

**SHEPPARTON R.S.L. SUB BRANCH INC**

**REGISTRATION NUMBER: A0036142E**

**ABN 85 547 263 045**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

# **FINANCIAL PAPERS FOR THE 2022 F/Y**

## **Financial Statements (Pages separately numbered)**

- . **Independent Auditors Report.**
- . **Shepparton RSL Sub-Branch in Financial Report.**
- . **Shepparton RSL Sub-Branch Patrinoc Fund.**
- . **Shepparton RSL Sub-Branch Patrionic Fund Return.**
- . **Shepparton RSL Sub-Branch Appeals Patrionic Fund Return.**

SHEPPARTON R.S.L. SUB BRANCH  
INC REGISTRATION NUMBER:  
A0036142E ABN 85 547 263 045

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# **Not-For-Profit - Association Report**

**SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND**  
**For the year ended 31 December 2022**

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# Committee's Report

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND For the year ended 31 December 2022

### Committee's Report

Your committee members submit the financial report of SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND for the financial year ended 31 December 2022.

### Committee Members

The names of committee members throughout the year and at the date of this report are:

Peter Martin (Resigned 29/04/2022)  
Brian McInnery  
Robert Wilkie  
Bruce Davis  
Sandra Davis  
Darryl Butcher  
Stan Whitford  
Edwin Ball (Appointed Secretary 29/04/2022)  
Graeme Bayley (Appointed 27/05/2022)  
Karen Holmes (Resigned 27/05/2022)  
Shane O'Keefe (Resigned 27/05/2022)

### Principal Activities

The principal activities of the association during the financial year were:

The ownership of:

- Land with buildings already erected thereon for use as a hall and clubrooms.
- Furniture suitable for such hall and clubrooms.
- Improvements to be used in conjunction with the above.

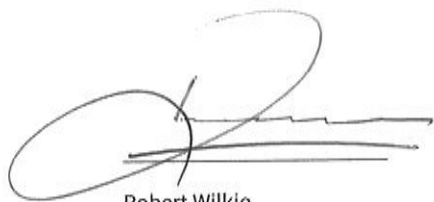
### Significant Changes

No significant change in the nature of these activities occurred during the financial year.

### Operating Result

The profit after providing for income tax amounted to \$297,245.25.

Signed in accordance with a resolution of the Members of the Committee on:

A handwritten signature in black ink, appearing to be 'Robert Wilkie', written over two horizontal lines.

Robert Wilkie

Date 20/3/23

# Income Statement

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

	NOTES	2022	2021
<b>Income</b>			
Revenue	2	580,603.97	507,872.95
<b>Total Income</b>		<b>580,603.97</b>	<b>507,872.95</b>
<b>Gross Surplus</b>		<b>580,603.97</b>	<b>507,872.95</b>
<b>Expenditure</b>			
Depreciation and amortisation expenses		229,438.44	160,583.58
Finance Costs		24,510.03	24,987.36
Other expenses		29,410.25	32,964.46
<b>Total Expenditure</b>		<b>283,358.72</b>	<b>218,535.40</b>
<b>Profit (Loss) before Income Tax</b>		<b>297,245.25</b>	<b>289,337.55</b>
<b>Profit (Loss) for the year</b>		<b>297,245.25</b>	<b>289,337.55</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.



# Statement of Comprehensive Income

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

	2022	2021
<b>Income</b>		
Profit (Loss) for the year	297,245.25	289,337.55
<b>Total Income</b>	<b>297,245.25</b>	<b>289,337.55</b>
<b>Total comprehensive income (expense) for the year</b>	<b>297,245.25</b>	<b>289,337.55</b>
<b>Total comprehensive income (expense) attributable to members of the entity</b>	<b>297,245.25</b>	<b>289,337.55</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Statement of Financial Position

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

As at 31 December 2022

	NOTES	31 DEC 2022	31 DEC 2021
<b>Assets</b>			
<b>Current Assets</b>			
Cash on Hand	3	284,869.79	194,212.00
Other Current Assets		-	1,320.00
<b>Total Current Assets</b>		<b>284,869.79</b>	<b>195,532.00</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	5	11,968,743.75	12,028,258.67
<b>Total Non-Current Assets</b>		<b>11,968,743.75</b>	<b>12,028,258.67</b>
<b>Total Assets</b>		<b>12,253,613.54</b>	<b>12,223,790.67</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable and Other Payables	6	10,009.29	9,024.93
Borrowings	7	2,009,669.15	1,374,703.88
Other Liabilities	8	-	4,506.80
<b>Total Current Liabilities</b>		<b>2,019,678.44</b>	<b>1,388,235.61</b>
<b>Non-Current Liabilities</b>			
Borrowings	7	69,501.45	968,366.66
<b>Total Non-Current Liabilities</b>		<b>69,501.45</b>	<b>968,366.66</b>
<b>Total Liabilities</b>		<b>2,089,179.89</b>	<b>2,356,602.27</b>
<b>Net Assets</b>		<b>10,164,433.65</b>	<b>9,867,188.40</b>
<b>Equity</b>			
Reserves	9	4,345,106.04	4,345,106.04
Retained Earnings		5,819,327.61	5,522,082.36
<b>Total Equity</b>		<b>10,164,433.65</b>	<b>9,867,188.40</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Statement of Changes in Equity

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

	2022	2021
<b>Equity</b>		
Opening Balance	9,577,850.85	9,577,850.85
<b>Comprehensive income</b>		
Profit for the year	297,245.25	289,337.55
Retained Earnings	289,337.55	-
<b>Total Comprehensive income</b>	<b>586,582.80</b>	<b>289,337.55</b>
<b>Total Equity</b>	<b>10,164,433.65</b>	<b>9,867,188.40</b>

# Statement of Cash flows

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

	2022	2021
<b>Cash flows</b>		
<b>Cash flows from operating activities</b>		
Receipts from rendering of services	563,944.64	440,000.00
Other receipts	17,979.33	67,873.00
Payments to suppliers and employees	(32,932.69)	(31,829.00)
Interest payments	(24,510.03)	(24,987.00)
<b>Total Cash flows from operating activities</b>	<b>524,481.25</b>	<b>451,057.00</b>
<b>Cash flows from investing activities</b>		
Increase/(Decrease) in borrowings	(263,899.94)	(140,181.00)
Purchase of Fixed Assets	(169,923.52)	(122,081.00)
<b>Total Cash flows from investing activities</b>	<b>(433,823.46)</b>	<b>(262,262.00)</b>
Net increase/(decrease) in cash held	90,657.79	188,795.00
<b>Cash on hand at beginning of financial year</b>		
Cash at beginning of financial year	194,212.00	5,417.00
<b>Total Cash on hand at beginning of financial year</b>	<b>194,212.00</b>	<b>5,417.00</b>
Cash on hand at end of financial year	284,869.79	194,212.00

The statement of cash flows is to be read in conjunction with the attached notes.

