



SWAN YACHT CLUB

SPECIAL PURPOSE FINANCIAL REPORT

30 JUNE 2024 FULL YEAR

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CLUB DIRECTORY

Management Committee

| | |
|---------------|--------------------------------|
| Mr S Browne | Commodore |
| Mr T Cawthan | Vice Commodore |
| Mr M West | Rear Commodore |
| Mr G Butler | Rear Commodore Power & Angling |
| Mr A Siegert | Treasurer |
| Mr G Dart | |
| Mr B Jurovich | |
| Mr J Riley | |
| Mr P Davies | |
| Mr W Jones | |

*Mr M Maczkowiak
resigned May 2024

Executive Positions

| | |
|-------------|-----------------|
| Mr D Gaspar | General Manager |
|-------------|-----------------|

Administration Office

Riverside Road
East Fremantle
WA 6158
Telephone: +61 (0) 8 9339 3520
Facsimile: +61 (0) 8 9339 5995

Auditors

Criterion Audit Pty Ltd
Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Web Site

www.swanyachtclub.com.au

COMMODORE'S REPORT

I am pleased to report another year of outstanding performance in all aspects of club operations, achieved in the exceedingly difficult environment of rising inflation.

Budgeted surpluses have been achieved because of Members continued support of Club services and a rigorous cost reduction strategy implemented by our management team.

This year has seen the winding up of negotiations with State and Local Government authorities for project approval to replace Jetty 5. This has been a very time and resource consuming process, but one of the derived benefits from negotiations, is our DBCA approved 20-year Master Plan that delivers pre-approval for our nominated future projects. Interested members, can view an electronic version of the Master Plan which is displayed on the monitor located in the Club foyer.

The exciting date for commencement of the jetty five works is fast approaching, we have procured the first Batch of steel pylons and have scheduled piling works to commence in September 2024, based on final DBCA approval in August 2024.

Completion of this project will greatly reduce boat wash turbulence throughout the marina, whilst delivering a world class facility for our members and creating demand for prospective new Members.

As this is my final year as Commodore, I thank the Management Committee, management team and staff for their dedication and hard work during my tenure and I congratulate the incoming Commodore and Committee, I am confident that they will manage Club performance to deliver successful outcomes, into the future.

I also wish to acknowledge support I have received from previous Club Commodores during my tenure.

I thank all Members that have supported me in my time on Committee and as Commodore, periods of diversity can be overcome by simple smile and a word of encouragement from a fellow Member.

COMMODORE



Stephen Browne

GENERAL MANAGER REPORT

On behalf of the Commodore Stephen Browne, the Management Committee and all the team I have great pleasure in presenting the Annual Report for 120th Club year ending 30 June 2024

I take this opportunity to thank our members, committee, staff, and volunteers who have supported our aims during a challenging season.

Highlights of 2023/2024

At the end of the 2022/2023 financial year we reported that our Jetty 5 redevelopment program and Twenty-Year Master Plan, (Part 5) was now before the Department of Biodiversity Conservation and Attractions (DBCA) for assessment.

Twelve months on we finally confirm a key club achievement, conditional pre - approval.

Project Description is in two parts:

Land-based works: Demolition and removal of the existing slipway infrastructure (rail tracks, winch, cable equipment, boat cradles, bosuns shed, hardstand, fencing). Landscaping upgrades of site to include green belt for public circulation, new pathways, informal pop-up function and event space, and car park upgrades.



Land based works

Waterside works: Demolition and removal of Jetty 5's fixed infrastructure (piles) and construction of a new floating wave attenuation system. Extension of Jetty 6 with a floating pontoon system to access the new Jetty 5. Installation of 52 new piles within the new riverbed lease area.



Waterside works

In addition, to the above the Boat Ramp replacement was completed. The floating pontoon system provided an immediate uplift to the member amenity whilst also providing visual consistency with the neighbouring floating River Deck. The upgrade also ensures our facilities are accessible and inclusive for our extended membership.

Three finger jetties were upgraded along with seventeen mooring piles replaced by the end of the financial season. A similar number is set to be replaced during the year contributing to the bulk of expenditure on the water.

The appointment of Trent Welburn to the role of Marina Contractor was a welcome addition aimed at providing an enhanced level of members services across all marina compliance matters.

The Swan Yacht Club again hosted some major and new events that demonstrated our versatility.

The club Opening Day attracted an outstanding number of full members vessels on water before everyone retired to enjoy the awards ceremony on deck with Brent Hay taking home the Mike and Anne Williams Perpetual Trophy.

November's Melbourne Cup continues to draw on our membership with hundreds of punters in attendance keen to indulge on what is a fun filled day enjoying the riverside lifestyle.

Late in the season the club hosted the 'Shit Box Rally' gala charity event, 500 participants and guests flocked to the club for the worthy cause. An incredible event, the co-ordination and collective contribution made by our crew ensured the event was a success.

You will read in the Treasurer's report after all expenses were paid a healthy surplus was recorded.

The club continues to decommission the use of Jetty 5, and the seasons surplus was a great result considering sixteen pens are now not in use.

In summary, 2023/2024 year was full of challenges. The cost-of-living has impacted us all, but the club continues to work towards its short- and long-term goals as a collective.

Delivering our strategy

Our purpose - *Helping members love life on the river.*

Vision: *Our members to feel like the luckiest in the world.*

Our offer: A riverside lifestyle, underpinned by quality marine infrastructure, brilliant service, and great food and entertainment in an unbeatable, family friendly setting, with a true Club vibe.

By focusing our effort on Member Centricity, delivering World-Class Amenities, Growing Sustainably and being a Contributing Club, the Swan Yacht Club is helping our members love life on the river.

Looking forward we will continue to execute our strategy in three key areas:

Facilities and Infrastructure, Financial sustainability, Safety and Environmental Initiatives

Meetings of Management Committee

During the period of September 2023 and August 2024 eleven management meetings were held. Attendance of each Committee member is as follows:

| Committee Member | Number eligible to attend | Number attended |
|-------------------------|----------------------------------|------------------------|
| Stephen Browne | 11 | 11 |
| *Mark Maczkowiak | 11 | 7 |
| Troy Cawthan | 11 | 11 |
| Mark West | 11 | 9 |
| Andrew Siegert | 11 | 8 |
| Brad Jurovich | 11 | 10 |
| Graham Dart | 11 | 10 |
| Jon Riley | 11 | 9 |
| Paul Davies | 11 | 9 |
| Wayne Jones | 11 | 10 |
| Graham Butler | 11 | 7 |

* Denotes resigned member.

Mooring Committee

The Mooring Committee has been active over the past 12 months. The Mooring Committee Chairman, Troy Cawthan was supported by Stephen Browne, Wayne Jones, Paul Davies and Graham Butler.

