

Chairman's Report

I am pleased to present the Annual Report for the Hat Head Bowling and Recreation Club 2018

It has been a year of changes. The club has made many improvements that include:

- The Entrance upgrade, including roof painting, stair reinforcement (and marking), replacement of gutters and downpipes.
- The resurfacing and maintenance of first class greens and surrounds.
- The upgrade of gaming facilities with the addition of five new poker machines
- Tables renewed in the beer garden.
- A new main flag pole.

We are consulting with designers to upgrade and enhance our main bar area with work commencing in the near future. We are also undertaking refurbishment of the gaming room.

We welcome Damien & Steph Morris who will be managing our new restaurant..... "Mozzie Bites". A modern and progressive menu will be offered five days a week. Sunday roasts are now available and the blackboard specials change regularly.

Sadly we have said farewell to some long standing members, Ken Bourke, Trevor Thomas, Marion Wallace and Phil Loft. The Pennants Player of the Year trophy has been renamed in Phil's honour. Our sincere condolences are offered to all families.

Our subsidiary clubs, Men's Bowls, Ladies Bowls and Fishing Club are all going strong and we continue to welcome new members. Details are outlined by representatives in separate reports.

I would like to thank Peta Prior our CEO for her tireless efforts, good humour and business acumen.

I would also like to thank the Board of Directors, Bob Neilson, Gary James, Margaret Meier, Matt Lovenfosse, and relieving Directors, Veronica Matson and Carol Mainey. Special thanks to Bob Neilson who has served on the Board for the past ten years. We also acknowledge Narelle Cochrane for her valuable assistance with Strategic Planning. Thank you also to our auditor Dan Wade for his thorough and essential work.

Our hard working staff also deserve our gratitude. Their ability to go above and beyond in our busy season is appreciated by all. Jo McGuire is on extended leave and deserves a special mention after more than thirty years at our club.

Lastly I would like to thank members and guests for their patronage and support. Many club members volunteer their time and skills behind the scenes and we value their assistance. The club continues to grow, is in a strong financial position and we look forward to bright and positive future.



David Mark Johnson

Chairman of the Board

**Hat Head Fishing Club Annual Report**

Hat Head Fishing Club has enjoyed another successful year and continues to grow with members supporting the monthly competitions and MNC events and taking advantage of the Annual Board to weigh fish out of competition.

In May 2017 HHFC travelled to Urunga by bus which was kindly supplied by the HHBC and came away with many winners in both the adult and junior sections.

In June HHFC hosted the annual Harry Ponty State competition with over 150 fisherman and women, Thanks again to HHBC and HHFC committee for their support in this event working together made it a very successful weekend, HHFC fishing well finishing in the top 10.

Our Annual presentation on January 18 was again a fantastic night with over 100 attending and Ritchie Gudgeon keeping everyone entertained, the committee worked hard to bring it all together which was greatly appreciated by all who attended.

**Our Annual winners:**

CHAMPION R/B/E MALE: Peter Hemmings

CHAMPION R/B/E/ FEMALE: Jesse Lawson

CHANPION R/B/E JUNIIOR MALE: Isaihah Hoskins

CHAMPION R/B/E/ FEMALE: Lily Cook

SUB JUNIOR R/B/E MALE: Darcy Ball

SUB JUNIOR R/B/E FEMALE: Kahlia Ball

DEEP SEA MALE: Bruce Penson

DEEP SEA FEMALE: Ruth Farrawell

DEEP SEA JUNIOR MALE: Isaac Cook

DEEP SEA SUB JUNIOR MALE : Jack Mullins

CHAMPION BOAT: BEE JAY: Bruce Penson, Trevor Ball, Norm Higgins, And Isaac Cook.

The committee is continually working together as a team to ensure our monthly competitions are competitive and enjoyable to all our members who support the fishing club. Thanks to the HHBC for being a strong supporter of the fishing club, working together is what makes it such a successful club.

