

ANNUAL REPORT

2023/24



Presidents Report 2024

As we reflect on another successful year at the Belconnen Soccer Club, I want to express my gratitude to our CEO Suzy Berry and our dedicated staff who ensure the smooth operation of our club. Also to my fellow Board members thank you for your support and contributions throughout 2024. This year, we have celebrated numerous achievements, strengthened our community engagement and enhanced our club amenities.

In light of the recent ACT election, new government policies may influence the club's future direction and financial outcomes. The Board recognizes and will take a proactive approach to the challenges and pressures facing the club industry. This has included reestablishing membership of the peak industry group, Clubs ACT. This ensures that we have access to important information, advice, support and lobbying assistance specific to the ACT Clubs industry on a regular and 'as needed' basis.

The Board plays a crucial role in ensuring sound financial management and robust governance, which are essential for the club's efficient operations. In line with this, the Board has created a Strategic Business Plan for 2024-2027 and established a committee to review our Constitution. This proactive approach not only strengthens our foundation but also positions us to adapt and thrive in a changing environment.

Our development initiatives will continue to be a key strategic focus in the coming years, alongside our commitment to strengthening core operations.

To our members, your loyalty and continued support is essential to our success and drives us to provide you with the best experience possible.

I look forward to another successful year ahead.

Kim Clarke

President

Treasurer's Report

In last year's Treasurer's Report, I talked about how the Club is moving forward into a Brave New World, where the Club faced uncertainty as to the effects of political and social developments in respect of attempts to continually reduce clubs' dependency on gambling. As I write this year's Treasurer's Report I feel little has changed, especially with the results of the ACT election not yet known.

With this in mind the Club has made plans to try and reduce its dependence on gambling. It has over the last few years developed a childcare centre at McKellar, which is now open and operating successfully. The Club owns the childcare building, which is included in the balance sheet as an investment property worth over \$4 million, and will generate regular income and cash flow for the Club. The annual rent from the childcare centre is over \$300,000 per annum, which is the equivalent of more than seven poker machines based on net poker machine revenue.

The Club has recorded a profit for the year of \$542,070. This is the second year in a row that the Club has recorded a profit, after a series of poor results as the Club travelled through the Covid pandemic.

The Club's operating revenue has decreased by 4.5% in comparison to 2023, to \$3,298,765, with poker machine revenues decreasing by 9%, and bar revenue increasing by 2%. This is primarily the result of the on-going cost of living crisis reducing discretionary spending. Other income has fallen as a result of last year's figure being inflated by the sale of the Hawker property. Every effort continues to be made to minimise costs, and this has resulted in overall expenditure being reduced in comparison to the previous year by 11%.

The above results are largely due to policies implemented by the Club's Secretary and Chief Executive Officer, Suzy Berry. Suzy has brought new ideas and strategies to the Club, which have already proved successful, and I hope will continue to bear fruit in the future. I congratulate Suzy on these changes in the way the Club is operating.

The Club's Brave New World is still unclear. There continues to be a push from both politicians and a small but quite vocal sector of the community to reduce both clubs' reliance on poker machines, and the actual number of poker machines. No one currently knows where this will finally lead, and what this will mean for the Club's future.

The penalty levied on the Club by the ACT Government, continues to be cloud hanging over the financial bottom line for it. The fine resulted from the Club breaching its original Crown Lease conditions for the McKellar property, by not building the required indoor sports facility that was one of the requirements within the lease. This lease component was not pursued as it would not have been financially viable for the Club. The origin fine of \$829,160, has been reduced twice since its imposition in 2023 – initially by 50%, to \$414,580, with a further reduction of \$159,316 being agreed in October 2023, and it is payable over five years. The Club continues to talk with the ACT Government in order to remove this condition from the lease, and eliminate any future fines, and further reduce or remove the remaining existing fine amount.

The Club's balance sheet remains strong. The Club has been able to further reduce its borrowings during the year, with the loan for the childcare centre being offset by a long-term lease to our childcare provider.

I would like to thank members for their continued support and patronage of the Club, during the year. I would also like to thank the Club's management and staff and all my fellow Directors for their continued dedication.

The Club is moving forward with confidence and optimism. As I have said in previous years our glass is always more than half full.