The following are some of the key activities the Committee are responsible for and undertaken in the past 12 months.

Governance in relation to Pens and Pen Compliance

The Committee will continue to enforce all rules and regulations relating to the policing of the marina. Pen Compliance and Pen Licence Agreements are annually audited to ensure members meet the standard obligations. In addition the club has employed the services of Marine Contractor, Trent Welburn to provide a service to members in relation to pen compliance matters.

Maintenance Plan & Capital improvements

The Mooring Committee has worked through regular maintenance activities for the club in accordance with the assembled 10-year maintenance plan.

Three finger jetties were repaired throughout the season along with the replacement of seventeen mooring piles with HDPE steel piles introducing a consistent look to our marina.

The Pen allocations

The Mooring Committee is responsible for the allocation of pens to members. The pen wait list is the Committee's number one tool when allocating pens at the Mooring Committee monthly meeting.

Members are now familiar with the process of the Pen Transfer list.

The marina occupancy throughout the season was reduced due to the decommissioning of Jetty 5. By June 30, the marina was at 97% capacity.

Boat Ramp replacement

Boat Ramp replacement was the club's major on water capital project for the season. Replacing the dilapidated structure, the upgrade will provide members with an improved boating experience.

Jetty 5 redevelopment

Jetty 5 redevelopment continues to progress with the appointed Project Manager, George Sofoulis working with Committee throughout the season. A list of DBCA conditions is being assessed in advance of the final approval to ensure minimal down time prior to commencing the works.

Dry Dock Register

A condition of Master Plan and Jetty 5 approval is the Dry Dock Register. The register was created in the second half of the season and provides an overview of the dry dock systems at the club, including their types, numbers, and locations within the marina. It also outlines the maintenance regime adopted by the club for all installations and repairs, in compliance with the Department of Biodiversity, Conservation and Attractions (DBCA) conditions and advice notes.

Types and numbers of Dry Docks. As of today, the club has a total of 36 dry dock units installed, this fleet includes 9 Air Berth units, 2 Fab Dock units, 6 Dock Dock units, 13 Float Bricks units, and 6 Sea Pen units.

These installations reflect the club's commitment to providing diverse and effective docking solutions for its members while adhering to environmental standards.

House Committee

House Committee were led by Rear Commodore Mark West after the departure of Vice Commodore Mark Maczkowiak. The House Committee team consisted of Stephen Browne, Jon Riley, Brad Jurovich Graham Dart, and Social Committee Chair Di Schoch at stages throughout the season.

Functions and Events

Among the events hosted at the club big and small were New Year's Eve event, Shit Box Rally, Australia Day, Melbourne Cup, Christmas Day Luncheon, Opening Day, Open Day & Day with our Sports Stars and the opening of The Martin Coyle Bar just prior to Christmas.

Our ladies' social group once again did an incredible job working closely with Functions and Events Manager, Adele assisting Commodore Stephen Browne with the Commodores Ball. I encourage members to get behind this Septembers Ball early to avoid the disappointment of missing out.

Separately, members were treated throughout the year with offers which included significantly discounted food and beverage Steak Night and Shank Night kicking things off for the season. Open Mic Night, Mother's Day, Father's Day festivities, Wine Dinners, Quiz Nights, AFL Grand Final and lunch time specials offering complimenting the host of activities and affordable offers.

The club continues to assess its food and beverage offerings with Head Chef Gary leading the way in the galley providing outstanding leadership, support and delivering on some outstanding results during the season.

Environmental

Your management has been actively participating in a set of workshops and seminars throughout the season hosted by the Town of East Fremantle, including the Water Sensitive Cities Workshop and the Coastal Hazard Risk Management Adaption Plan. The team will continue working with our key stakeholders towards best practice environmental initiatives.

The pending introduction of the green space will significantly reduce our current carbon footprint.

The project involves the demolition and removal of the existing slipway structure to create a new greenspace. This area will include a 20-meter greenspace zone designed for public access, movement, and recreation. The newly landscaped space will feature turfing areas, realigned pathways, and plantings of locally native species to enhance biodiversity and create an inviting environment for the community.

Community partners and suppliers

To the team at Maddington Toyota & Canning Vale Toyota, Auto League dealerships, your promotional role in making the partnership so effective is much appreciated. The crew at Maddington Toyota and Canning Vale Toyota do an incredible job supporting each one of our club initiatives. Buy a new or used vehicle through Maddington Toyota & Canningvale Toyota or Autoleague dealerships and the team will cover the cost of social membership.

Corporate Challenge sponsorship program again highlighted the support shown by members with a record number of businesses jumping onboard. The Corporate Challenge has now been running for seven seasons generating much needed funds which has been re-invested into various projects as we work towards delivering world-class amenities.

Damon John, Pleisure Marine the winning team, taking home an advertising package. Thank you to all who participated. They include-

AAA Demolition
Altona Group
Aqualuma
Aquarama Slipway
Asahi Group - Schweppes
Asset Pro Advantage Pty Ltd
Austart Embroidery
Barons Beverage Services
Bluewater Marine Diesel
Boating Co
Broadway Marine Constructions
Brown Brothers Furniture
Butler Capital
Caporn Young Realestate
Casey Tours
Character Living Building Company
Clean Rite
Coast Insurance Pty Ltd
Collings Marine
Carlton & United Breweries
DAC Refrigeration Services
DMI Signs
Engineering Supplies
F45 Booragoon
Fresh Provisions
Global Civil & Mining
Hyundai Finance
Jetty Marine Constructions
Jurovich Surveying
Lion Brewery
Loan Monster
Maddington & Canning Vale Toyota
Mansfield Marine Brokers
Matthew Crawford Architects
Mayfair Building and Construction
McFarland Plumbing
Oilfield Piping Systems
Perna Engineering
Pleisure Marine
Prestige Marine
Rayco Plumbing
Red Rock Oilfields Services
Riverscapes
Sheehans Electrical
Soltoggio Bros
Sweeny Marine
Totally Work Wear
Trident Insurance Group Pty Ltd
Walcon
Wilson Brewing
Word of Mouth Agency
Yard Realestate

I encourage all members to get on board and support our growing community with the full list of Swan Yacht Club listed businesses displayed on our website.

At the time of print our Club Affiliates include:

Fremantle Outriggers Canoe Club
Training Ship Perth – Navy Cadets

Fremantle Swan Dragon Boat Club
Fremantle Rowing Club

Fremantle Swan Dragon Boat Club celebrated their ongoing success when they travelled to Hong Kong recently. Taking home a set of key awards.

HMAS Perth Memorial Foundation have been working tirelessly to ensure the HMAS Perth Memorial will be completed and officially opened in March 2025. Well done to Jim and the team!