# Notes to the Financial Statements

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

The financial statements cover Shepparton Rsl Sub-Branch Patriotic Fund as an individual entity. Shepparton Rsl Sub-Branch Patriotic Fund is an association incorporated in Victoria and operating pursuant to the Australian Charities & Not for Profits Commission Act 2012..

The financial statements were authorised for issue on ..... by the members of the committee.

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of Preparation

These general purpose financial statements have been prepared in accordance with the Australian Charities & Not for Profits Commission Act 2012. and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

#### (a) Property, Plant and Equipment

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

##### Property

Freehold land and buildings are carried at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by independent valuers, less accumulated depreciation for buildings.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity; all other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount related to the revalued amount of the asset.

The Property(Land & Buildings) was revalued for insurance purposes on 28 June 2021. These assets were revalued in the 2021 Financial Reports in accordance with the method described above.

##### Plant and Equipment

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

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

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 charity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of property, plant and equipment are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charges against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued

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These notes should be read in conjunction with the attached compilation report.

carrying amount of the asset charged to the statement of comprehensive income and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Plant & equipment has not been revalued in 2021 and is carried at cost less accumulated depreciation.

#### Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the association commencing from the time the asset is held ready for use.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. 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.

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

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

	2022	2021
<b>2. REVENUE AND OTHER INCOME</b>		
Rendering of services	562,624.64	440,000.00
Miscellaneous income	17,979.33	67,872.95
<b>Total REVENUE AND OTHER INCOME</b>	<b>580,603.97</b>	<b>507,872.95</b>
	2022	2021
<b>3. CASH ON HAND</b>		
Patriotic Fund CBA	259,316.49	166,596.75
Patriotic Fund CBA (Welfare)	25,553.30	27,615.25
<b>Total CASH ON HAND</b>	<b>284,869.79</b>	<b>194,212.00</b>
	2022	2021
<b>4. OTHER CURRENT ASSETS</b>		
Prepayments	-	1,320.00
<b>Total OTHER CURRENT ASSETS</b>	<b>-</b>	<b>1,320.00</b>
	2022	2021
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Land and Buildings</b>		
Land at independent valuation	5,000,000.00	5,000,000.00
Buildings at independent valuation	5,431,593.57	5,307,274.92
Less accumulated depreciation - Buildings	(82,712.00)	-
<b>Total Land and Buildings</b>	<b>10,348,881.57</b>	<b>10,307,274.92</b>
<b>Plant and Equipment</b>		
Furniture and fittings - at cost	3,592,516.90	3,546,912.03

These notes should be read in conjunction with the attached compilation report.

Less accumulated depreciation - Furniture and Fittings	(1,972,654.72)	(1,825,928.28)
<b>Total Plant and Equipment</b>	<b>1,619,862.18</b>	<b>1,720,983.75</b>
<b>Total PROPERTY, PLANT AND EQUIPMENT</b>	<b>11,968,743.75</b>	<b>12,028,258.67</b>
	<b>2022</b>	<b>2021</b>

**6. ACCOUNTS PAYABLE AND OTHER PAYABLES**

Integrated client account	10,009.29	6,374.93
Trade creditors	-	2,650.00
<b>Total ACCOUNTS PAYABLE AND OTHER PAYABLES</b>	<b>10,009.29</b>	<b>9,024.93</b>
	<b>2022</b>	<b>2021</b>

**7. BORROWINGS**

<b>Current</b>		
Loan Shepparton RSL Sub-Branch Inc	2,009,669.15	1,374,703.88
<b>Total Current</b>	<b>2,009,669.15</b>	<b>1,374,703.88</b>
<b>Non-Current</b>		
CBA Bank	69,501.45	968,366.66
<b>Total Non-Current</b>	<b>69,501.45</b>	<b>968,366.66</b>
<b>Total BORROWINGS</b>	<b>2,079,170.60</b>	<b>2,343,070.54</b>
	<b>2022</b>	<b>2021</b>

**8. OTHER LIABILITIES**

Rent in Advance	-	4,506.80
<b>Total OTHER LIABILITIES</b>	<b>-</b>	<b>4,506.80</b>
	<b>2022</b>	<b>2021</b>

**9. RESERVES**

Asset revaluation reserve	4,220,243.88	4,220,243.88
Entities merger reserve	124,862.16	124,862.16
<b>Total RESERVES</b>	<b>4,345,106.04</b>	<b>4,345,106.04</b>

These notes should be read in conjunction with the attached compilation report.

# Statement by Members of the Committee

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

In accordance with a resolution of the committee of Shepparton Rsl Sub-Branch Patriotic Fund, the members of the committee declare that the financial statements as set out on pages 3 to 13:

1. present a true and fair view of the financial position of Shepparton Rsl Sub-Branch Patriotic Fund as at 31 December 2022 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Standards Board and the requirements of the Australian Charities & Not for Profits Commission Act 2012.; and
2. at the date of this statement there are reasonable grounds to believe that Shepparton Rsl Sub-Branch Patriotic Fund will be able to pay its debts as and when they fall due.
3. This statement is signed in accordance with Subsection 60.15(2) of the Australian Charities and Not for Profit Commission Regulation 2013 and on behalf of the committee by:

This statement is signed for and on behalf of the committee by:



Robert Wilkie

Date:

20/3/23



# Independent Auditor's Report

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Shepparton Rsl Sub-Branch Patriotic Fund (the association), which comprises the statement of financial position as at 31 December 2022, the income statement, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial report of Shepparton Rsl Sub-Branch Patriotic Fund is in accordance with the Australian Charities & Not for Profits Commission Act 2012, in Victoria, including:

- i. giving a true and fair view of the association's financial position as at 31 December 2022 and of its financial performance for the year then ended; and
- ii. that the financial records kept by the association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

#### 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 association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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

The committee of the association is responsible for the other information. The other information comprises the information included in the association's annual report for the year ended 31 December 2022, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of the Committee for the Financial Report

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Australian Charities & Not for Profits Commission Act 2012, in Victoria and for such internal control as the committee determines 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 committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

#### Auditor's Responsibility 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 association's internal control.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
  - Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association'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 association 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 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.

