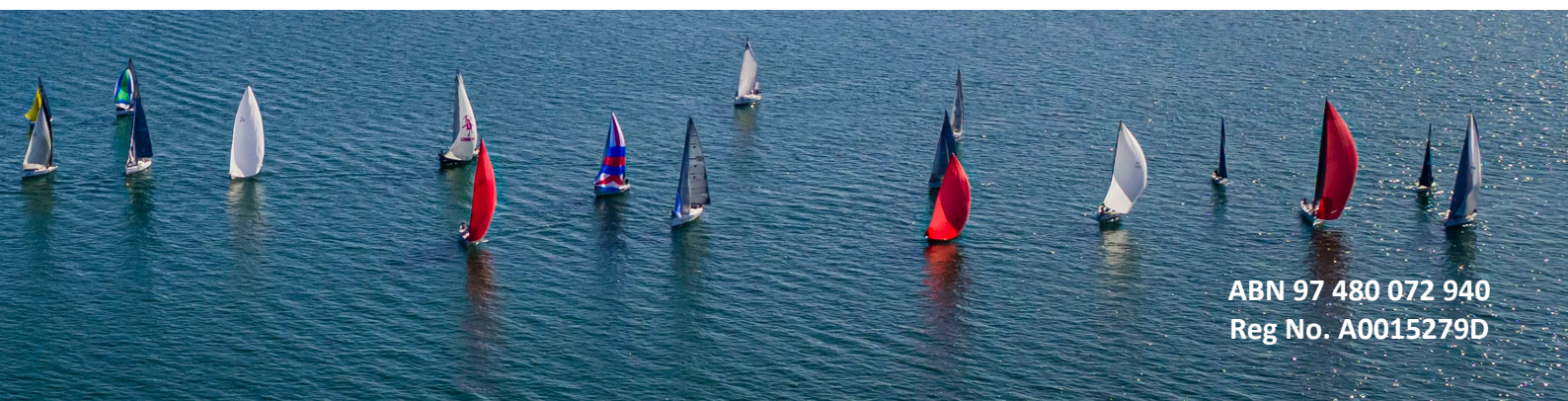
# 161st ANNUAL REPORT and FINANCIAL STATEMENTS for the Year Ended 30 June 2020

## OFFICE BEARERS

<i>Commodore:</i>	John Kint
<i>Vice Commodore:</i>	Stuart Dickson
<i>Rear Commodore:</i>	Phil Francis
<i>Club Captain:</i>	Roger Bennett
<i>Treasurer:</i>	Brian Marshman

## BOARD MEMBERS

Christie Alberts   Peter Alexander   Tom Boland  
Derek Buckmaster   Simon Guthrie   Chris Manton





## **Royal Geelong Yacht Club**

### **161<sup>st</sup> Annual Report and Financial Statements**

**Year Ended 30 June 2020**

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## Commodore's Report 2020



It is with pleasure that I provide my Commodore's report for 2019/20.

This will be my final report as Commodore and I am extremely pleased to pass on the role to incoming Commodore Stuart Dickson with the club well positioned to continue its path in terms of the development and growth of our facilities, sailing & boating programs and community contribution.

Last year I reported that we had "...an incredibly busy year, we are well placed to bring our long-term plans to reality in the coming year".

This past year has been a dynamic year that has seen our facility development program beginning to take place, along with a Summer of Sailing beyond anything experienced in the history of our great club.

And then in March along came the world pandemic – COVID-19! This has proved a real challenge to us all and it is a credit to everyone connected with RGYC that we have managed ourselves brilliantly, with little or no notice, to respond to Government regulations to keep us all safe.

Our Board has been unbelievably supportive, diligent, united and focused as we continually dealt with the introduction of and subsequent changes to Government restrictions due to the pandemic, coupled with the Building project and the impact of day to day operations of the club.

Equally, our members have been incredibly patient, understanding and supportive. I will long remember and appreciate the loyal support of our members in the most difficult circumstances possible. Thank you all.

### FINANCIAL PERFORMANCE

With the advent of COVID-19 we have faced unprecedented circumstances in managing our club's finances in the latter part of this financial year. With that perspective in mind, it is extremely rewarding to note in the Treasurer's Report and the Audited Annual Financial Statements, that the club remains in a very sound financial position. This year, as in the past eight years of Treasurer, Brian Marshman's role as Treasurer, the Board has again delivered a very strong profit and cash surplus, even after Government grants are deducted. This is most pleasing and positions us well as we continue the construction phase of our redevelopment.