Fremantle Rowing Club again hosted their 24-hr rowing regatta at the club raising much needed funds towards their national programs and late in the season we again had a full house as state participants battled it out during the indoor ergo competition. Reminder to SYC members that Fremantle Rowing Club offer \$50 off gym membership. No better way to get into shape than by join the Rowing Club gym just next door.

The club hosted the Fremantle Sea Scouts, throughout the season. Led by Team Leader, Derek Giles it was a pleasure to see the kids on the water trialling their on-water skills.

In company with Club Affiliates our Angling Section is the Club's key Sub – Section.

Well done to Angling Captain, Owain Evans, and his team, on a successful Angling season. Owain, in his first season has done an outstanding job engaging the membership and encouraging participation from the junior anglers.

East Fremantle Skiff Association is set to present before the members at this AGM in anticipation of being accepted as part of our Affiliate Group.

East Fremantle Skiff Association is a non-for-profit entity providing members with the opportunity to foster and develop new skills in rowing a St Ayles Skiff and being part of the wider community.

They provide the skiff and coaching to develop training and on water activities for all members of the community including current ADF and frontline service men and women in an inclusive environment.

The St Ayles Skiff is one of the fastest growing community group associations that is spreading not only globally and within Australia but right here in WA. Wishing the East Fremantle Skiff Association all the best for their future endeavours.

Our Social Events Group led by Di Schoch were responsible for a chain of successful events including the Commodores Ball, Ladies Luncheon, and Open Mic. Di has actively participated in some of the House Meetings throughout the season providing great support to a combination of initiatives.

Don and Marian Byfield once again amazed everyone with their courage. The Cancer Council, Biggest Morning Tea attracted incredible support from members and guests raising much needed funds in the fight against cancer. Outstanding effort to all those members who contributed their time and continue to support our Biggest Morning Tea.

Vale

Over the past year we have seen the passing of some long-standing members of the Swan Yacht Club. We express our deepest condolences to their families and friends.

Summary

Through the support of our members and staff we continue to build on our brand within the wider community with some key staff departing for the *wider community* after outstanding tenures, promoters of the club.

Duty Managers Olivia Kennedy and Julie Tyrrell say goodbye servicing our front of house. Olivia will be concentrating on her Nursing career whilst Julie looks forward to exploring the wide-open spaces of Australia with family. We wish both the very best and look forward to seeing them around in a social sense moving forward.

Finance Manager, Cindy Harvey departs after eight seasons. Cindy played a pivotal role overseeing the financial health of the club. Working with Committee and Management on our long-term sustainability, Cindys major achievements included the financial management of the club house redevelopment as well as the month-to-month financial reporting to Management Committee during her term.

Commodore, Steve Browne completes his tenure at the top. Steve's commitment to the club has been exemplary. Tasked with the challenges of development negotiations with our key stakeholders Steve's commitment and determination towards the betterment of the club cannot be understated. I wish Steve, Robyn and family all the best for their future endeavours.

At the time of print, all Flag Officers positions were filled unopposed.

Graham Dart has renominated for a seat on committee whilst Angling Captain Owain Evans, Michael Collins, Trevor Byrne, and Scott Browne have also nominated which means that there will be an election. The club has introduced electronic voting for the first time via the platform Vero and at the time of print the response has been encouraging. We wish all nominees the best of luck. Brad Jurovich, Paul Davies and Jon Riley will be serving their second year on Committee.

To the administration, front-line managers David, Natalie, Adele, Gary, Chris, Lia and our recently appointed Accounts Manager, Nancy Hu thank you for your commitment to the club's mission. All the planning and support behind the scenes is very much appreciated. Our staff have again demonstrated an enormous level of resilience and commitment to tackle whatever challenge comes their way.

In closing, thanks to the membership for their collective efforts bringing life to the river.

Damien Gaspar



General Manager
13 August 2024

TREASURER'S REPORT

Financial Performance

The 2024 financial year has been marked by ongoing inflationary pressures and their impact on household budgets. Despite these challenges, the Management Committee and Finance Team maintained a cautious approach, focusing on tight cost control while ensuring the club's services remained robust and cost-effective. Through diligent management and strategic adjustments, the club achieved a surplus of \$650,215. Membership numbers experienced fluctuations due to economic pressures but ended the year at a strong level, correlating with broader inflationary trends. Functions and events continued to thrive, with high attendance and positive feedback from event organizers.

Marina income was slightly below expectations due to the Jetty 5 capital replacement project, which has reduced the availability of marina pens. The bar achieved positive results but fell short of projections and slightly underperformed compared to the previous year. The galley, however, showed improvement this year, benefiting from tighter controls which proved to be a key performance indicator. Administrative costs were carefully managed, though overall expenses exceeded the budget.

This year, the club made significant strides in advancing major capital projects that had been slow to progress in previous years. The Management Committee and sub-committees were heavily engaged in two major initiatives: the ongoing replacement of Jetty Five and the complete overhaul of the aging ramp jetty with a new floating structure. Additionally, the club continued its commitment to ongoing projects, including the replacement of marina piles.

Marina & Memberships

Marina income for 2024 was comparable to the previous year, though slightly lower, due to a reduction in available pens caused by the planning and preliminary work on Jetty Five. Membership peaked at 2,531 during the summer and concluded the year at a solid 2,372.

The slight decrease in marina income for 2024 can be attributed to the reduced number of available pens in preparation for the Jetty Five capital project. The club's commitment to maintaining marina infrastructure was demonstrated by replacing seventeen marina piles at a cost of \$112,517.

In response to rising living costs, the Management Committee decided to increase Full membership fees, though the increase was kept to a minimum. Social membership fees were not adjusted this year. Additionally, pen fees were raised to address the escalating repair costs of the aging marina. Despite these increases, SYC's pen pricing remains among the most competitive on the river.

Bar/Galley/Functions

The bar achieved robust sales of \$1.5 million, while the galley saw \$860,732 in sales, reflecting the positive impact of recent improvements. Interest in our function room facilities remained strong, with repeat bookings contributing to a solid revenue stream for the club.

In recognition of our Full members, the club officially renamed the Full Members' area from "Boaties Bar" to the "Martin Coyle Bar." This area now provides a dedicated space for members to socialize and enjoy catch ups before heading upstairs to events such as "Karaoke on the River," which has been well-received and will continue to be featured in the upcoming year's events calendar.

The galley faced the challenge of rising costs for goods and services but adapted by offering full-time positions to four staff members, ensuring greater stability and continuity. To address the increasing prices, the galley introduced several discount initiatives, which were well-received by members.