Auditor's signature:

*Hannuella*

Auditor's address:

*SKYBRIDGE FINANCIAL.*

Dated: *28/3/23*

# Certificate By Members of the Committee

## SHEPPARTON RSL SUB BRANCH INC BUILDING PATRIOTIC FUND

For the year ended 31 December 2022

I, of certify that:

1. I attended the annual general meeting of the association held on .
2. The financial statements for the year ended 31 December 2022 were submitted to the members of the association at its annual general meeting.

Dated:     /     /

**SHEPPARTON RSL SUB-BRANCH AS AGENT FOR RSL GENERAL APPEALS PATRIOTIC FUND B86**

**STATEMENT DUE DATE: 16<sup>th</sup> FEBRUARY 2023**

ABN: 85107546293 Bank account: BSB 063527 A/C 10842893

**Agency Statement of Receipts & Disbursements for the year ended 31/12/2022**

(Note: Entries on this page refer only to transactions & transfers through the Agency bank account for the period 01/01/2022 through to 31/12/2022)

Income					
Major Income Activities Summary of ANZAC & Poppy Appeals	Appeals amount raised	ANZAC Appeal 2022	Amount Raised (including Gunfire Breakfast & 2 UP)		\$ 48,667.00
		POPPY Appeal 2022	Amount Raised		\$ 47,315.00
	Sub-Total				\$ 95,982.00
	Remittances	ANZAC Appeal 2022	Remitted to RSL GAPF		\$ 48,667.00
		POPPY Appeal 2022	Remitted to RSL GAPF (Leave in blank if remitted after 31 <sup>st</sup> December 2022)		\$ -
	Sub-Total				\$ 48,667.00
	Reimbursements	ANZAC Appeal 2022	Amount received from RSL GAPF		\$ 26,862.00
		POPPY Appeal 2022	Amount received from RSL GAPF (Leave in blank if received after 31 <sup>st</sup> December 2022)		\$ -
	Sub-Total				\$ 26,862.00
	Total Major Income Activities (B-D+F)				
Minor Income Activities	Share of 2021 Poppy Appeal - Received in 2022 from RSL GAPF	\$ -	Transfers from other Accounts:	\$ -	\$ -
	Donations (not during Appeals)	\$ -	Reimbursements to Agency A/C	\$ -	
	Bank Interest	\$ -	Please Detail	\$ -	
	GST Refunds from RSL VIC Branch	\$ -	Please Detail	\$ -	
TOTAL INCOME FOR THE YEAR (G+H)					\$ 74,177.00
<i>If total income for the year is over \$10,000, an auditor signature will be required to this form.</i>					
Expenses					
<b>Benevolent veteran &amp; dependant welfare expenses:</b> (Must relate to assistance to veterans and financially dependent(s) on a veteran)					
Aged care accessories (hearing aid, special chair, bed)	\$ -	Portsea Camp (for veteran's dependant only)	\$ -		
Cards (get well/birthday cards)	\$ -	Recreational/ outings/ RSL Active (Veterans group exercises, trips, cinema, museums etc)	\$ -		
Christmas lunch/function (excluding alcohol)	\$ -	Rental/ bond/ moving housing assistance	\$ -		
Christmas parcels (veterans only - does not include current serving ADF)	\$ -	School fees for veteran/dependant	\$ -		
Financial assistance	\$ -	Transportation for hospital/doctor visits	\$ 818.00		
Firewood	\$ -	Taxi fares	\$ -		
Food vouchers/ fruit baskets/ hampers/chocolates	\$ -	Veterans Bills (Internet, telephone, council rates)	\$ -		
Funerals/ wakes/ newspaper notices	\$ 2,646.00	Veteran's Therapy dog expenses	\$ -		
Garden maintenance/ lawn mowing	\$ 13,791.00	Veterans Utilities bills (water, gas, electricity)	\$ -		
Health/ hygiene/ medical/ pharmacy expenses	\$ -	Vehicle (registration, repairs, RWC, petrol)	\$ -		
Home (repairs/ maintenance/insurance/ emergency accommodation)	\$ 11,144.00	Wreaths/ flowers	\$ -		
Meals at Sub-Branch (excluding alcohol)	\$ -	Haircuts	\$ 6,715.00		
Meals expenses (lunch, dinner, excluding alcohol)	\$ -	Capitations	\$ 1,980.00		
Membership for elderly veterans	\$ -	(Please give detail)	\$ -		
Mobility (scooter hire, repairs, wheelchair, walking frames)	\$ 2,750.00	(Please give detail)	\$ -		
Sub-Total Benevolent veteran & dependant welfare expenses					\$ 39,844.00
Advocate and Welfare Officer expenses	Accommodation/travel expenses	\$ -			\$ -
	Wages and on costs	\$ -			
	Other Expenses (Details MUST be provided):	\$ -			