I congratulate Treasurer Brian Marshman on an outstanding contribution to our club, his legacy as Treasurer will be evident for members of future generations. Brian has decided to not seek election again this year. Thank you, Brian - you have voluntarily served our club with distinction.

### VOLUNTEERS

Our Summer of Sailing was a huge success and our many generous volunteers made it all happen. The series of training modules across the many elements of race management and race support enhanced the skill of our volunteers. The experience in planning and delivering world level racing over the summer will be a lasting legacy for our many on-water programs.

Our army of skilled and passionate volunteers is the envy of Yacht clubs around the nation. Thank you one and all.

The RGYC Foundation has continued its work in raising funds that will support the long-term growth and development of sailing at RGYC. I thank the Foundation for their support of the club and urge all members to support the Foundation.

## **GEELONG WATERFRONT SAFE HARBOUR PRECINCT (GWSHP) PROJECT**

The past 12 months has seen the commencement of construction of the on-water components of the GWSHP project.

The 440m Wave Attenuator, recently named **Wangim Walk**, is nearing completion. Unfortunately, three of the attenuator's floating pontoons were damaged whilst being shipped to Geelong from Ireland. This has delayed the completion of these works, with the opening of the structure expected to be early December this year.

This landmark structure is already providing wave protection for the marina and surrounding harbour. It will serve the Geelong community as a significant tourist attraction for generations to come. Further it will enable our major events – the Festival of Sails and Wooden Boat Festival of Geelong to expand, along with the potential for new events to be established.

Importantly, the position and function of the attenuator will enable the development and expansion of floating pens in line with the new floating pens that have also been constructed as part of the current project.

The twenty eight new floating pens are expected to be commissioned for use by the end of September. These pens were utilised spectacularly for the 49er/49erFX/Nacra 17 World Championships in February and the Wooden Boat Festival of Geelong in March this year.

The Marina Office and Victorian Sailing School have been demolished as part of the on-land components of Stage 1 of the GWSHP project.

It is taking some time to finalise the design of the Maritime Education complex, which comprises the Off The Beach Building and the Victorian Sailing School. The planning approval process is long and arduous and we are currently reviewing the building design to fit budget and achieve functionality requirements of all stakeholders – a challenging process.

It is anticipated that the building will be well underway by this time next year, hopefully nearing completion.

## **CLUB SAILING PROGRAMS**

Our Club sailing programs continue to provide a wide variety of sailing opportunities for skippers and crew across keelboat and dinghy programs.

I thank our Race management volunteers who have worked tirelessly all year to provide an opportunity for us to go sailing.

There was considerable disruption to our summer sailing programs, particularly for the Off The Beach groups who transferred many of their races to St. Leonards Yacht Club. I thank the St. Leonards Yacht Club for their significant support to enable our OTB Sailing programs to continue.

The 2020 Festival of Sails was a fantastic event.

## **WORLD, NATIONAL AND STATE CHAMPIONSHIPS**

I was extremely proud to be Commodore of our great club as we hit the world and national stages in hosting and delivering biggest and most of significant series of regattas in the club's history:

- Spring Sail - State Dinghy Championships and Coaching Regatta: September 2019
- Cadet National Championships: December 2019 / January 2020
- 2020 Festival of Sails: January 2020

- Oceania and Australian (Incorporating Sail Melbourne) 49er, 49er FX and Nacra 17 Championships: February 2020
- 49er, 49er FX and Nacra 17 World Championships: February 2020
- Wooden Boat Festival of Geelong: March 2020
- Laser Masters Oceania and Australian Championships: March 2020. Unfortunately, due to the COVID-19 pandemic, the world body cancelled the Laser Masters World Championships at the last minute.

We now have an Australian Champion at our club. Congratulations to Susannah Gilham who won the Laser 4.7 Grand Master Division at the 2020 Laser Masters Oceania and Australian Championship.

I reported to members in last year's report "there will be disruption to our normal routines". Little did I know the level of disruption that was to hit us! The bushfires impacted both the Cadet National Championships and the Festival of Sails.

The COVID-19 pandemic has caused serious disruption to all our lives. I thank each and every member for their loyalty and patience as we deal with the ever-changing restrictions that are associated with this virulent coronavirus. Thank you, members!

Our Board has been outstanding in addressing all of the issues that have confronted the club this year. They have been strong, professional, united and diligent. Our members have been extremely well served by you. Your workload has been immense and I deeply appreciate your great support and combined wisdom.

I thank retiring Past Commodore and Treasurer, Brian Marshman for his tireless and diligent contribution to the Board and members over many years.