Mark Rudduck

President HHFC.

**Hat Head Men's Bowling Club**

Hello fellow Bowlers and Members

I would like to thank our members who played Pennants this year. At time of writing, we are only half way through and we are travelling not to bad at this stage.

Our major tournaments were' the "Don Wallace Fours"; Hat Head Triples and Mixed Pairs. We would like to thank our sponsors, The Wallace family, Wrights accountants, Oxley Insurance Brokers, Tooheys and Asahi Schweppes also Everson's Meats.

I would like to thanks Neil Styles for his help. Carmel Dykes for her delicious cakes at our tournaments, Mark Johnson for his help with pennants. To David Croad for the magnificent greens we play on. To our secretary Bob Neilson, thank you for your dedication to the club. Special thanks to John King for his tireless work that he puts into our club.

**The Club Championship Winners of 2017:**

Singles Winner: D Croad

Runner Up: T Gittoes

Pairs: R Chabros T Gittoes

Triples: R Tumpey G James D Croad

Fours: M Johnson D Hayman G James B Everson

Minor Singles: C Ball

Trevor Gittoes

President

**Hat Head Women's Bowling Club Report**

Thank you to all members who form the Hat Head Women's Bowling Club, this year saw us celebrate our 53rd Birthday

During this year it was a great pleasure to present, newly introduced NSW Membership Badges to Patron, Foundation and Life Member Joyce Brown with her 50 year badge - Joyce has been a member for 54 years and Veronica Kennedy with her 25 year badge. Congratulations girls!

We were saddened this year with the loss of two of our very special long standing Life Members and Patrons Elsie Gardiner and Norma Amor, our condolences go to all who throughout the year lost loved ones

Although we entered a Pennant Team we were unable to win, however our ladies did themselves proud and congratulations go to everyone who played and a special thanks to Vonnie as manager.

Our ladies have enjoyed Thursday Social bowls, Presidents days, Club Championships held in both Singles and Pairs and District events.

Many thanks to the executive committee, Secretary: Elaine Brown, Treasurer: Veronica Kennedy, Vice Presidents and Selectors.

**Our Club Champions were:**

Singles: Irene Patterson

Runner up: Joanne McGuire

Pairs: Joanne McGuire and Rosemary Robertson

Runners up: Elaine Brown and Shirley Slepcev

This year for the first time Hat Head members participated in the Macleay District Mixed Pairs.

**Winners were:** Shirley Slepcev and partner Neil Cook All members are very proud and wish them great success at Regional.

Our thanks go to David Croad and his assistants for our wonderful greens and beautified gardens.

A special big thank you to Secretary Manager, Peta Prior for her assistance and support throughout the year.

Thanks also to Carmel Dykes for her support, your time given to us is greatly appreciated.

We acknowledge and thank the Restaurant for all catering done for us throughout the past year.

We welcome and thank all visiting bowlers who have joined us throughout the year, attending an official function or a relaxed social day.

Shirley Slepcev

President.

**Financial Statements**  
**For the Year Ended 31 March 2018**

**Directors' Report 31 March 2018**

Your directors present their report on HAT HEAD BOWLING AND RECREATION CLUB LTD for the financial year ended 31 March 2018.

**1. General information****Directors**

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

Names	Position	Appointed/Resigned
David Johnston	Director	28/06/15
Margaret Meier	Director	28/06/15
Robert Neilson	Director	25/06/17
Gary James	Director	28/06/15
Matt Lovenfosse	Director	28/06/15
Bryan Willet Jr	Director	24/06/12 / 21/09/17
Narelle Cochrane	Director	25/06/17 / 19/01/18
Ricky Everson	Director	20/03/17 / 03/08/17
Veronica Matsen	Director	19/01/18
Carolyn Mainey	Director	19/01/18

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

**Principal activities**

The principal activity of HAT HEAD BOWLING AND RECREATION CLUB LTD during the financial year was for the provision of bowling and recreation facilities for members and their guest.