<b>Welfare Administration Expenses</b>			
ANZAC Appeal 2022 costs	\$ -	Postage	\$ -
Poppy Appeal 2022 costs	\$ -	Stationery	\$ -
Advertising (only if related to veteran events/support)	\$ -	Volunteer Expenses (meals, transport, reimbursements)	\$ -
Audit/Accounting Fees	\$ 2,600.00	Welfare Office - (utilities, electricity, internet, phone) APPORTIONED AMOUNT & ONLY IF OFFICE IS SPECIFIC FOR WELFARE	\$ -
Bank Fees	\$ -	Welfare training	\$ -
Welfare Computer/Printer equipment	\$ 6,174.00	(Please give detail)	\$ -
Meeting expenses (food/rent)	\$ -	(Please give detail)	\$ -
Newsletter (only if related to veteran events/support)	\$ -	(Please give detail)	\$ -
Police Checks	\$ -	(Please give detail)	\$ -
<b>Sub-Total Welfare Administration Expenses</b>			<b>\$ 8,774.00</b>
<b>Transfers/Donations approved by Consumer Affairs Victoria (CAV) (Details MUST be provided)</b>			
Transferred to:	\$ -	Transferred to:	\$ -
<b>Transfers to another Agency A/C B86 approved by RSL State Branch (Details MUST be provided)</b>			
Transferred to:	\$ -	Transferred to:	\$ -
<b>Remittances to State Branch</b>			
2021 Poppy Appeal raised in 2021 but sent to RSL GAPF in 2022 (if applicable)	\$ -		\$ -
2021 Unused monies sent to RSL GAPF in 2022 (if applicable)	\$ -		\$ -
<b>Sub-Total (K+L+M+N+O)</b>			<b>\$ 8,774.00</b>
<b>TOTAL EXPENSES FOR THE YEAR (J+P)</b>			<b>\$ 48,618.00</b>
<b>Bank balance at 1<sup>st</sup> January 2022</b>			<b>\$ 52,471.20</b>
<b>Total income for the year (I)</b>			<b>\$ 74,177.00</b>
<b>Total expenses for the year (Q)</b>			<b>\$ 48,618.00</b>
<b>Bank balance at 31<sup>st</sup> December 2022 (Amount must agree with 31/12/2022 bank statement)</b>			<b>\$ 78,030.20</b>

**2022 Unused Monies Calculation**

Bank Balance at 31 <sup>st</sup> December 2022 (\$)	\$ 78,030.20
Less AMOUNT Shown at (A)	\$ 47,315.00
Plus AMOUNT Shown at (C)	\$ -
Less AMOUNT Shown at (E)	\$ -
<b>Sub-Total</b>	<b>\$ 30,715.20</b>
Less 2023 Budgeted veteran expenses, un-presented cheques and/or veteran expenses occurred between January - April 2023 (Provide details)	\$ 13,515.70
Less Donations received in 2022	\$ -
<b>Total of unused monies to be remitted to RSL GAPF</b>	<b>\$ 17,199.50</b>

Please attach to this form:  
Cheque or Proof of unused monies

transferred to the  
RSL General Appeals Patriotic Fund  
BSB 013 030 A/C 8372 79576

Number of Volunteers worked in 2022 including Committee members: 0

**Treasurer's Report**

Related party transaction*	Please <b>circle your answer</b> . Does your charity have a documented policy or processes on related party transactions (conflict of interest)? <i>*Related party transaction or conflict of interest is any transaction influenced by the interests of the parties related to the transaction.</i>	YES	NO
	Please <b>circle your answer</b> . Did your charity have any related party (conflict of interest) transactions?	YES	NO
I certify that the above statement is true and correct and that the disbursements meet the objectives of Benevolent Welfare as described by the Australia Taxation Office. A copy of the bank statement as at 31 <sup>st</sup> December 2022 has been provided.			
Name	Signature	Date <u>   </u> / <u>   </u> / 2023	

**Auditor's Report (Requested if total income was over \$10,000)**

I have audited the books, vouchers, bank records and other records of the above Agency Account for the period ended 31<sup>st</sup> December 2022 and certify in opinion the books and records are kept in a satisfactory manner and that the above statement gives a true and fair view of the activities of the Sub-Branch Agency for the General Appeals Patriotic Fund B86 in meeting its Benevolent Welfare obligations as a Deductible Gift Recipient.

Name	Signature
Qualification	Date <u>   </u> / <u>   </u> / 2023

PLEASE SUBMIT THIS FORM ACCOMPANIED BY ITS 31/12/2022 BANK STATEMENT TO [charity@rslvic.com.au](mailto:charity@rslvic.com.au)  
OR POST TO RSL VICTORIA NETWORK SUPPORT ACCOUNTANT 4 COLLINS STREET, MELBOURNE VIC 3000.

# **Not-For-Profit - Association Report**

SHEPPARTON RSL SUB BRANCH INC  
For the year ended 31 December 2022

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# Committee's Report

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

### Committee's Report

Your committee members submit the financial report of SHEPPARTON RSL SUB BRANCH INC for the financial year ended 31 December 2022.

### Committee Members

The names of committee members throughout the year and at the date of this report are:

Committee Member
Bruce Davis
Brian McInnery
Peter Martin (Resigned 29/04/2022)
Robert Wilkie
Sandra Davis
Karen Holmes (Resigned 27/05/2022)
Edwin Ball (Appointed Secretary 29/04/2022)
Shane O'Keefe (Resigned 27/05/2022)
Stan Whitford
Daryl Butcher
Graeme Bayley (Appointed 27/5/2022)

### Principal Activities

The principle activities of the association during the year were:

- to provide social facilities to members of the association;
- to provide welfare and support to returned service men and women; and
- to operate a licensed gaming venue to enable funding for the above activities.

### Significant Changes

No significant change in the nature of these activities occurred during the financial year.

### Operating Result

The profit after providing for income tax amounted to \$1,112,563.....



Signed in accordance with a resolution of the Members of the Committee:

A handwritten signature in black ink, appearing to read 'Robert Wilkie', is written over two horizontal lines.

**Robert Wilkie**

Date 10/3/23

# Income and Expenditure Statement

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

	2022	2021
<b>Income</b>		
Revenue	6,241,653	4,688,101
<b>Total Income</b>	<b>6,241,653</b>	<b>4,688,101</b>
<b>Gross Surplus</b>	<b>6,241,653</b>	<b>4,688,101</b>
<b>Expenditure</b>		
Employee Benefits Expense	2,017,029	1,490,491
Depreciation and Amortisation expenses	366,248	400,669
Finance Costs	21,496	120
Advertising Expenses	288,392	131,110
Auditor's Remuneration	15,220	19,211
Other Expenses	2,420,703	1,604,450
<b>Total Expenditure</b>	<b>5,129,089</b>	<b>3,646,050</b>
<b>Profit (loss) for the year</b>	<b>1,112,563</b>	<b>1,042,050</b>
<b>Profit (loss) attributable to members of the entity</b>	<b>1,112,563</b>	<b>1,042,050</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Assets and Liabilities Statement