I also thank retiring Board Member Christie Alberts, for her contributions and wish her well for the future.

It has been my absolute privilege and pleasure to have been able to serve as Commodore of the Royal Geelong Yacht Club for the past three years.

**John Kint**  
*Commodore*

## Treasurer's Report 2019/2020



I report to members of the Royal Geelong Yacht Club on the financial results of the Club for the financial year ended 30th June 2020. Net operating surplus for the year was \$9,538,141 compared with \$839,902 in 2019. I would however point out that this year's surplus includes \$9,392,537 of Governments grants towards the Geelong Waterfront Safe Harbour Project. The results of the Club's trading was to produce an operating surplus of \$145,604 compared to \$288,518 in 2019. When depreciation and the movement in provisions are added back, we have achieved a Net Cash Surplus of \$9,909,414 compared to \$1,149,875 in 2019. After eliminating the GWSHP contribution we achieved a net cash surplus of \$516,877 compared to \$598,491 in 2019. Capital expenditure has seen an amount of \$261,887 expended on new Club Vessels, \$24,841 on Building Improvements, \$11,757 on Furniture and Fittings, \$3,826 on Office Equipment and \$89,685 on new Floating Docks to house the Club's new vessels. In addition, a further \$10,020,311 has so far been expended at the 30th June 2020 on the Geelong Waterfront Safe Harbour Project, which brings total expenditure by the Club to \$11,170,362.

The Board has continued to work on reducing the Club's reliance on Bank overdraft facilities at the end of each year and in that regard we have been successful in that the Bank account was positive at \$183,024 compared to an overdraft of \$46,367 in 2019.

This year's Festival of Sails, Wooden Boat Festival, 49er and Laser Championships resulted in net benefits to the Club and were instrumental in contributing to the provision of the new Club vessels and the floating dock which will be a lasting legacy. With the advent of the Coronavirus trading restrictions, the results from the bar and café were seriously affected as was all other operations of the Club. The Club received Government support from the Cash Flow Boost and Job-keeper subsidies and this helped to enable the Club to retain our essential staff. At the end of the financial year this amounted to \$171,500.

The following is a summary of the Club's operations extracted from our audited accounts.

	2020	2019	2018	2017	2016	2015
Net Operating Surplus (Loss)	\$9,538,141	\$839,902	\$143,398	\$57,622	\$(34,235)	\$30,435
Depreciation & Amortisation	\$340,021	\$326,428	\$297,909	\$313,286	\$299,131	\$289,389
Movement in Provisions	\$31,252	\$(16,455)	\$28,557	\$824	\$22,467	\$23,780
Net Cash Surplus	\$9,909,414	\$1,149,875	\$469,864	\$371,732	\$287,363	\$343,604
Capital Expenditure	\$391,999	\$82,093	\$168,579	\$341,626	\$211,967	\$296,273
GWSHP Costs	\$10,203,111	\$967,251				
GWSHP Grants	\$9,392,537	\$551,384				
Invested Funds (Bank Loans)	\$(10)	\$636,020	\$700,980	\$704,787	\$578,746	\$514,003
RGYC Contribution to GWSHP	\$883,510	\$558,201				

**Brian Marshman FCPA**  
*Honorary Treasurer*

## Membership Summary

	2020	2019
	<i>Platinum Honorary Life</i>	<i>Platinum Honorary Life</i>
Male	9	9
Female	1	1
	<i>Platinum 50 Year</i>	<i>Platinum 50 Year</i>
Male	48	42
Female	4	5
	<i>Platinum Veteran</i>	<i>Platinum Veteran</i>
Male	93	76
Female	17	13
	<i>Gold</i>	<i>Gold</i>
Male	238	281
Female	11	10
	<i>Silver Voting</i>	<i>Silver Voting</i>
Male	1	1
Female	29	31
	<i>Silver</i>	<i>Silver</i>
Male	321	350
Female	134	136

	2020	2019
	<i>Bronze</i>	<i>Bronze</i>
Male	31	23
Female	15	12
	<i>Blue</i>	<i>Blue</i>
Male	52	59
Female	22	28
	<i>Leave of Absence</i>	<i>Leave of Absence</i>
Male	27	24
Female	5	6
	<i>Gold Corporate</i>	<i>Gold Corporate</i>
Male	9	7
Female	1	0
	<i>Silver Corporate</i>	<i>Silver Corporate</i>
Male	22	19
Female	11	11

	2020	2019
<b>TOTAL MEMBERS</b>	1,101	1,144

### Obituary

It is with great sadness and regret that we record the passing during the year of the following esteemed members:

