

**Albany Racing Club Inc**  
Albany Racing Club Inc. ABN 66 116 285 578

Financial Statements  
For the year ended 31 July 2021

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**

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**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Committee's Report**  
**For the year ended 31 July 2021**

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Your committee members submit the financial accounts of the Albany Racing Club Inc for the financial year ended 31 July 2021.

### **Committee Members**

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

R Rogers  
K Thomas  
S O'Loughlin  
L Solly  
K Hill  
S Faithful  
B Fuller

### **Principal Activities**

The principal activities of the association during the financial year were: to operate a horse training facility and promote, conduct & hold race meetings.

### **Significant Changes**

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

### **Operating Result**

The deficit from ordinary activities after providing for income tax amounted to

Year ended 31 July 2021	Year ended 31 July 2020
\$ (55,111)	\$ 50,964

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**The accompanying notes form part of these financial statements.**

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Committee's Report**  
**For the year ended 31 July 2021**

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

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R Rogers

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K Thomas

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The accompanying notes form part of these financial statements.

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Trading Account**  
**For the year ended 31 July 2021**

	2021	2020
	\$	\$
<hr/>		
<b>Trading Income</b>		
Race Day Income	3,647,069	4,200,756
<b>Total Trading Income</b>	<u>3,647,069</u>	<u>4,200,756</u>
<b>Cost of Sales</b>		
<b>Add:</b>		
Opening stock		1,200
Race Day Expenditure	2,987,837	3,453,819
	<u>2,987,837</u>	<u>3,455,019</u>
<b>Cost of Sales</b>	<u>2,987,837</u>	<u>3,455,019</u>
<b>Gross Profit from Trading</b>	<u><u>659,232</u></u>	<u><u>745,736</u></u>

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The accompanying notes form part of these financial statements.

**Albany Racing Club Inc**  
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**Income and Expenditure Statement**  
**For the year ended 31 July 2021**

	2021	2020
	\$	\$
<b>Income</b>		
Trading profit	659,232	745,736
Insurance recoveries		813
Interest received	165	134
Other income	138,955	50,595
Profit on sale of property, plant, equip	1,318	
Rebates and refunds	5,959	2,347
JobKeeper income	42,000	36,000
Cash Flow Boost	17,258	28,764
Rent received	5,526	
Total income	870,413	864,389
<b>Expenses</b>		
Accountancy	3,930	2,770
Audit fees	4,500	5,500
Bank Fees And Charges	4,334	3,960
Cleaning/rubbish removal	4,683	4,632
Committee expenses	1,578	982
Computer expenses	1,564	3,627
Consultants fees	5,909	36,846
Delivery	2,193	2,850
Depreciation expense	116,626	99,088
Depreciation - Low Value Equipment	7,195	
Donations	1,753	410
Electricity	23,202	18,346
Entertainment	4,795	4,021
Fees & charges	1,553	6,276
Fuel & oil	22,018	18,640
Hire/rent of Plant & Equipment	24,090	11,791
Hire purchase charges	468	332
Holiday pay	16,139	8,294
Insurance	17,940	24,005
Interest - Australia		8
Legal fees		14,615

The accompanying notes form part of these financial statements.

**Albany Racing Club Inc**  
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**Income and Expenditure Statement**  
**For the year ended 31 July 2021**

	2021 \$	2020 \$
Member expenses	1,115	817
M/V car - Other	7,467	12,353
Printing & stationery	4,955	7,640
Rates & land taxes	140	
Repairs & maintenance	115,520	97,017
Replacements (tools, etc)	1,250	454
Security		673
Staff amenities	5	189
Staff training	155	712
Subscriptions	804	1,203
Superannuation	35,875	26,256
Telephone	6,530	8,922
Track & grounds maintenance	81,622	91,082
Travel, accom & conference	6,125	1,886
Wages	399,491	297,228
Total expenses	<u>925,524</u>	<u>813,425</u>
<b>Profit (loss) from ordinary activities before income tax</b>	<b>(55,111)</b>	<b>50,964</b>
Income tax revenue relating to ordinary activities		
<b>Net profit (loss) attributable to the association</b>	<b>(55,111)</b>	<b>50,964</b>
<b>Total changes in equity of the association</b>	<b>(55,111)</b>	<b>50,964</b>
Opening retained profits	2,325,040	2,274,076
Net profit (loss) attributable to the association	<u>(55,111)</u>	<u>50,964</u>
<b>Closing retained profits</b>	<b><u>2,269,930</u></b>	<b><u>2,325,040</u></b>

The accompanying notes form part of these financial statements.