## SHEPPARTON RSL SUB BRANCH INC

As at 31 December 2022

	NOTES	31 DEC 2022	31 DEC 2021
<b>Assets</b>			
<b>Current Assets</b>			
Cash on Hand	4	2,005,964	2,136,649
Accounts receivable and other debtors	5	2,111,107	1,477,174
Inventories on hand	6	39,410	41,295
Other Current Assets	7	178,669	503,016
<b>Total Current Assets</b>		<b>4,335,150</b>	<b>4,158,134</b>
<b>Non-Current Assets</b>			
<b>Property, Plant and Equipment</b>			
Plant & Equipment	8	129,144	134,532
Plant & Equipment Less Accumulated Depreciation		(37,228)	(37,228)
<b>Total Property, Plant and Equipment</b>		<b>91,916</b>	<b>97,304</b>
<b>Intangible Assets</b>			
Gaming Machine Entitlements	9	3,771,475	3,771,475
Gaming Machine Entitlements - Written Off	9	(3,771,475)	(3,538,017)
Gaming Machine Entitlements 2022	9	2,672,958	2,672,958
Less Accumulated Amortisation - 2022 Gaming machine Entitlements	9	(100,977)	-
Pokies Application Costs	9	11,065	11,065
Pokies Application Costs - Written Off	9	(11,065)	(11,065)
<b>Total Intangible Assets</b>		<b>2,571,982</b>	<b>2,906,416</b>
<b>Other Non-Current Assets</b>			
2022 Gaming Machine at WDV (TBC)		906,093	-
<b>Total Other Non-Current Assets</b>		<b>906,093</b>	<b>-</b>
<b>Total Non-Current Assets</b>		<b>3,569,991</b>	<b>3,003,719</b>
<b>Total Assets</b>		<b>7,905,141</b>	<b>7,161,854</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable and other payables	10	582,540	494,555
Borrowings	11	-	476,781
Provisions	12	239,520	166,037
Other	13	81,883	66,649
<b>Total Current Liabilities</b>		<b>903,943</b>	<b>1,204,022</b>
<b>Non-Current Liabilities</b>			
Borrowings	11	2,470,113	2,539,310
<b>Total Non-Current Liabilities</b>		<b>2,470,113</b>	<b>2,539,310</b>
<b>Total Liabilities</b>		<b>3,374,056</b>	<b>3,743,332</b>
<b>Net Assets</b>		<b>4,531,085</b>	<b>3,418,522</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	NOTES	31 DEC 2022	31 DEC 2021
<b>Member's Funds</b>			
Capital Reserve		4,531,085	3,418,522
<b>Total Member's Funds</b>		<b>4,531,085</b>	<b>3,418,522</b>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

# Movements in Equity

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

	2022	2021
<b>Equity</b>		
Opening Balance	3,418,521.53	-
<b>Increases</b>		
<b>Profit for the Period</b>		
Current Year Earnings	1,112,563.22	1,042,050.45
<b>Total Profit for the Period</b>	<b>1,112,563.22</b>	<b>1,042,050.45</b>
<b>Retained Earnings</b>		
Retained Earnings	-	2,376,471.08
<b>Total Retained Earnings</b>	<b>-</b>	<b>2,376,471.08</b>
<b>Total Increases</b>	<b>1,112,563.22</b>	<b>3,418,521.53</b>
<b>Total Equity</b>	<b>4,531,084.75</b>	<b>3,418,521.53</b>

# Statement of Cash flows - Manual

**SHEPPARTON RSL SUB BRANCH INC**  
**For the year ended 31 December 2022**

	2022	2021
<b>Cash flows</b>		
<b>Cash flows from operation activities</b>		
Receipts from rendering of services	6,159,052.00	4,640,037.00
Payments to Suppliers and Employees	(5,115,505.00)	(2,323,348.00)
Interest received/ATM Rebate	82,600.00	48,064.00
<b>Total Cash flows from operation activities</b>	<b>1,126,147.00</b>	<b>2,364,753.00</b>
<b>Cash flows from investing activities</b>		
Increase/(Decrease) in borrowings	(1,262,220.00)	(619,760.00)
(Increase)/Decrease in lending	-	(11,144.00)
New Assets purchased	5,387.00	(76,580.00)
Profit on Rent Forgiven	-	(181,988.00)
<b>Total Cash flows from investing activities</b>	<b>(1,256,833.00)</b>	<b>(889,472.00)</b>
<b>Net increase/(decrease) in cash</b>	<b>(130,686.00)</b>	<b>1,475,281.00</b>
<b>Cash at beginning of financial year</b>		
Cash at beginning of financial year	2,136,650.00	661,369.00
<b>Total Cash at beginning of financial year</b>	<b>2,136,650.00</b>	<b>661,369.00</b>
<b>Cash at end of financial year</b>	<b>2,005,964.00</b>	<b>2,136,650.00</b>

The statement of cash flows is to be read in conjunction with the attached notes.

# Notes to the Financial Statements

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

The financial statements cover Shepparton R.S.L. Sub Branch Inc as an individual entity. Shepparton R.S.L. Sub Branch Inc is an association incorporated in Victoria and operating pursuant to the Associations Incorporation Reform Act 2012.

The financial statements were authorised for issue on 24/1/23 by the members of the committee.

### 1. Summary of Significant Accounting Policies

These general purpose financial statements have been prepared in accordance with the Associations Incorporation Reform Act 2012 and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for cash flow information, 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

#### Income Tax

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

Current income tax expense charged to profit or loss is the tax payable on taxable income for the current period. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority using tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current and deferred income tax expense (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss or arising from a business combination.

A deferred tax liability shall be recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from:

- (a) the initial recognition of goodwill; or
- (b) the initial recognition of an asset or liability in a transaction which:
  - (i) is not a business combination; and
  - (ii) at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

#### Inventories on Hand

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

#### Property, Plant and Equipment (PPE)

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

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These notes should be read in conjunction with the attached compilation report.

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

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

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 association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Increases in the carrying amount arising on revaluation of property, plant and equipment are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the statement of comprehensive income and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

## Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the association commencing from the time the asset is held ready for use.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. 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.

## Leases

### Finance Leases

The Australian Accounting Standards Board issued a new Standard AASB16 - Leases; which became mandatory for inclusion in General Purpose Financial Reports commencing on 01 January 2019.

The Shepparton RSL Sub Branch Inc has recognized assets and liabilities for all leases with a term of 12 months or more in the Financial Reports of the entity from the commencement date of 01 January 2019.