Helen Langston  
Gordon Gavin  
Ronald Cooper  
Roger Bolden  
Roger Randall  
Bob Appleton OAM  
John Clark

Joined 2019  
Joined 1953  
Joined 2018  
Joined 2006  
Joined 1978  
Joined 1974  
Joined 1986



# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
Revenue	2	13,761,801	4,411,138
Cost of Goods Sold	3	(276,439)	(303,801)
Depreciation Expenses		(340,021)	(324,921)
Amortisation Expenses		-	(1,507)
Yachting & Boating Expenses		(255,497)	(261,233)
Festival of Sails Expenses		(817,872)	(787,885)
Marina Operations Expenses		(227,692)	(251,031)
Yard and Fuel Trading Expenses		(90,511)	(79,850)
Membership Operations Expenses		(152,254)	(162,138)
Other Expenses	4	(2,063,374)	(1,398,870)
<b>Profit/(loss) for the year</b>		<u>9,538,141</u>	<u>839,902</u>
<b>Other comprehensive income:</b>			
Items that will not be reclassified to profit or loss		-	-
Items that will be reclassified subsequently to profit or loss when specific conditions are met		-	-
<b>Total comprehensive income attributable to members of the entity</b>		<u>9,538,141</u>	<u>839,902</u>

The accompanying notes form part of these financial statements.



# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Notes	2020 \$	2019 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	877,116	657,251
Trade and other receivables	7	528,964	340,483
Inventories		55,220	63,503
<b>TOTAL CURRENT ASSETS</b>		<u>1,461,300</u>	<u>1,061,237</u>
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment	8	14,508,013	4,253,628
Intangible Assets		-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<u>14,508,013</u>	<u>4,253,628</u>
<b>TOTAL ASSETS</b>		<u>15,969,313</u>	<u>5,314,865</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	1,879,308	792,883
Borrowings	10	115,142	111,977
Provisions	11	159,104	137,805
<b>TOTAL CURRENT LIABILITIES</b>		<u>2,153,554</u>	<u>1,042,665</u>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	11	22,071	12,118
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>22,071</u>	<u>12,118</u>
<b>TOTAL LIABILITIES</b>		<u>2,175,625</u>	<u>1,054,783</u>
<b>NET ASSETS</b>		<u>13,793,688</u>	<u>4,260,082</u>
<b>EQUITY</b>			
Retained earnings	12	13,776,429	4,242,649
Reserves	13	14,501	14,940
Junior Development Fund		2,758	2,493
<b>TOTAL EQUITY</b>		<u>13,793,688</u>	<u>4,260,082</u>

The accompanying notes form part of these financial statements.

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020

	Junior Development Fund	Reserves	Retained Profits	Total
Balance as at 1 July 2018	2,381	10,390	3,407,297	3,420,068
Total comprehensive income attributable to members	-	-	839,902	839,902
Contribution by members	112	-	-	112
Payment made from reserve	-	-	-	-
Transfer to Grant Fund Reserve	-	4,550	(4,550)	-
<b>Balance as at 30 June 2019</b>	<u>2,493</u>	<u>14,940</u>	<u>4,242,649</u>	<u>4,260,082</u>
 Balance as at 1 July 2019	 2,493	 14,940	 4,242,649	 4,260,082
Total comprehensive income attributable to members	-	-	9,538,141	9,538,141
Contribution by members	265	-	-	265
Payment made from reserve	-	(4,800)	-	(4,800)
Transfer to Grant Fund Reserve	-	4,361	(4,361)	-
<b>Balance as at 30 June 2020</b>	<u>2,758</u>	<u>14,501</u>	<u>13,776,429</u>	<u>13,793,688</u>

The accompanying notes form part of these financial statements.

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
<b>Cash Flows From Operating Activities</b>			
Receipts from members and activities		14,791,257	4,868,110
Payments to suppliers and employees		(4,533,229)	(4,263,085)
Interest received		1,670	12,097
Interest paid		(43,146)	(14,683)
Net cash provided by/(used in) operating activities	5	<u>10,216,552</u>	<u>602,439</u>
<b>Cash Flows From Investing Activities</b>			
Purchase of equipment and building improvements		(9,996,951)	(1,049,344)
Purchase of items from Reserves		(4,800)	-
Proceeds from disposal of property, plant & equipment		<u>1,613</u>	<u>-</u>
Net cash used in investing activities		<u>(10,000,138)</u>	<u>(1,049,344)</u>
<b>Cash Flows From Financing Activities</b>			
Contribution by members		265	112
(Repayment of)/Proceeds from borrowings		<u>3,186</u>	<u>18,529</u>
Net cash provided by/(used in) financing activities		<u>3,451</u>	<u>18,641</u>
<b>Net Increase/(Decrease) in cash held</b>		219,865	(428,264)
Cash at the beginning of the financial year		657,251	1,085,515
<b>Cash at the end of the financial year</b>	6	<u>877,116</u>	<u>657,251</u>

The accompanying notes form part of these financial statements.