Cheers

Alan Jackson

Treasurer

CEO Report

The past year has been one of transformation and growth for Belconnen Soccer Club. Through the dedication and support of our Board, staff, and members, we have accomplished significant milestones that have set the club on a strong path for the future.

This year we proudly completed several major enhancements to our facilities, which have greatly improved the member experience. These include the expansion of our outdoor smoking area, the installation of new bar tops with an adjacent coffee station, and the addition of a big-screen TV. These improvements have fostered a more welcoming and engaging atmosphere, resulting in higher member usage and increased social interactions at the club.

The next 12 months promise to be a busy period for the club, with further development plans underway to continue improving our facilities and member services.

However, we also face some uncertainty following the recent ACT election, which may bring changes that could impact the club, depending on the final outcome and the policies of the elected representatives. We remain vigilant and will continue to monitor developments internally and via our membership of Clubs ACT to ensure the club remains well-prepared for any potential challenges or opportunities that arise.

I would like to take this opportunity to express my sincere gratitude to the Board and staff for their incredible support and dedication over the past year. Their hard work has been essential in making this year a success, and I look forward to continuing our efforts together as we navigate the exciting, and potentially challenging, times ahead.

Finally, I extend my heartfelt thanks to our members for their unwavering support. Your engagement and commitment to the club are what drive us to continually improve and make Belconnen Soccer Club a better place for all. We appreciate your loyalty and look forward to serving you in the year to come.

Suzy Berry

OFFICE BEARERS AND PROFESSIONAL ADVISORS

Position	Name
President	Kim Clarke
Vice President	Sharon Griffin
Treasurer	Alan Jackson
Secretary	Suzy Berry
Directors	Justin Hyland John Dexter Christopher Butz Janice McKenzie Vicki Bellingham Gary Champion
Chief Executive Officer	Suzy Berry
Accountants and Auditors	Nexia Australia
Bankers	National Australia Bank, Canberra
Lawyers	Bradley Allen Lawyers, Canberra
Patrons	Harold Hird
Life Members	John McGready Chris Burgess Claude Hammond (Deceased) Peter Ashman Ralph Evans (Deceased) Geoff Chapman (Deceased) June Willett Ken Carter Allan Turnbull (Deceased) David Wright (Deceased) Peter Macaulay Bas Pietrukowski (Deceased) Rob Newman Jeff Turner (Deceased) John Dexter Alan Jackson Kim Hancock (Deceased) Harold James Hird OAM

Belconnen Soccer Club Limited

ABN: 60 527 470 200

ACN: 099 413 733

Financial Statements

For the Year Ended 30 June 2024

Belconnen Soccer Club Limited

ABN: 60 527 470 200

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For the Year Ended 30 June 2024

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Belconnen Soccer Club Limited

ABN: 60 527 470 200

Directors' Report

30 June 2024

The Directors present their report on the Belconnen Soccer Club Limited (the Club) for the financial year ended 30 June 2024.

Information on Directors

The names of each person who has been a director during the year and to the date of this report are:

Director	Occupation	Role
Mrs K Clarke	Sports Administrator	President
Ms S Griffin	Public Servant	Vice-President
Mr A Jackson	Chartered Accountant	Treasurer
Mr J Hyland	Self-Employed	Director
Mr J Dexter	Retired	Director
Ms C Butz	Electrician	Director
Mr J McDermott (resigned 27 November 2023)	Retired	Director
Ms V Bellingham	Retired	Director
Mr G Champion	Management Consultant	Director
Ms J McKenzie (appointed 27 November 2023)	Banker	Director

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

Principal Activities

The principal activities of the Club during the financial year were the operation of a licensed club.

The Club's short and long term objectives are focused on managing the Club's assets, in order that members are able to maximise their utilisation and enjoyment of Club facilities.

The Board prepares long and short term plans, which are regularly reviewed at Board meetings. The Club measures the performance of the business through both members' feedback and its ability to meet its annual budgets.

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

Result

The Club's operating profit after income tax for the financial year was \$542,070 (2023: profit of \$1,729,834).

Company Limited by Guarantee

The liability of members is limited. Every member of the Club undertakes to contribute to the assets of the Club in the event of the same being wound up during the time that he or she is a member or within one year afterwards for the payment of the debts and liabilities of the Club contracted before the time at which he/she ceases to be a member and of the costs, charges and expenses of winding up the same and for the adjustment of the rights of the contributories amongst themselves such amount as may be required not exceeding two dollars. There are 4,985 members of the Club and are liable to contribute a total of \$9,970 if the Club is wound up.