Comparative data has been shown by way of Note 13 to the Financial Reports

Finance leases are capitalised by recognising 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.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

## Financial Instruments

### Initial recognition and measurement

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These notes should be read in conjunction with the attached compilation report.



Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in paragraph 63 of AASB 15: Revenue from Contracts with Customers.

#### **Classification and subsequent measurement**

##### *Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability, that is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit taking; or
- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in an effective hedging relationship).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of the financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to retained earnings upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

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These notes should be read in conjunction with the attached compilation report.

A financial liability cannot be reclassified.

#### *Financial guarantee contracts*

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument.

Financial guarantee contracts are initially measured at fair value (and if not designated as at fair value through profit or loss and do not arise from a transfer of a financial asset) and subsequently measured at the higher of:

- the amount of loss allowance determined in accordance to AASB 9.3.25.3; and
- the amount initially recognised less accumulative amount of income recognised in accordance with the revenue recognition policies.

#### *Financial Assets*

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

on the basis of the two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset is subsequently measured at amortised cost if it meets the following conditions:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income if it meets the following conditions:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the conditions of amortised cost and the fair value through other comprehensive income's measurement condition are subsequently measured at fair value through profit or loss.

The association initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance to the documented risk management or investment strategy and information about the groupings was documented appropriately, so as the performance of the financial liability that was part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of the financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

#### *Equity Instrument*

At initial recognition, as long as the equity instrument is not held for trading or is not a contingent consideration recognised by an acquirer in a business combination to which AASB 3 applies, the association made an irrevocable election to measure any subsequent changes in fair value of the equity instruments in other comprehensive income, while the dividend revenue received on underlying equity instruments investments will still be recognised in profit or loss.

Regular way purchases and sales of financial assets are recognised and derecognised at settlement date in accordance with the association's accounting policy.

### **Impairment of Assets**

At the end of each reporting period, the association reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

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

Where an impairment loss on a revalued individual asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

### **Employee Benefits**

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the nominal amounts expected to be paid when the liability is settled, plus any related on-costs. Both annual leave and long service leave are recognised within the provisions liability.

### **Provisions**

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

### **Government Grants**

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These notes should be read in conjunction with the attached compilation report.

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

### Cash on Hand

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

### Revenue and Other Income

Non-reciprocal grant revenue is recognised in the statement of comprehensive income when the association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby the association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

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 customer.

### Goods and Services Tax (GST)

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

### Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

	2022	2021
<b>2. Revenue and Other Income</b>		
<b>Other Sources of Revenue</b>		
Rendering of Services	(5,789,853)	(3,967,016)

These notes should be read in conjunction with the attached compilation report.

TAB Income	(25,606)	(15,303)
Keno Revenue	(13,300)	(13,005)
Interest Received and ATM Rebate	(82,600)	(48,064)
Other Revenue	(330,294)	(201,102)
Wages Subsidy	-	(8,462)
JobKeeper Reimbursement	-	(167,450)
Federal Government Stimulus	-	(267,700)
<b>Total Other Sources of Revenue</b>	<b>(6,241,653)</b>	<b>(4,688,101)</b>
<b>Total Revenue and Other Income</b>	<b>(6,241,653)</b>	<b>(4,688,101)</b>
	<b>2022</b>	<b>2021</b>

**3. Auditor's Remuneration**

Auditors' Remuneration	15,220	19,211
<b>Total Auditor's Remuneration</b>	<b>15,220</b>	<b>19,211</b>
	<b>2022</b>	<b>2021</b>

**4. Cash on Hand**

Cash at Bank	1,753,097	1,920,046
Cash on Hand	252,867	216,604
<b>Total Cash on Hand</b>	<b>2,005,964</b>	<b>2,136,649</b>
	<b>2022</b>	<b>2021</b>

**5. Accounts Receivable and Other Debtors**

<b>Current</b>		
Loan - Building Patriotic Fund	2,009,669	1,374,704
Other Debtors	15,332	23,323
Trade Receivables	86,107	79,147
<b>Total Current</b>	<b>2,111,107</b>	<b>1,477,174</b>
<b>Total Accounts Receivable and Other Debtors</b>	<b>2,111,107</b>	<b>1,477,174</b>
	<b>2022</b>	<b>2021</b>

**6. Inventories on Hand**

<b>Current</b>		
<b>At Cost</b>		
Food and Liquor On Hand	39,410	41,295
<b>Total At Cost</b>	<b>39,410</b>	<b>41,295</b>
<b>Total Current</b>	<b>39,410</b>	<b>41,295</b>
<b>Total Inventories on Hand</b>	<b>39,410</b>	<b>41,295</b>
	<b>2022</b>	<b>2021</b>

**7. Other Current Assets**


These notes should be read in conjunction with the attached compilation report.

	2022	2021
<b>Current</b>		
TGS - Right to use Machines	-	458,528
Prepayments	178,669	44,488
<b>Total Current</b>	<b>178,669</b>	<b>503,016</b>
<b>Total Other Current Assets</b>	<b>178,669</b>	<b>503,016</b>
	2022	2021

**8. Property, Plant and Equipment**

Plant & Equipment	129,144	134,532
Plant & Equipment Less Accumulated Depreciation	(37,228)	(37,228)
<b>Total Property, Plant and Equipment</b>	<b>91,916</b>	<b>97,304</b>
	2022	2021

**9. Intangible Assets**

Gaming Machine Entitlements	3,771,475	3,771,475
Gaming Machine Entitlements - Written Off	(3,771,475)	(3,538,017)
Gaming Machine Entitlements 2022	2,672,958	2,672,958
Less Accumulated Amortisation - 2022 Gaming machine Entitlements	(100,977)	-
Pokies Application Costs	11,065	11,065
Pokies Application Costs - Written Off	(11,065)	(11,065)
<b>Total Intangible Assets</b>	<b>2,571,982</b>	<b>2,906,416</b>

**Impairment Disclosures**

The recoverable amount of the cash-generating unit is determined based on value-in-use calculations. Value-in-use is calculated based on the present value of cash flow projections over a 10-year period with the period extending beyond five years extrapolated using an estimated growth rate. The cash flows are discounted using the yield of a 10-year government bond at the beginning of the budget period.