**Albany Racing Club Inc**  
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**Balance Sheet as at 31 July 2021**

	Note	2021 \$	2020 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash assets		182,435	254,235
Receivables		14,180	7,450
Current tax assets		15,569	6,956
Other		520	
<b>Total Current Assets</b>		<u>212,703</u>	<u>268,641</u>
<b>Non-Current Assets</b>			
Property, plant and equipment		2,168,942	2,101,303
<b>Total Non-Current Assets</b>		<u>2,168,942</u>	<u>2,101,303</u>
<b>Total Assets</b>		<u>2,381,645</u>	<u>2,369,944</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables		14,589	3,268
Financial liabilities		67,294	33,235
Current tax liabilities		5,400	106
Provisions		24,432	8,294
<b>Total Current Liabilities</b>		<u>111,715</u>	<u>44,903</u>
<b>Total Liabilities</b>		<u>111,715</u>	<u>44,903</u>
<b>Net Assets</b>		<u>2,269,930</u>	<u>2,325,040</u>
<b>Members' Funds</b>			
Retained profits		2,269,930	2,325,040
<b>Total Members' Funds</b>		<u>2,269,930</u>	<u>2,325,040</u>

The accompanying notes form part of these financial statements.

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Notes to the Financial Statements**  
**For the year ended 31 July 2021**

## **Note 1: Summary of Significant Accounting Policies**

### **Basis of Preparation**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act of Western Australia. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

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

#### **(a) Accounts Receivables and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

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

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### **(c) Impairment of Assets**

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

#### **(d) Employee Benefits**

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

#### **(e) Cash and Cash Equivalents**

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

#### **(f) Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

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**Notes to the Financial Statements**  
**For the year ended 31 July 2021**

Interest revenue was recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue was recognised when the right to receive a dividend had been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

Rental income from operating leases was recognised on a straight-line basis over the term of the relevant leases.

Revenue from the rendering of a service was recognised upon the delivery of the service to the customer.

**(g) Leases**

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

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the 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 that 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 charged as expenses in the period in which they are incurred.

**(h) 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 the acquisition of the asset or as part of an item of the expense. Receivables and payables in the assets are stated inclusive of GST.

**(i) Trade and Other Payables**

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Statement by Members of the Committee**  
**For the year ended 31 July 2021**

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The Committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. Presents fairly the financial position of Albany Racing Club Inc as at 31 July 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

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

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R Rogers

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K Thomas

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Independent Auditor's Report to the Members**

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## **Report on the Audit of the Financial Report**

### **Opinion**

We have audited the financial report of Albany Racing Club Inc (the association), which comprises the Statement by Members of the Committee, the Income and Expenditure Statement, Balance Sheet as at 31 July 2021, a summary of significant accounting policies and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 31 July 2021 and [of] its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act 2015.

### **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 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.

### **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 to assist the association to meet the requirements of 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 Committee for the Financial Report**

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 2015 and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that 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 related 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.

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Independent Auditor's Report to the Members**

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**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 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.

Signed on :

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Paul Gerard Gilbert, ASIC Registered Auditor 165334  
186-190 Princess Royal Drive, Albany WA 6330

**Albany Racing Club Inc**  
**Albany Racing Club Inc. ABN 66 116 285 578**  
**Certificate by Member of the Committee**  
**For the year ended 31 July 2021**

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I, R Rogers, and I, K Thomas certify that:

- a. We attended the annual general meeting of the association held on .
- b. The financial statements for the year ended 31 July 2021 were submitted to the members of the association at its annual general meeting.

Dated

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R Rogers  
Committee Member

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K Thomas  
Committee Member