Online services, including OrderAway and the Members Online Portal, continued to see strong adoption. OrderAway allows members to scan a QR code on their table, view the menu, and place orders for delivery directly to their table. The Members Online Portal provides real-time access to account information and enables immediate payment, enhancing convenience for members. Usage of these online services grew throughout the year.

Looking ahead, the bar and galley are expected to maintain a similar trajectory as the past year. Management and staff are dedicated to delivering exceptional food and beverage service while remaining competitive. The club's ongoing experience in adapting to changing conditions will continue to drive proactive event offerings and support our mission to "Help members love life on the river."

Administration

A detailed breakdown of administration costs is outlined in note 4(a) of the financial statements. Costs associated with administration have been impacted by increases in charges from essential services such as staffing costs, insurance premiums and repairs and maintenance around the club. As the club facilities age, maintenance costs continue to rise to ensure the club is always looking its best. The expenses incurred by the Administration were tightly controlled and as a result only show an increase of \$28,000 for the whole year.

The Angling Subcommittee enjoyed a highly successful year, organizing several notable events for both sponsors and members. Their efforts resulted in an additional \$9,000 raised for the club. We extend our congratulations to the Angling Committee for their exceptional work, particularly in these challenging times.

Non-cash and Non-recurring Items

The \$258,209 reported as other income reflects an accrual related to the FC membership transaction. As part of the FC merger, the club received \$3.5 million and, in return, granted lifetime memberships to FC members. According to the matching principle of accounting, a liability is recorded to reflect the club's obligation to provide lifetime membership benefits over several years. Each year, a portion of this liability is recognized as revenue, thereby reducing the liability balance.

Both the FC Amalgamation Funds liability and the \$258,209 in other income are accruals and do not directly affect the club's cash position. The revenue from the FC transaction will be recognized over a period of another four years as part of this ongoing accrual process.

Capital Expenditures

During the year, the club has invested in capital expenditures. Key investments included:

- **Marina Pile Replacement**
- **Ramp Jetty**
- **Point of Sale Kiosks (3)**
- **Replacement function tables**
- **Jetty Switchboard Upgrades**
- **Electrical Conduit to Jetty 1**

For the upcoming year, the budget continues to prioritize capital works, with a major focus on the replacement of Jetty 5. To date, \$358,021 has been allocated to advance the Jetty 5 project, reflecting our commitment to enhancing our facilities.

Financial Position

In line with recent years, the Management Committee has maintained a prudent approach to the club's financial position. The club has successfully adhered to its savings budget for the Marina Jetty 5 upgrade, enabling it to advance the project without incurring debt, despite rising costs. As of June 30, 2024, the club's cash balance stood at \$3.983 million, even after covering increased costs for completed projects.

Of this balance, \$2.865 million is securely invested in term deposits. The Finance Advisory Group, established in the latter half of the 2023 financial year, provides strategic guidance on cash and investment matters. The club has six term deposits with staggered maturities aligned with major payments for the Jetty 5 project. The Finance Advisory Group ensures that these investments achieve optimal interest rates, maximizing returns.

Outlook & Forward-Looking Initiatives

The Club remains dedicated to enhancing the financial performance of the Bar and Galley, improving our function services, and introducing exciting new products to add value for our members. Over the next twelve months, members can expect the completion of the highly anticipated Jetty 5 replacement, which will set the stage for our next major project.

Treasury & Funding

The budget for the year ending June 30, 2025 aims to consolidate the club's financial position while remaining adaptable to the rapidly evolving conditions affecting our members. The Jetty 5 renovation has been a key focus in our long-term maintenance plan, with preliminary work beginning in the 2021 financial year. The project has required substantial time and resources, primarily to meet government regulations and requirements.

Audit and Internal Controls

We have continued to implement and refine internal control processes throughout the year, with ongoing monitoring to ensure their effectiveness. Enhanced reporting provided to the Management Committee facilitates timely access to critical information, supporting a clear and comprehensive understanding of the club's performance.

This year, Criterion Audit Pty Ltd returned to conduct our audit. Chris Watts, Director of Criterion Audit, led a thorough audit process, improving the accuracy and presentation of our financial information. We extend our gratitude to Criterion Audit for their expertise and guidance, which has been instrumental in completing our reports and ensuring their quality.



Andrew Seigert
TREASURER

13 August 2024

Criterion Audit Pty Ltd

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LEEDERVILLE WA 6007

Phone: 9466 9009

To The Management Committee

Auditor's Independence Declaration under Part 5, Division 5, Section 80 of the Associations Incorporation Act 2015

As lead audit director for the audit of the financial statements of Swan Yacht Club Inc. for the financial year ended 30 June 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Associations Incorporation Act 2015* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours faithfully



CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 13th day of August 2024

Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2024

| | Note | 2024 A\$ | 2023 A\$ |
|--|------|-------------|-------------|
| Income from continuing operations | | | |
| Bar | | 1,537,810 | 1,603,563 |
| Galley | | 860,732 | 966,732 |
| Marina | | 926,629 | 936,044 |
| Membership | | 794,471 | 763,890 |
| Functions and events | | 928,961 | 943,683 |
| | | 5,048,603 | 5,213,913 |
| Other income | | | |
| Interest revenue | | 129,699 | 43,852 |
| FC memberships | 22 | 258,209 | 247,629 |
| Other revenue and Government grants | | 29,288 | 84,903 |
| | | 417,196 | 376,384 |
| Total income | | 5,465,799 | 5,590,297 |
| Expenses | | | |
| Cost of sales - bar | 3(a) | 1,099,101 | 1,115,796 |
| Cost of sales - galley | 3(b) | 1,326,253 | 1,618,366 |
| Cost of sales - functions and events | | 65,019 | 96,284 |
| | | 2,490,373 | 2,830,446 |
| Other expenses from normal activities | | | |
| Administration | 4(a) | 1,649,467 | 1,621,997 |
| Marina | 4(b) | 136,108 | 191,600 |
| Interest expense | 4(c) | 61,236 | (6,964) |
| Depreciation and amortisation | 4(d) | 478,400 | 595,217 |
| | | 2,325,211 | 2,401,850 |
| Total expenses | | 4,815,584 | 5,232,296 |
| Surplus attributable to the Club | | 650,215 | 358,001 |
| Total comprehensive income attributable to the Club | | 650,215 | 358,001 |