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

The profit of the Club after providing for income tax amounted to \$47,796 (2017: \$ 67,324 loss).

**Short term objectives**

The Club's short term objectives are to:

- Carry out required capital repairs, including the renovation and rejuvenation of the bar area.
- Promote the new restaurant facilities.
- Improve staff knowledge regarding appropriate customer contact.
- Maintain a healthy working environment.
- Provide and promote sports, recreation, leisure & learning facilities for the whole community.

**Long term objectives**

The Club's long term objectives are to:

- Increase membership in the club.
- Improve customer service and facilities.
- Maintain cash reserves to an expectable level.

**Strategy for achieving the objectives**

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

- Increase advertising regarding the clubs activities
- Continued monitoring of Cashflow and profit margins
- Ongoing training of employees and volunteers
- Improving Directors Knowledge

**Members guarantee**

HAT HEAD BOWLING AND RECREATION CLUB LTD is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$2 for members that are corporations and \$2 for all other members, subject to the provisions of the company's constitution.

At 31 March 2018 the collective liability of members was \$2,294 (2017: \$ 1,552).

**Meetings of directors**

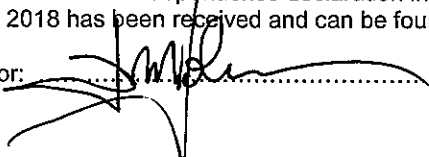
Name	Number eligible to attend	Number attended	Name	Number eligible to attend	Number attended
David Johnston	12	11	Bryan Willet Jr	6	5
Margaret Meier	12	12	Narelle Cochrane	6	5
Robert Neilson	8	8	Ricky Everson	2	2
Gary James	12	9	Veronica Matsen	3	3
Matt Lovenfosse	12	9	Carolyn Mainey	3	3

**Auditor's independence declaration**

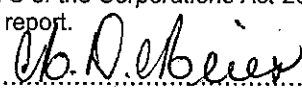
Signed in accordance with a resolution of the Board of Directors:

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 31 March 2018 has been received and can be found on page 4 of the financial report.

Director: .....



Director: .....



	2018	2017
	\$	\$
Revenue	1,490,271	1,240,402
Other income	55,061	13,892
Changes in inventories of finished goods and works in progress	(460,573)	(375,881)
Employee benefits expense	(493,949)	(429,521)
Depreciation and amortization expense	(104,267)	(89,320)
Gaming expenses	(45,745)	(45,331)
Repairs and maintenance	(40,423)	(41,587)
Electricity	(52,352)	(39,142)
Shire Rates	(25,521)	(19,069)
Operating expenses	(88,794)	(88,208)
Other expenses	(185,912)	(193,559)
Surplus before income taxes	47,796	(67,324)
Income tax expense	-	-

	2018	2017
	\$	\$
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	617,128	665,874
Trade and other receivables	8,742	9,744
Inventories	44,248	31,999
<b>TOTAL CURRENT ASSETS</b>	<b>670,118</b>	<b>707,617</b>
<b>NON-CURRENT ASSETS</b>		
Trade and other receivables	5,000	5,000
Investments	-	750
Property, plant and equipment	2,074,754	1,828,510
<b>TOTAL NON-CURRENT ASSETS</b>	<b>2,079,754</b>	<b>1,834,260</b>
<b>TOTAL ASSETS</b>	<b>2,749,872</b>	<b>2,541,877</b>

<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Trade and other payables	86,923	35,767
Current tax liabilities	11,923	7,824
Employee benefits	49,040	37,364
<b>TOTAL CURRENT LIABILITIES</b>	<b>147,886</b>	<b>80,955</b>
<b>NON-CURRENT LIABILITIES</b>		
Employee benefits	-	6,732
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>6,732</b>
<b>TOTAL LIABILITIES</b>	<b>147,886</b>	<b>87,687</b>
<b>NET ASSETS</b>	<b>2,601,986</b>	<b>2,454,190</b>