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012. The committee has determined that the association is not a reporting entity.

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

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

#### (a) Principles of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the entities controlled by Royal Geelong Yacht Club Inc at the end of the reporting period. A controlled entity is any entity over which Royal Geelong Yacht Club Inc has the power to govern the financial and operating policies so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 14 to the financial statements.

In preparing the consolidated financial statements, all intragroup balances and transactions between entities in the Group have been eliminated on full consolidation.

#### (b) Income Tax

No provision for income tax has been raised as the entity is exempt from income tax under Div 50-45 of the *Income Tax Assessment Act 1997*.

#### (c) Fixed Assets

Freehold land and buildings are brought to account at cost or at independent or directors' valuation

The depreciation amount of all fixed assets is written off over the useful lives of the assets to the association commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The following table indicates the depreciation rates upon which depreciation charges are based:

Class of Fixed Asset	Depreciation Method	Depreciation Rates
Buildings	Prime Cost/Diminishing value	3% - 20%
Plant and Equipment	Prime Cost/Diminishing value	10% - 36%
Motor Vehicle	Prime Cost	25%

# **ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES**

**A. B. N. 97 480 072 940**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020**

### **NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

#### **(d) Impairment of assets**

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs 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 recognised in the income and expenditure statement.

#### **(e) Employee Benefits**

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

#### **(f) Provisions**

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

#### **(g) Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

#### **(h) Revenue and other income**

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Membership revenue is recognised on a proportional basis based on the period of the membership. Any amounts received in advance are taken up as a current liability.

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

#### **(i) Inventories**

Inventories are measured at the lower of cost and net realisable value.



# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

### NOTE 2: REVENUE

	2020	2019
	\$	\$
<b>Operating activities</b>		
Bar & Catering	416,617	526,148
Merchandise	18,881	22,374
Grants (a)	9,392,537	551,384
General	517,752	357,990
Membership Operations	438,942	458,190
Sailability	1,149	20,325
Yachting & Boating	161,072	225,899
Education & Training	28,147	58,971
Yard & Fuel	188,296	173,739
Festival of Sails	841,154	865,999
Marina Operations	1,178,612	1,150,119
World Championships	456,651	-
Wooden Boat Festival	121,991	-
	<u>13,761,801</u>	<u>4,411,138</u>

(a) Grants comprise funds received from Commonwealth, State and Local Government

### NOTE 3: COST OF GOODS SOLD

Bar & Catering	163,143	206,614
Merchandise - RGYC	12,819	13,404
Yard Fuel Trading	100,477	83,783
	<u>276,439</u>	<u>303,801</u>

### NOTE 4: OTHER EXPENSES

Bar & Catering	211,203	247,511
Sailability	3,142	4,374
Education & Training	64,510	79,014
Wooden Boat Festival	121,613	-
World Championships	463,957	-
General	1,198,949	1,067,971
	<u>2,063,374</u>	<u>1,398,870</u>

### NOTE 4 (a): GENERAL EXPENSES

Bank Fees	69,914	32,975
Cleaning	96,882	107,599
Computer Exp	29,037	32,278
Utilities	50,642	63,315
Printing & Stationery	33,040	28,601
Telephone	26,839	16,171
R&M	52,595	27,701
Insurance	48,595	48,469
Prof Fees	27,770	33,949
Rent & Rates	56,817	66,066
Staff	560,532	505,541
Sponsorship	49,580	55,641
Other Exp	96,706	49,665
	<u>1,198,949</u>	<u>1,067,971</u>

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

### NOTE 5: RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH RESULT FOR THE YEAR

	2020 \$	2019 \$
Profit/(loss) for the year	<u>9,538,141</u>	<u>839,902</u>
Cash flows excluded from profit attributable to operating activities		
- Depreciation & amortisation	340,021	326,428
- Gain on disposal of property, plant & equipment	(909)	2,444
Changes in assets and liabilities		
- Increase/(decrease) in payables	488,266	(731,586)
- (Increase)/decrease in receivables	(188,502)	191,081
- (Increase)/decrease in inventory	8,283	(9,375)
- Increase/(decrease) in provisions	31,252	(16,455)
	<u>10,216,552</u>	<u>602,439</u>