The above statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position
For the year ended 30 June 2024

| | Note | 2024 A\$ | 2023 A\$ |
|--|------|-------------------|-------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash and cash equivalents | 5 | 3,983,156 | 3,969,024 |
| Trade and other receivables | 6 | 960,005 | 777,102 |
| Inventory and spares | 7 | 50,039 | 45,458 |
| Total current assets | | 4,993,200 | 4,791,583 |
| Non-current assets | | | |
| Restricted cash and cash equivalents | 8 | 84,720 | 84,720 |
| Property, plant and equipment | 9 | 7,379,937 | 7,317,061 |
| Right of use assets | 10 | 813,989 | 883,321 |
| Total non-current assets | | 8,278,646 | 8,285,102 |
| Total assets | | 13,271,846 | 13,076,685 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Trade and other payables | 11 | 421,635 | 461,804 |
| Unearned membership income invoiced in advance | 12 | 1,302,254 | 1,308,765 |
| Nomination fees in advance | 13 | 206,747 | 216,931 |
| Provision for employee entitlements | | 170,828 | 175,248 |
| Fremantle Club amalgamation funds | 14 | 198,084 | 202,536 |
| Lease liabilities | 15 | 55,056 | 83,391 |
| Total current liabilities | | 2,354,603 | 2,448,676 |
| Non-current liabilities | | | |
| Members deposits | | 54,800 | 43,800 |
| Nomination fees in advance | 13 | 737,299 | 825,338 |
| Fremantle Club amalgamation funds | 14 | 220,645 | 474,402 |
| Lease liabilities | 15 | 871,217 | 901,402 |
| Total non-current liabilities | | 1,883,961 | 2,244,941 |
| Total liabilities | | 4,238,563 | 4,693,617 |
| Net assets | | 9,033,283 | 8,383,068 |
| EQUITY | | | |
| Retained earnings | | 8,383,068 | 8,025,067 |
| Current year surplus | | 650,215 | 358,001 |
| Total equity | | 9,033,283 | 8,383,068 |

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes of Equity
For the year ended 30 June 2024

| | Retained Earnings | Total Equity |
|---|-------------------|------------------|
| | A\$ | A\$ |
| Balance at 30 June 2022 | 8,025,067 | 8,025,067 |
| Surplus for the year | 358,001 | 358,001 |
| Total comprehensive income for the year | 8,383,068 | 8,383,068 |
| Balance at 30 June 2023 | 8,383,068 | 8,383,068 |
| Surplus for the year | 650,215 | 650,215 |
| Total comprehensive income for the year | 9,033,283 | 9,033,283 |
| Balance at 30 June 2024 | 9,033,283 | 9,033,283 |

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows
For the year ended 30 June 2024

| | Note | 2024 A\$ | 2023 A\$ |
|---|-----------|-------------------------|-------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from operating activities | | 4,843,708 | 5,212,832 |
| Payments to suppliers and employees | | (4,463,430) | (4,621,088) |
| Interest received | | 129,699 | 43,852 |
| Net cash inflow from operating activities | 21 | <u>509,977</u> | <u>635,596</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payments for property, plant and equipment | | (437,325) | (369,358) |
| Net cash outflow from/(used in) investing activities | | <u>(437,325)</u> | <u>(369,358)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Lease payments | | (58,520) | (117,003) |
| Net cash outflow from/(used in) financing activities | | <u>(58,520)</u> | <u>(117,003)</u> |
| Net increase/(decrease) in cash and cash equivalents | | <u>14,132</u> | <u>149,235</u> |
| Cash and cash equivalents at beginning of reporting period | | 3,969,024 | 3,819,789 |
| Cash and cash equivalents at end of reporting period | 5 | <u>3,983,156</u> | <u>3,969,024</u> |

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

1 Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements represent the accounts of the Swan Yacht Club.

The accounting policies adopted are consistent with those of the previous financial year.

(a) New, revised or amended Accounting Standards and Interpretations adopted

New or amended Accounting Standards and Interpretations adopted.

The Company has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(b) Basis of preparation

These financial statements are special purpose financial statements prepared to satisfy the financial reporting requirements of the Club's members and the Constitution. The Managing Committee has determined that the Club is not a reporting entity.

The report has been prepared in accordance with the requirements of the Management Committee and the following Australian Accounting Standards:

| | |
|-----------|--|
| AASB 101 | <i>Presentation of Financial Statements</i> |
| AASB 108 | <i>Accounting Policies, Changes in Accounting Estimates and Errors</i> |
| AASB 107 | <i>Statement of Cash Flows</i> |
| AASB 110 | <i>Events after the End of the Reporting Period</i> |
| AASB 116 | <i>Property, Plant & Equipment</i> |
| AASB 9 | <i>Financial Instruments</i> |
| AASB 1048 | <i>Interpretation and Application of Standards</i> |

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

1 Summary of significant accounting policies (continued)

Historical cost convention

These financial statements have been prepared under the historical cost convention as modified by the revaluation of selected non-current assets, and financial assets and liabilities for which the fair value basis of accounting has been applied.

Critical accounting estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the club's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

The concept of accruals accounting has been adopted in preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(c) Revenue recognition

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

Nomination fee income is recognised over the estimated membership life of a new member being the period during which the club member is expected to benefit from the payment of the fee. The estimated membership life has been determined as a period of 10 years for full memberships and 5 years for social memberships. This is a significant judgement and has been based on the average life of the two membership types.

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

Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

(d) Income in advance

The Club recognises fees and charges to its members on an accruals basis and where these invoices are for the delivery of future goods and services, the amounts are deferred onto the balance sheet and amortised over the period the goods and services are provided.

(e) Income tax

The club is exempt from income tax by virtue of section 50-45 of the Income Tax Assessment Act 1997 (as amended).

(e) Leases

The leases recognised by the club under AASB 16 relate to the right to use land (clubrooms and surrounding areas), photocopier and riverbed lease (jetty structures and mooring license).

When a contract is entered into, the club assesses whether the contract contains a lease. A lease arises when the club has the right to direct the use of an identified asset which is not substitutable and to obtain substantially all economic benefits from the use of the asset throughout the period of use.

The club separates the lease and non-lease components of the contract and accounts for these separately. The club allocates the consideration in the contract to each component based on their relative stand-alone prices.

1 Summary of significant accounting policies (continued)

(e) Leases

Leases as a lessee

Lease assets and liabilities are recognised at the lease commencement date, which is when the assets are available for use. The assets are initially measured at cost, which is the present value of future lease payments adjusted for any lease payments made at or before the commencement date, plus any make-good obligations and initial direct costs incurred.

Lease assets are depreciated using the straight-line method over the lease term. Periodic adjustments are made for any re-measurements of the lease liabilities and impairment losses, assessed in accordance with the entity's impairment policies.

Lease liabilities are initially measured at the present value of future minimum lease payments, discounted using the entity's incremental borrowing rate if the rate implicit in the lease cannot be readily determined, and are subsequently measured at amortised cost using the effective interest rate. Minimum lease payments are fixed payments.

The lease liability is re-measured when there are changes in future lease payments arising from a change in rates, index or lease terms from exercising an extension or termination option. A corresponding adjustment is made to the carrying amount of lease assets, with any excess recognised in the consolidated profit or loss and other comprehensive income statement.