<b>EQUITY</b>		
Reserves	860,000	760,000
Retained earnings	1,741,986	1,694,190
<b>TOTAL EQUITY</b>	<b>2,601,986</b>	<b>2,454,190</b>

2018	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 April 2017	1,694,190	760,000	2,454,190
Profit attributed to Members	47,796	-	47,796
	-	100,000	100,000
Balance at 31 March 2018	1,741,986	860,000	2,601,986
<b>2018</b>			
	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
Balance at 1 April 2016	1,761,514	760,000	2,521,514
Profit attributed to Members	(67,324)	-	(67,324)
Balance at 31 March 2017	1,694,190	760,000	2,454,190

Any questions regarding the financial statements must be in writing and received no later than the 4<sup>th</sup> of July 2018

	2018 \$	2017 \$
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	1,547,084	1,252,638
Payments to suppliers and employees	(1,345,319)	(1,229,233)
Net cash provided by / (used in) operating activities	<u>201,765</u>	<u>23,405</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment Plant and Equipment	(250,511)	(78,399)
Net cash used by investing activities	<u>(250,511)</u>	<u>(78,399)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash used by financing activities	<u>-</u>	<u>-</u>
Net increase / (decrease) in cash and cash equivalents held	(48,746)	(54,994)
Cash and cash equivalents at beginning of year	665,874	720,868
Cash and cash equivalents at end of financial year	<u>617,128</u>	<u>665,874</u>

The financial statements are for HAT HEAD BOWLING AND RECREATION CLUB LTD as an individual entity, incorporated and domiciled in Australia. HAT HEAD BOWLING AND RECREATION CLUB LTD is a not-for-profit Club limited by guarantee. The functional and presentation currency of HAT HEAD BOWLING AND RECREATION CLUB LTD is Australian dollars.

### 1 Summary of Significant Accounting Policies

#### (a). Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards Reduced Disclosure Requirements and Interpretations issued by the AASB (Australian Accounting Standards Board) and associated regulations and the Corporations Act 2001.

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

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

#### (b). Comparative figures

Comparatives are consistent with prior years, unless otherwise stated.

#### (c). Income Tax

The Club is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (d). Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the Club are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

#### (e). Property, plant and equipment

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

Items of property, plant and equipment acquired for nil or nominal consideration have been recorded at the acquisition date fair value.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses.

Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

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

##### Land and buildings

Land and buildings are measured using the revaluation model.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Club, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

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

Fixed asset class	Depreciation rate
Buildings	2.5%
Plant and Equipment	10-100%
Furniture, Fixtures and Fittings	10-37.5%
Office Equipment	10-37.5%
Improvements	2.5-37.5%

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

(f). Financial instruments

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

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

*Impairment of financial assets*

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

*Financial assets at amortised cost*

If there is objective evidence that an impairment loss on financial assets carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial assets original effective interest rate.

Impairment on loans and receivables is reduced through the use of an allowance accounts, all other impairment losses on financial assets at amortised cost are taken directly to the asset.

Subsequent recoveries of amounts previously written off are credited against other expenses in profit or loss.

(g). Cash and cash equivalents

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

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

(i) Revenue and other income

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

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

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

**Sale of goods**

Revenue is recognised on transfer of goods to the customer as this is deemed to be the point in time when risks and rewards are transferred and there is no longer any ownership or effective control over the goods.

**Interest revenue**

Interest is recognised using the effective interest method.

**Other income**

Other income is recognised on an accruals basis when the Club is entitled to it.

(j). Goods and services tax (GST)

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

Receivables and payable are stated inclusive of GST.

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

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

(k). Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the weighted average costs basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

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

(l). Adoption of new and revised accounting standards

The Club has adopted all standards which became effective for the first time at 31 March 2018, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Club.

The Club has chosen not to early adopt any standards or interpretations not yet in effect.