### NOTE 6: CASH AND CASH EQUIVALENTS

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash at Bank	874,728	649,998
Cash on hand	<u>2,388</u>	<u>7,253</u>
	<u>877,116</u>	<u>657,251</u>

### NOTE 7: TRADE AND OTHER RECEIVABLES

Trade Receivables	356,979	149,860
Prepayments	171,985	190,899
Loan - Marina Management	-	(276)
	<u>528,964</u>	<u>340,483</u>



# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
<b>NOTE 8: PROPERTY, PLANT &amp; EQUIPMENT</b>		
Buildings - At Cost	2,848,362	2,823,521
Less Accumulated Depreciation	<u>(1,444,873)</u>	<u>(1,370,148)</u>
	1,403,489	1,453,373
Plant and Equipment - At Cost	6,719,954	6,360,807
Less Accumulated Depreciation	<u>(4,793,763)</u>	<u>(4,548,774)</u>
	1,926,191	1,812,033
Motor Vehicles - At Cost	47,499	47,499
Less Accumulated Depreciation	<u>(39,528)</u>	<u>(26,528)</u>
	7,971	20,971
Works In Progress	11,170,362	967,251
Total Property Plant & Equipment	<u>14,508,013</u>	<u>4,253,628</u>

Movement in Assets	Buildings	Plant & Equipment	Motor Vehicles	Works in progress	Total
Opening Balance	1,453,373	1,812,033	20,971	967,251	4,253,628
- Additions	24,841	367,158	-	10,203,111	10,595,110
- Disposals	-	(704)	-	-	(704)
- Depreciation	(74,725)	(252,296)	(13,000)	-	(340,021)
Closing Balance	<u>1,403,489</u>	<u>1,926,191</u>	<u>7,971</u>	<u>11,170,362</u>	<u>14,508,013</u>

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
<b>NOTE 9: TRADE AND OTHER PAYABLES</b>		
- Current		
Trade Payables	1,141,966	101,073
Income received in Advance	737,342	691,810
	<u>1,879,308</u>	<u>792,883</u>
<b>NOTE 10: BORROWINGS</b>		
- Current		
Bank Loan	10	-
Finance Lease Liability	115,132	111,977
	<u>115,142</u>	<u>111,977</u>
<b>NOTE 11: PROVISIONS</b>		
- Current		
Provision for Annual Leave	105,067	90,548
Provision for Long Service Leave	54,037	47,257
	<u>159,104</u>	<u>137,805</u>
- Non-Current		
Provision for Long Service Leave	22,071	12,118
	<u>22,071</u>	<u>12,118</u>
	<u>181,175</u>	<u>149,923</u>
<b>NOTE 12: RETAINED EARNINGS</b>		
Opening Retained Earnings carried forward	4,242,649	3,407,297
Net Result for the Year	9,538,141	839,902
Transfer from Grant Fund Reserve	(4,361)	(4,550)
Retained Earnings carried forward	<u>13,776,429</u>	<u>4,242,649</u>

# ROYAL GEELONG YACHT CLUB INC & CONTROLLED ENTITIES

A.B.N. 97 480 072 940

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

NOTE 13: RESERVES	2020 \$	2019 \$
Opening Balance	14,940	10,390
Payment made (to)/from reserve	(4,800)	-
Transfer (to)/from Retained Earnings	4,361	4,550
Closing Balance	<u>14,501</u>	<u>14,940</u>

The RGYC Board has determined to allocate a percentage of subscription fees to the funding of overseas and international regatta entries.

Any unspent funds are held in reserve.

### NOTE 14: CONSOLIDATION

The Group comprises of the following entities:

- Royal Geelong Yacht Club
- Bay City Marina Geelong Pty Ltd

Bay City Marina Geelong Pty Ltd is 100% (2019: 100%) owned by the Royal Geelong Yacht Club Inc.

A.B.N. 97 480 072 940

## STATEMENT BY MEMBERS OF THE BOARD OF MANAGEMENT

The Board have determined that the association is not a reporting entity.

The Board have determined that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the board the financial report:

1. Presents truly and fairly the consolidated financial position of Royal Geelong Yacht Club Inc as at 30 June 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Royal Geelong Yacht Club Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:

Jul 11/11  
B. Kershman

Dated this 12<sup>th</sup> day of AUGUST 2020.