Short-term leases and lease of low value assets

Short-term leases (lease term of 12 months or less) and leases of low value assets are recognised as incurred as an expense in the consolidated Statement of Profit or Loss and Other Comprehensive Income. Low value assets comprise plant and equipment.

(f) Impairment of assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(g) Cash and cash equivalents

For cash flow statement presentation purposes, cash and cash equivalents includes cash on hand, term deposits held with financial institutions, other short-term, highly liquid investments with original maturities of 12 months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(h) Property, plant and equipment

Buildings are shown at fair value, based on periodic valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

1 Summary of significant accounting policies (continued)

(h) Property, plant and equipment (continued)

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Club and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the reporting period in which they are incurred.

Increases in the carrying amounts arising on revaluation of buildings are credited, net of tax, to other reserves in equity. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset are first recognised in other comprehensive income to the extent of the remaining surplus attributable to the asset; all other decreases are charged to profit or loss. Each year, the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost, net of tax, is transferred from the property, plant and equipment revaluation reserve to retained earnings.

Capital work in progress is projects of a capital nature which usually relates to the construction/installation of buildings, plant or equipment. Upon completion (when ready for use) capital work in progress is transferred to the relevant asset category. Capital work in progress is not depreciated.

During the FY23/24 Management Committee updated the previous policy of recording marina pile replacement as an expense and amending the high cost item to a capitalised assets and the cost to be depreciated over its useful life.

Depreciation on other assets is calculated using the straight-line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

| | |
|-------------------------|----------------|
| - Buildings | 15 to 40 years |
| - Administration assets | 3 to 20 years |
| - Bar & Galley assets | 3 to 30 years |
| - Marina assets | 3 to 40 years |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

An 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 carrying amount. These are included in profit or loss. When revalued assets are sold, it is club policy to transfer the amounts included in other reserves in respect of those assets to retained earnings.

(i) Trade and other payables

These amounts represent liabilities for goods and services provided to the club prior to the end of financial period which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless a payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(j) Provisions

Provisions for legal claims, service warranties and make good obligations are recognised when the club has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

1 Summary of significant accounting policies (continued)

(j) Provisions (continued)

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

(k) Employee benefits

i. Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months after the end of the period in which the employees render the related service are recognised in respect of the employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave and accumulating sick leave is recognised in the provision for employee entitlements. All other short-term employee benefit obligations are presented as payables.

ii. Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Club recognises termination benefits when it is demonstrably committed to either terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal or providing termination benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after reporting date are discounted to present value.

(o) Goods and Services Tax (GST)

Revenues, expenses, assets and liabilities are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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

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

(p) Rounding of amounts

The club is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded off in accordance with that Class Order to the nearest dollar.

(q) Government grants

Government grants relating to costs are deferred and recognised in profit or loss over the prior period necessary to match them with the costs that they are intended to compensate.

2 Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The Club makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

i. Impairment

The Club tests annually whether any assets have suffered any impairment, in accordance with the accounting policy stated in note 1(f). Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

ii. Deferred revenue

The club has recognised a liability in relation to the funds received in advance for contribution toward the 'Lifetime Memberships' provided to the Fremantle Club ("FC") members in the 2014 financial year. In recognising revenue related to the Lifetime Memberships, the club uses estimates and assumptions to calculate the current year's membership fees incurred / "earned". The estimates are based upon historical data of the FC Memberships and are updated each year based on actual movement in membership numbers. The resulting accounting estimates will, by definition, seldom equal the related actual results.

iii. Expected credit losses of financial assets at amortised cost

Loss allowances for financial assets are based on assumptions about risk of default and expected loss rates. The club uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the club's past history, existing market conditions as well as forward looking estimates at the end of each reporting period. Details of the key assumptions and inputs are disclosed in note 6.

iv. Incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the entity estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

3 Cost of sales for the period

| | 2024 | 2023 |
|------------------------------|------------------|------------------|
| | A\$ | A\$ |
| (a) Bar expenses | | |
| Value of inventory used | 600,858 | 626,051 |
| Employee benefits expense | 479,987 | 472,119 |
| Licenses | 661 | 1,356 |
| Repairs and maintenance | 17,595 | 16,270 |
| Other | - | - |
| Total bar expenses | <u>1,099,101</u> | <u>1,115,796</u> |
| (b) Galley expenses | | |
| Value of inventory used | 616,223 | 740,179 |
| Employee benefits expense | 679,323 | 860,104 |
| Minor consumables | 1455 | 394 |
| Repairs and maintenance | 29,252 | 17,689 |
| Total galley expenses | <u>1,326,253</u> | <u>1,618,366</u> |

4 Other expenses from normal activities

| | 2024 | 2023 |
|--------------------------------------|------------------|------------------|
| | A\$ | A\$ |
| (a) Administration expenses | | |
| Audit Expenses | 15,000 | 15,000 |
| Bank charges | 29,079 | 29,093 |
| Cleaning | 122,626 | 143,411 |
| Committee expenses | 9,747 | 14,534 |
| Employee benefits expense | 699,701 | 658,172 |
| Insurance | 177,373 | 154,645 |
| IT expense | 23,301 | 11,616 |
| Marketing | 31,664 | 33,845 |
| Members amenities | 34,220 | 31,557 |
| Music & Entertainment | 17,230 | 18,364 |
| Payroll tax | 62,401 | 97,644 |
| Printing, postage & stationery | 9,416 | 20,161 |
| Rent and rates | 114,443 | 120,402 |
| Repairs & maintenance | 43,885 | 59,515 |
| Subscriptions | 56,766 | 50,146 |
| Utilities | 103,573 | 102,405 |
| Other | 99,042 | 61,487 |
| Total administration expenses | <u>1,649,467</u> | <u>1,621,997</u> |

(b) Marina expenses

| | | |
|------------------------------|----------------|----------------|
| Employee benefits expense | 99,640 | 137,491 |
| Repairs and maintenance | 35,952 | 54,109 |
| Other | 517 | - |
| Total marina expenses | 136,108 | 191,600 |

(c) Interest expenses

| | | |
|--|---------------|----------------|
| Interest expense relating to lease liability | 61,236 | (6,964) |
| Total interest expenses | 61,236 | (6,964) |

(d) Depreciation and amortisation expenses

| | | |
|---|----------------|----------------|
| Depreciation | 375,239 | 414,580 |
| Disposal of Asset | 790 | 27,237 |
| Right of use asset amortisation | 102,371 | 153,400 |
| Total depreciation and amortisation expenses | 478,400 | 595,217 |

5 Current assets – Cash and cash equivalents

| | 2024 | 2023 |
|--|------------------|------------------|
| | A\$ | A\$ |
| Cash at bank and in hand | 3,975,956 | 3,962,624 |
| Cash floats & petty cash | 7,200 | 6,400 |
| Total cash and cash equivalents | 3,983,156 | 3,969,024 |

6 Current assets – Trade and other receivables

| | 2024 | 2023 |
|--|----------------|----------------|
| | A\$ | A\$ |
| Trade receivables ¹ | 829,012 | 683,747 |
| Less provision for impairment | (19,523) | (14,707) |
| | 809,488 | 669,040 |
| Other receivables & prepayments | 150,517 | 108,062 |
| Total trade and other receivables | 960,005 | 777,102 |

The Club does not hold any collateral in relation to these receivables.