	2022	2021
<b>10. Accounts Payable and Other Payables</b>		
<b>Current</b>		
Integrated Client Account	78,246	62,488
Trade Creditors	462,452	402,966
Member Points Liability	28,220	15,391
Superannuation Payable	13,622	13,710
<b>Total Current</b>	<b>582,540</b>	<b>494,555</b>
<b>Total Accounts Payable and Other Payables</b>	<b>582,540</b>	<b>494,555</b>
	2022	2021

**11. Borrowings**

<b>Current</b>		
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These notes should be read in conjunction with the attached compilation report.

	2022	2021
Lease Liability - Max Gaming Contract	-	476,781
<b>Total Current</b>	-	<b>476,781</b>
<b>Non Current Liability</b>		
2022 Gaming Machine Liability	2,470,113	2,539,310
<b>Total Non Current Liability</b>	<b>2,470,113</b>	<b>2,539,310</b>
<b>Total Borrowings</b>	<b>2,470,113</b>	<b>3,016,091</b>
	2022	2021

## 12. Provisions

<b>Current</b>		
Employee Provisions - Long Service Leave	149,984	71,523
Employee Provisions - Annual Leave	89,536	94,514
<b>Total Current</b>	<b>239,520</b>	<b>166,037</b>
<b>Total Provisions</b>	<b>239,520</b>	<b>166,037</b>
	2022	2021

## 13. Other Liabilities

<b>Current</b>		
Membership Income in Advance	(81,883)	(66,649)
<b>Total Current</b>	<b>(81,883)</b>	<b>(66,649)</b>
<b>Total Other Liabilities</b>	<b>(81,883)</b>	<b>(66,649)</b>
	2022	2021

## 14. Leasing Commitments

<b>Finance Lease Commitments</b>		
Payable not later than 12 months	-	(476,781)
<b>Total Finance Lease Commitments</b>	-	<b>(476,781)</b>
<b>Total Leasing Commitments</b>	-	<b>(476,781)</b>

AASB 16 Leases is a mandatory accounting standard to be applied to all financial reports from 01 January 2019.

A lessee is required to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligations to make lease payments.

A lessee measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities. As a consequence, a lessee recognises depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows applying AASB 107 Statement of Cash Flows.

Assets and liabilities arising from a lease are initially measured on a present value basis. The measurement includes non-cancellable lease payments (including inflation-linked payments), and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease.

These notes should be read in conjunction with the attached compilation report.



## 15. Contingent Liabilities

### Contingent Liabilities and Contingent Assets

The directors are not aware of any significant contingent liabilities or assets arising since the end of the reporting period.

## 16. Events after the Reporting Period

The directors are not aware of any significant events since the end of the reporting period.

## 17. Financial Risk Management

The association's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable, loans to and loans from subsidiaries.

The totals for each category of financial instruments, measured in accordance with AASB 9: Financial Instruments as detailed in the accounting policies to these financial statements, are as follows:

	2022	2021
<b>Financial Assets</b>		
Cash and Cash Equivalents	2,005,964	2,136,649
Account Receivables and Other Debtors	86,107	79,147
Loans to Associated Entities	2,009,669	1,374,704
Other Current Assets	178,669	44,488
<b>Total Financial Assets</b>	<b>4,280,409</b>	<b>3,634,988</b>
	2022	2021
<b>Financial Liabilities</b>		
Accounts Payable	(582,540)	(494,555)
Income in Advance	(81,883)	(66,649)
<b>Total Financial Liabilities</b>	<b>(664,423)</b>	<b>(561,204)</b>

### Financial Risk Management Policies

The association's treasurer is responsible for, among other issues, monitoring and managing financial risk exposures of the association. The treasurer monitors the association's transactions and reviews the effectiveness of controls relating to credit risk, liquidity risk and market risk.

The Treasurer's overall risk management strategy seeks to ensure that the association meets its financial targets, while minimising potential adverse effects of cash flow shortfalls.

## 18. Association Details

The registered office and principle place of business of the association is:

Shepparton R.S.L Sub Branch Inc.

88 Wyndham Street

These notes should be read in conjunction with the attached compilation report.



Shepparton VIC 3630

**19. Cash Flow Information****(a) Reconciliation of Cash**

Cash on hand at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

	2022	2021
Cash on Hand	252,867	216,604
Cash at Bank	1,753,097	1,920,046
<b>Total</b>	<b>2,005,964</b>	<b>2,136,649</b>

**(b) Reconciliation of cash flow from operating activities with net current year profit**

	2022	2021
Current year profit after income tax	1,112,563	1,042,050
<b>Cash Flows excluded from Current Year Profit</b>		
Amortisation of entitlements	334,434	377,044
Amortisation of Gaming Machines	100,977	786,048
Depreciation Expense	31,814	23,547
<b>Total Cash Flows excluded from Current Year Profit</b>	<b>467,225</b>	<b>1,186,639</b>
<b>Changes in Assets and Liabilities</b>		
Decrease/(Increase) in accounts receivable	1,032	26,779
Increase/(Decrease) in accounts payable	52,856	53,751
Increase/(Decrease) in provisions	(403,296)	17,652
Decrease/(Increase) in Inventory	1,885	(610)
Decrease/(Increase) in prepaid expenses	(134,180)	26,337
Increase/(Decrease) in income in advance	28,062	12,155
<b>Total Changes in Assets and Liabilities</b>	<b>(453,641)</b>	<b>136,064</b>
<b>Net cash provided by operating activities</b>	<b>1,126,147</b>	<b>2,364,753</b>

These notes should be read in conjunction with the attached compilation report.

# Statement by Mememebers of the Committee

## SHEPPARTON RSL SUB BRANCH INC

For the year ended 31 December 2022

### Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, ROBERT WILKIE. DARRYL BUTCHER  
[insert name - committee member], and [insert name - committee member], being members of the committee of SHEPPARTON RSL SUB BRANCH INC, certify that the financial statements as set out:

1. present a true and fair view of the financial position of Shepparton R.S.L. Sub Branch Inc as at 31 December 2022 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Standards Board and the requirements of the Associations Incorporation Reform Act 2012; and
2. at the date of this statement there are reasonable grounds to believe that Shepparton R.S.L. Sub Branch Inc will be able to pay its debts as and when they fall due.