**INDEPENDENT AUDITOR'S REPORT****TO THE MEMBERS OF ROYAL GEELONG YACHT CLUB INC.****Opinion**

We have audited the accompanying financial report of Royal Geelong Yacht Club Inc which comprises the consolidated balance sheet as at 30 June 2020, the consolidated income statement, consolidated statement of changes in equity and the consolidated cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the declaration by members of the committee.

In our opinion, the accompanying consolidated financial report of Royal Geelong Yacht Club Inc is prepared, in all material respects, in accordance with the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

**Basis for Opinion**

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

**Other Information**

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2020, 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 Management and Those Charged with Governance for the Financial Report**

Management is responsible for the preparation of the financial report in accordance with the *Associations Incorporation Reform Act 2012*, and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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**/ DIRECTORS**

Stephen Wight CA  
Stephen Kirtley CA

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

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

### **Auditor's Responsibilities for the Audit of the Financial Report**

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

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

### **Basis of Accounting and Restriction on Distribution**

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for Royal Geelong Yacht Club Inc to meet the requirements of the *Associations Incorporation Reform Act 2012*. As a result, the financial report may not be suitable for another purpose.

Stephen Wight  
Director

Dated this 12<sup>th</sup> day of August 2020

*Davidsons Assurance Services Pty Ltd*  
101 West Fyans Street  
Geelong, Victoria 3220



# Bay City Marina Geelong Pty Ltd

A.C.N. 006 547 600

## COMPREHENSIVE INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2020

	Notes	2020 \$	2019 \$
Revenues from ordinary activities	2	66,000	76,000
Other income		-	-
Depreciation		(81,214)	(81,215)
Other expenses from ordinary activities		20	(206)
<b>Profit/(Loss) for the year</b>		<u>(15,194)</u>	<u>(5,421)</u>
 <b>Total comprehensive income</b>		<u><u>(15,194)</u></u>	<u><u>(5,421)</u></u>

The accompanying notes form part of these financial statements.



# Bay City Marina Geelong Pty Ltd

A.C.N. 006 547 600

## STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020

	Notes	2020 \$	2019 \$
<b>CURRENT ASSETS</b>			
Trade and other receivables	3	428,758	362,737
<b>TOTAL CURRENT ASSETS</b>		<u>428,758</u>	<u>362,737</u>
<b>NON-CURRENT ASSETS</b>			
Plant and Equipment	4	1,075,220	1,156,435
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,075,220</u>	<u>1,156,435</u>
<b>TOTAL ASSETS</b>		<u>1,503,978</u>	<u>1,519,172</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	-	-
<b>TOTAL CURRENT LIABILITIES</b>		<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>		<u>-</u>	<u>-</u>
<b>NET ASSETS</b>		<u>1,503,978</u>	<u>1,519,172</u>
<b>EQUITY</b>			
Retained Earnings	6	1,503,978	1,519,172
<b>TOTAL EQUITY</b>		<u>1,503,978</u>	<u>1,519,172</u>

The accompanying notes form part of these financial statements.

# **Bay City Marina Geelong Pty Ltd**

A.C.N. 006 547 600

## **STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020**

	<b>Retained Earnings \$</b>
<b>At 30 June 2018</b>	<u>1,524,593</u>
Loss for the year	(5,421)
<b>At 30 June 2019</b>	<u>1,519,172</u>
Loss for the year	(15,194)
<b>At 30 June 2020</b>	<u>1,503,978</u>

The accompanying notes form part of these financial statements.

**Bay City Marina Geelong Pty Ltd**  
A.C.N. 006 547 600

**STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020	2019
<b>Cash Flows From Operating Activities</b>			
Receipts from members and activities		-	-
Payments to suppliers		-	-
Net cash provided/(used in) by operating activities		<u>-</u>	<u>-</u>
<b>Cash Flows From Investing Activities</b>			
Purchase of Plant and Equipment		-	-
Net cash used in investing activities		<u>-</u>	<u>-</u>
<b>Cash Flows From Financing Activities</b>			
Related Entity Loan		-	-
Net cash provided by financing activities		<u>-</u>	<u>-</u>
<b>Net Increase in cash held</b>		-	-
Cash at the beginning of the financial year		-	-
<b>Cash at the end of the financial year</b>		<u>-</u>	<u>-</u>

The accompanying notes form part of these financial statements.

# **Bay City Marina Geelong Pty Ltd**

**A.C.N: 006 547 600**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020**

### **NOTE 1: STATEMENT OF ACCOUNTING POLICIES**

- (a)** These financial statements are special purpose financial reports prepared in order to satisfy the accounts preparation requirements of the Corporations Act 2001. The directors have determined that the company is not a reporting entity.