¹ Trade receivables as at 30 June 2024 includes membership fees for the next financial year ending 30 June 2025. Management has assessed the expected credit loss for these receivables to be nil when taking into consideration historic and forward looking estimates. A provision has been made for trade receivables aged 3 months and over.

7 Inventories and spares

| | 2024 | 2023 |
|-------------------------------------|---------------|---------------|
| | A\$ | A\$ |
| Bar | 34,853 | 34,049 |
| Galley | 15,186 | 11,408 |
| Total inventories and spares | 50,039 | 45,458 |

8 Restricted cash and cash equivalents

| | 2024 | 2023 |
|---|---------------|---------------|
| | A\$ | A\$ |
| Bankwest Bond Held | 41,500 | 41,500 |
| Swan River Trust Bond | 43,220 | 43,220 |
| Total restricted cash and cash equivalents | 84,720 | 84,720 |

9 Non-current assets – Property, plant and equipment

| | WIP | Office Equipment | Buildings | Bar & Galley | Marina | Total |
|--------------------------------|----------------|---------------------|------------------|-----------------|------------------|------------------|
| | A\$ | A\$ | A\$ | A\$ | A\$ | A\$ |
| As at 30 June 2023 | | | | | | |
| Opening book amount | 120,621 | 108,155 | 4,859,079 | 634,264 | 1,668,743 | 7,390,862 |
| Additions | 157,003 | - | - | 23,505 | 191,514 | 372,022 |
| Disposals | - | - | - | - | - | - |
| Write-downs | - | - | (16,486) | (10,750) | - | (27,237) |
| Depreciation charge | - | (22,554) | (158,876) | (108,021) | (129,136) | (418,587) |
| Closing net book amount | 277,624 | 85,601 | 4,683,717 | 538,998 | 1,731,121 | 7,317,062 |

| | WIP | Office Equipment | Buildings | Bar & Galley | Marina | Total |
|---------------------------|----------------|---------------------|------------------|-----------------|------------------|------------------|
| | A\$ | A\$ | A\$ | A\$ | A\$ | A\$ |
| As at 30 June 2023 | | | | | | |
| Cost | 277,624 | 601,569 | 6,174,539 | 1,158,461 | 4,329,914 | 12,542,108 |
| Accumulated depreciation | - | (515,968) | (1,490,822) | (619,462) | (2,598,793) | (5,225,046) |
| Net book amount | 277,624 | 85,601 | 4,683,717 | 538,998 | 1,731,121 | 7,317,062 |

| | WIP | Office Equipment | Buildings | Bar & Galley | Marina | Total |
|---------------------------|----------------|---------------------|------------------|-----------------|------------------|------------------|
| | A\$ | A\$ | A\$ | A\$ | A\$ | A\$ |
| As at 30 June 2024 | | | | | | |
| Opening book amount | 277,624 | 85,601 | 4,683,717 | 538,998 | 1,731,121 | 7,317,062 |
| Additions | 240,853 | 23,037 | - | 34,317 | 139,118 | 437,325 |
| Transfer from WIP | - | - | - | - | - | - |
| Disposals | - | - | - | 790 | - | 790 |
| Write-downs | - | - | - | - | - | - |
| Depreciation charge | - | (7,524) | (154,431) | (73,098) | (140,186) | (375,239) |
| Closing net book amount | 518,477 | 101,114 | 4,529,286 | 501,008 | 1,730,053 | 7,379,937 |

| | WIP | Office Equipment | Buildings | Bar & Galley | Marina | Total |
|---------------------------|----------------|---------------------|------------------|-----------------|------------------|--------------------|
| | A\$ | A\$ | A\$ | A\$ | A\$ | A\$ |
| As at 30 June 2024 | | | | | | |
| Cost | 518,477 | 331,292 | 6,174,539 | 1,190,971 | 4,469,032 | 12,684,311 |
| Accumulated depreciation | - | (230,178) | (1,645,254) | (689,963) | (2,738,980) | (5,304,374) |
| Net book amount | 518,477 | 101,114 | 4,529,286 | 501,008 | 1,730,053 | 7,379,937 |

10 Right of use assets

| | 2024 | 2023 |
|----------------------------------|----------------|----------------|
| | A\$ | A\$ |
| Right of Use Asset | 1,158,680 | 1,152,290 |
| Amortisation | (344,691) | (268,969) |
| Total Right of use assets | 813,989 | 883,321 |

11 Current liabilities – Trade and other payables

| | 2024 | 2023 |
|---------------------------------------|----------------|----------------|
| | A\$ | A\$ |
| Trade payables | 70,070 | 32,596 |
| Accrued expenses | 15,000 | 22,341 |
| Function/event deposits | 86,582 | 71,980 |
| Other payables | 61,452 | 32,080 |
| GST | 188,530 | 302,808 |
| Total trade and other payables | 421,635 | 461,804 |

12 Unearned membership income invoiced in advance

| | 2024 | 2023 |
|---|------------------|------------------|
| | A\$ | A\$ |
| Security fees | 29,779 | 28,643 |
| Dinghy fees | 1,850 | 1,808 |
| Ramp fees | 24,850 | 22,820 |
| Pen fees | 702,368 | 677,999 |
| Subs fees | 524,270 | 523,174 |
| Rate recovery fees | 3,636 | 3,636 |
| Hardstand fees | 5,400 | 6,000 |
| Search Sea Rescue | 6,828 | 5,485 |
| Corporate Challenge fees | - | 39,200 |
| Angling members | 3,273 | - |
| Total unearned membership income invoiced in advance | 1,302,254 | 1,308,765 |

Membership is recognised in the profit and loss on a proportional basis over the period fees are earned.

13 Nomination fees in advance

| | 2024 | 2023 |
|---|----------------|------------------|
| | A\$ | A\$ |
| Current | 206,747 | 216,931 |
| Non-current | 737,299 | 825,338 |
| Total nomination fees in advance | 944,046 | 1,042,270 |

Nomination fees received are recognised in the profit and loss over the expected life of the memberships.