Signed:

Dated: 28 / 1 / 23

Signed:

Dated: 22 / 3 / 23

# Auditor's Report

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

### Independent Auditors Report to the members of the Association

#### Opinion

We have audited the financial report of Shepparton R.S.L. Sub Branch Inc (the association), which comprises the statement of financial position as at 31 December 2022, the income statement, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial report of Shepparton R.S.L. Sub Branch Inc is in accordance with the Associations Incorporation Reform Act 2012 in Victoria, including:

- i. giving a true and fair view of the association's financial position as at 31 December 2022 and of its financial performance for the year then ended; and
- ii. that the financial records kept by the association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

#### 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 association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

The committee of the association is responsible for the other information. The other information comprises the information included in the association's annual report for the year ended 31 December 2022, but does not include the financial report and our auditor's report thereon. Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of the Committee for the Financial Report

The committee of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Reform Act 2012 in Victoria and for such internal control as the committee determines 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 committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

#### Auditor's Responsibility 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 association's internal control.

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

- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association'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 association 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 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.

Skybridge Financial

78 Wyndham Street,

Shepparton VIC 3630



Auditor: ~~Russell Guppy~~

HARRY LALLAR

Dated:

28/3/23

# Certificate By Members of the Committee

**SHEPPARTON RSL SUB BRANCH INC**  
**For the year ended 31 December 2022**

I, Robert Wilkie of SHEPPARTON.....and I, Darryl Butcher  
of SHEPPARTON....., certify that:

1. We are members of the committee of the Shepparton RSL Sub Branch Incorporated
2. We attended the Annual General Meeting of the association held on 28th MAR.....2023
3. We are authorised by the attached resolution of the committee to sign the certificate
4. The financial statements for the year ended 2022 were submitted to the members of the association at its Annual General Meeting.

Dated: 20/3/23

Committee Member

Robert Wilkie

Committee Member

Darryl Butcher

# Compilation Report

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

Compilation report to SHEPPARTON RSL SUB BRANCH INC.

We have compiled the accompanying special purpose financial statements of SHEPPARTON RSL SUB BRANCH INC, which comprise the asset and liabilities statement as at 31 December 2022, income and expenditure statement, the statement of cash flows, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

### The Responsibility of the Committee Member's

The committee of SHEPPARTON RSL SUB BRANCH INC are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that financial statements were prepared.

### Our Responsibility

On the basis of information provided by the partners we have compiled the accompanying special purpose financial statements in accordance with the basis of accounting as described in Note 1 to the financial statements and APES 315 *Compilation of Financial Information*.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial statements. We have complied with the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants*.

### Assurance Disclaimer

[Required if this report has not been audited]

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the committee who are responsible for the reliability, accuracy and completeness of the information used to compile them. We do not accept responsibility for the contents of the special purpose financial statements.

### Independence

We are not independent of SHEPPARTON RSL SUB BRANCH INC because *(reasons why not independent, for example, the member is a close relative of a member of the entity)*.



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Skybridge Financial

226 Corio Street

Shepparton

Russell Guppy HARRY LALLAR.

Dated: 28/3/23

# Profit and Loss Statement

## SHEPPARTON RSL SUB BRANCH INC For the year ended 31 December 2022

	2022	2021
<b>Income</b>		
<b>Trading Profit</b>		
<b>Sale of Goods</b>		
Bar Sales	1,480,660.39	916,744.97
<b>Total Sale of Goods</b>	<b>1,480,660.39</b>	<b>916,744.97</b>
<b>Trading Revenue</b>		
Electronic Gaming Machine Revenue	3,933,613.01	2,845,226.83
Entertainment and Raffles	145,824.70	72,941.00
Functions and Room Hire	100,123.89	33,168.40
Interest Received and ATM Rebate	82,599.68	48,063.62
Keno Revenue	13,299.91	13,004.62
Kitchen Rental and Fees	51,570.91	26,855.60
Member Subscription	78,059.85	72,078.94
TAB Income	25,606.10	15,303.42
<b>Total Trading Revenue</b>	<b>4,430,698.05</b>	<b>3,126,642.43</b>
<b>Cost of Sales</b>		
Food and Alcohol Expense	(767,589.44)	(455,376.96)
<b>Total Cost of Sales</b>	<b>(767,589.44)</b>	<b>(455,376.96)</b>
<b>Total Trading Profit</b>	<b>5,143,769.00</b>	<b>3,588,010.44</b>
<b>Total Income</b>	<b>5,143,769.00</b>	<b>3,588,010.44</b>
<b>Other Income</b>		
Federal Government Stimulus	-	267,700.00
Goulburn Valley Young Veterans	-	8,461.54
JobKeeper Reimbursement	-	167,450.00
Other Revenue	330,294.12	201,101.93
<b>Total Other Income</b>	<b>330,294.12</b>	<b>644,713.47</b>
<b>Total Income</b>	<b>5,474,063.12</b>	<b>4,232,723.91</b>
<b>Expenses</b>		
<b>Depreciation</b>		
Depreciation - Plant and Equipment	31,813.85	23,625.00
<b>Total Depreciation</b>	<b>31,813.85</b>	<b>23,625.00</b>
Advertising & Promotion	288,392.30	131,110.02
Amortisation - Gaming Machine Entitlements	334,434.29	377,044.17
Auditors' Remuneration	15,220.36	19,211.01
Bank Fees	14,241.93	10,546.79
Computer Support	31,044.71	24,128.24
Donations	63,760.50	22,318.00
Entertainment and Raffle Expense	167,885.16	131,900.56



	2022	2021
Facility Management	203,135.21	129,774.15
Financing and Leasing Costs	-	3,555.65
Freight & Courier	13,477.97	8,961.00
Insurance	70,899.52	46,626.08
Interest Expense	21,496.36	119.86
Members Benefits	99,146.16	46,380.78
Other Expenses	179,209.66	49,169.15
Payroll Leasing Expense	16,226.06	14,290.83
Printing, Stationery & Postage	31,467.92	25,139.00
Rent	528,000.00	440,000.00
Repairs and Utilities	226,812.40	188,605.86
Salaries and Employee Benefits	2,017,028.78	1,490,490.65
Telephone and Internet	7,806.76	7,676.66
<b>Total Expenses</b>	<b>4,361,499.90</b>	<b>3,190,673.46</b>
<b>Net Operating Profit (Loss)</b>	<b>1,112,563.22</b>	<b>1,042,050.45</b>