These statements have been prepared in accordance with the requirements of the following Accounting Standards and other mandatory professional reporting requirements.

AASB 101	Presentation of Financial Statements
AASB 107	Statements of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110	Events after the Reporting Period
AASB 118	Revenue

No other Australian Accounting Standards or other pronouncements of the Australian Accounting Standards Board have been applied.

The statements are prepared on an accruals basis from the records of the company. They are based on historic costs and do not take into account changing money values or, except where specifically stated, current values of non current assets.

- (b) Cash**  
For the purposes of the Statement of Cash Flows, cash includes cash on hand, at banks, and on deposit.
- (c) Revenue**  
Revenue from the sale of goods is recognised upon the delivery of goods to customers.  
Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

**Bay City Marina Geelong Pty Ltd**  
**A.C.N: 006 547 600**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2020**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES (CONT)**

**(d) Receivables**

Trade debtors are carried at nominal amounts due and are due for settlement within 30 days from the date of recognition. Collectability of debts is reviewed on an ongoing basis. A provision for doubtful debts is raised where doubt as to collection exists.

**(e) Plant & Equipment**

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

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors of the board 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 expected net cash flows have been discounted to their present values in determining recoverable amounts.

**Depreciation**

The depreciable amount of all fixed assets are either depreciated on a straight-line or diminishing value basis over the asset's useful life commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are as follows. These rates are consistent with the previous year unless otherwise mentioned.

<b>Class of Asset</b>	<b>Straight Line</b>
Marina	2%
Floating Pontoons	10%
Moorings	10%

# Bay City Marina Geelong Pty Ltd

A.C.N. 006 547 600

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
<b>NOTE 2: REVENUE</b>		
<b>Operating Activities</b>		
- Rental Income	66,000	76,000
	<u>66,000</u>	<u>76,000</u>
<b>NOTE 3: RECEIVABLES</b>		
<b>Current:</b>		
Related party loan	428,758	362,737
	<u>428,758</u>	<u>362,737</u>
<b>NOTE 4: PLANT AND EQUIPMENT</b>		
Plant and Equipment	2,952,655	2,952,655
Less Accumulated Depreciation	(1,877,435)	(1,796,220)
	<u>1,075,220</u>	<u>1,156,435</u>
<b>TOTAL PLANT &amp; EQUIPMENT</b>	<u>1,075,220</u>	<u>1,156,435</u>
<b>NOTE 5: PAYABLES</b>		
<b>Current:</b>		
Tax Payable	-	-
	<u>-</u>	<u>-</u>
<b>NOTE 6: EQUITY</b>		
Opening Retained Profits carried forward	1,519,172	1,524,593
Net Result for the year	(15,194)	(5,421)
<b>TOTAL EQUITY</b>	<u>1,503,978</u>	<u>1,519,172</u>

## DIRECTORS' DECLARATION

The directors declare that:

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

On behalf of the Directors

DATED: 11<sup>th</sup> AUGUST 2020



**INDEPENDENT AUDITOR'S REPORT****TO THE MEMBERS OF BAY CITY MARINA GEELONG PTY LTD****Opinion**

We have audited the accompanying financial report of Bay City Marina Geelong Pty Ltd which comprises the balance sheet as at 30 June 2020, the income statement, statement of changes in equity and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Bay City Marina Geelong Pty Ltd is prepared, in all material respects, in accordance with the financial reporting requirements of the *Corporations Act 2001*.

**Basis for Opinion**

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

**Other Information**

Those charged with governance are responsible for the other information. The other information comprises the information included in the Entity's annual report for the year ended 30 June 2020, 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 Management and Those Charged with Governance for the Financial Report**

Management is responsible for the preparation of the financial report in accordance with the *Corporations Act 2001*, and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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**/ DIRECTORS**

Stephen Wight CA  
Stephen Kirtley CA

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

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

### **Auditor's Responsibilities for the Audit of the Financial Report**

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

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

### **Basis of Accounting and Restriction on Distribution**

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for Bay City Marina Geelong Pty Ltd to meet the requirements of the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

Stephen Wight  
Director

Dated this 12<sup>th</sup> day of August 2020

*Davidsons Assurance Services Pty Ltd*  
101 West Fyans Street  
Geelong, Victoria 3220

WE THANK OUR MAJOR PARTNERS



AND OUR CLUB AND EVENT PARTNERS