14 Fremantle Club Amalgamation

| | 2024 | 2023 |
|--|----------------|----------------|
| | A\$ | A\$ |
| FC lifetime memberships deferred revenue: | | |
| Current | 198,084 | 202,536 |
| Non-current | 220,645 | 474,402 |
| Total Fremantle Club amalgamation | 418,729 | 676,938 |

During FY15 the club entered into a Heads of Agreement to amalgamate with the Fremantle Club Inc (FC). The FC, upon voluntary winding up, transferred its surplus assets of \$3,507,272 (amalgamation funds) to SYC. The final sum was transferred on 9 May 2015. In consideration for the amalgamation funds received, all members of the FC were given a 'Members for Life' membership with SYC, in which FC members are not required to pay levies and are entitled to use SYC boating facilities. As per the agreement, the amalgamation funds are to be applied by SYC towards funding the cost of refurbishing the SYC premises within 2 years from date of transfer. At year end 30 June 2024 the Club has recognised a total liability of \$418,729 (30 June 2023: \$676,938) relating to unearned membership fees based on the fair value attributed to the "Members for Life" memberships given to FC members as consideration upon amalgamation.

15 Lease liabilities

| | 2024 | 2023 |
|--------------------------------|----------------|----------------|
| | A\$ | A\$ |
| Current | 55,056 | 83,391 |
| Non-current | 871,217 | 901,402 |
| Total lease liabilities | 926,273 | 984,793 |

16 Accumulated Funds

| | 2024 | 2023 |
|--|------------------|------------------|
| | A\$ | A\$ |
| Accumulated members' funds at the beginning of the financial year | 8,383,068 | 8,025,067 |
| Surplus/ (loss) attributable to the club | 650,215 | 358,001 |
| Accumulated members' funds at the end of the financial year | 9,033,283 | 8,383,068 |

17 Remuneration of auditors

During the period the following fees were paid or payable for services provided by the auditor(s) of the Club, its related practices and non-related audit firms:

| | 2024 | 2023 |
|--|---------------|---------------|
| | A\$ | A\$ |
| (a) Audit and other assurance services | | |
| Audit of financial statements – Criterion Audit Pty Ltd | 15,000 | 15,000 |
| Total remuneration for audit and other assurance services | 15,000 | 15,000 |
| (b) Non-audit and other assurance services | | |
| Total remuneration for non-audit and other assurance services | - | - |

18 Contingent Liabilities

Other than bank guarantees in place at 30 June 2024 totalling \$84,720 (2023: \$84,720) relating to leases, the club has no contingent liabilities as at 30 June 2024.

19 Commitments

The club is provided with three vehicles from Maddington & Canning Vale Toyota as part of a major sponsorship proposal where the club will in turn provide Maddington & Cannington Toyota with various advertising, brand exposure, and social benefits.

20 Events occurring after the reporting data

There are no matters or circumstances that have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the club, the results of those operations or the state of affairs in subsequent financial years.

21 Reconciliation of surplus/(loss) to net cashflow outflow from operating activities

| | 2024 | 2023 |
|---|----------------|----------------|
| | A\$ | A\$ |
| Surplus/(loss) for the period | 650,215 | 358,001 |
| Amortisation and depreciation | 478,400 | 595,217 |
| Loss on disposal of assets | 790 | 16,486 |
| Decrease/(increase) in trade and other receivables | (140,448) | (20,524) |
| Decrease/(increase) in inventory | (4,581) | (31,967) |
| Decrease/(increase) in prepayments | (42,455) | (51,412) |
| Increase/(decrease) in member deposits | 11,000 | (7,270) |
| Increase/(decrease) in income in advance | (104,734) | (58,190) |
| Increase/(decrease) in trade and other payables | (75,579) | (22,008) |
| Increase/(decrease) in employee provisions | (4,420) | 104,892 |
| Increase/(decrease) in FC funds | (258,209) | (247,629) |
| Net cash inflow used in operating activities | 509,977 | 635,596 |

22 Individually significant items

| | | 2024 | 2023 |
|----------------|-----|-------------|-------------|
| | | A\$ | A\$ |
| Revenue | | | |
| FC memberships | (i) | 258,209 | 247,629 |

FC membership income relates to the deferred revenue liability of \$3,502,272 received in FY15 as contribution for the "Lifetime Memberships" given to the Fremantle Club members upon amalgamation with SYC. The revenue recognised in 30 June 2024 relates to the revenue derived from Lifetime Memberships provided during the current year and has been calculated based on the number of memberships given and the average number of years attributed to each membership

MANAGING COMMITTEE'S DECLARATION

The Managing Committee of the club declares that:

1. The club is not a reporting entity because there are no users dependant on general purpose financial statements.
2. The attached financial statements and notes thereto comply with the Accounting Standards as described in note 1 to the financial statements, and other mandatory professional reporting requirements.
3. The attached financial statements and notes thereto give a true and fair view of the club's financial position as at 30 June 2024 and its performance for the financial period ended on that date.
4. In the Managing Committees' opinion, there are reasonable grounds to believe that the club will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Managing Committee and is signed for and on behalf of the Managing Committee members by:



Mr Stephen Browne
Commodore
13 August 2024

Criterion Audit Pty Ltd

ABN 85 165 181 822

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LEEDERVILLE WA 6007

Phone: 9466 9009

Independent Auditor's Report

To the Members of Swan Yacht Club Inc.

Report on the Audit of the Financial Report

Opinion

We have audited the financial report, being a special purpose financial report, of Swan Yacht Club Inc. ("the Club"), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the management committee's declaration.

In our opinion, the accompanying financial report of Swan Yacht Club Inc. is in accordance with the *Associations Incorporation Act 2015*, including:

- a) giving a true and fair view of the Club's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards to the extent described in Note 1.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Club in accordance with the auditor independence requirements of the *Associations Incorporation Act 2015* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Associations Incorporation Act 2015*, which has been given to the management committee of the Club, would be in the same terms if given to the management committee as at the time of this auditor's report.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Club's financial reporting responsibilities under the *Associations Incorporation Act 2015*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Management Committee for the Financial Report

The management committee of the Club is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Associations Incorporation Act 2015* and is appropriate to meet the needs of the members. The management committees responsibility also includes such internal control as the management committee 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 management committee is responsible for assessing the ability of the Club to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management committee either intend to liquidate the Club or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

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

As part of an audit in accordance with the Australian 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 Club's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the management committees 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 Club's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in 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 Club 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.

We communicate with the management committee 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.

We also provide the management committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or related safeguards.

Criterion Audit

CRITERION AUDIT PTY LTD

Watts

CHRIS WATTS CA
Director

DATED at PERTH this 13th day of August 2024