Corporate Information

The Club is a public company limited by guarantee. The Club is registered in the Australian Capital Territory and the registered address is McKellar ACT 2617.

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Directors' Report

30 June 2024

Directors' Benefits

The Directors received no benefits during the year. They were reimbursed for expenses incurred in relation to the management of the Club.

Meetings of Directors

During the financial year, 10 meetings of directors were held. Attendances by each Director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
J Dexter	10	8
K Clarke	10	10
A Jackson	10	7
J Hyland	10	7
S Griffin	10	9
C Butz	10	8
J McDermott	5	5
V Bellingham	10	8
G Champion	10	9
J McKenzie	5	4

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 follows this Directors' Report.

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

Director: *K Clarke*

Director: *A J F*

Dated: *19 August 2024*

**Auditor's Independence Declaration
Under Section 307C of the Corporations Act 2001 to the Directors of the
Belconnen Soccer Club Limited**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024 there have been:

- i. no contraventions of the independence requirements of the Corporations Act 2001 in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.



Nexia Duesburys (Audit)
Canberra, 19 August 2024



R C Scott
Partner

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2024

	Note	2024 \$	2023 \$
Revenue			
Revenue from contracts with customers	2	3,298,765	3,455,555
Other income	2	483,946	1,897,550
		<u>3,782,711</u>	<u>5,353,105</u>
Expenses			
ACCTAB expenses		62,732	54,884
Administration		591,668	668,886
Board expenses		3,878	6,327
Borrowing costs		127,035	116,617
Cost of sales		486,466	481,203
Depreciation		451,180	428,821
Donations		6,228	2,241
General expenditure		453,538	747,699
Loss on sale of poker machines		-	36,622
Membership promotions		294,177	289,806
Overheads (bar, poker machines)		437,969	441,842
Poker machine taxes		236,005	256,812
Sports development		7,145	-
Soccer centre		82,620	91,511
		<u>3,240,641</u>	<u>3,623,271</u>
Profit/(loss) before income tax		542,070	1,729,834
Income tax expense	3	-	-
Profit/(loss) after income tax		<u>542,070</u>	<u>1,729,834</u>
Total comprehensive income for the year		<u>542,070</u>	<u>1,729,834</u>

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Statement of Financial Position**As At 30 June 2024**

		2024	2023
	Note	\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	552,858	1,424,099
Trade and other receivables	5	5,852	5,762
Inventories	6	35,214	36,029
Other assets	7	79,254	87,376
TOTAL CURRENT ASSETS		673,178	1,553,266
NON-CURRENT ASSETS			
Trade and other receivables	5	67,977	73,434
Property, plant and equipment	8	4,672,884	4,636,883
Investment property	9	4,381,156	4,393,973
TOTAL NON-CURRENT ASSETS		9,122,017	9,104,290
TOTAL ASSETS		9,795,195	10,657,556
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	196,463	255,816
Employee benefits	11	461,768	549,506
TOTAL CURRENT LIABILITIES		658,231	805,322
NON-CURRENT LIABILITIES			
Trade and other payables	10	142,537	331,664
Borrowings	12	1,069,000	2,137,213
Employee benefits	11	4,104	4,104
TOTAL NON-CURRENT LIABILITIES		1,215,641	2,472,981
TOTAL LIABILITIES		1,873,872	3,278,303
NET ASSETS		7,921,323	7,379,253
EQUITY			
Retained earnings		7,921,323	7,379,253
TOTAL EQUITY		7,921,323	7,379,253

Belconnen Soccer Club Limited

ABN: 60 527 470 200

**Statement of Changes in Equity
For the Year Ended 30 June 2024****2024**

	Retained earnings	Total
	\$	\$
Balance at the beginning of the year	7,379,253	7,379,253
Total comprehensive income	542,070	542,070
Balance at the end of the year	7,921,323	7,921,323

2023

	Retained earnings	Total
	\$	\$
Balance at the beginning of the year	5,649,419	5,649,419
Total comprehensive income	1,729,834	1,729,834
Balance at the end of the year	7,379,253	7,379,253

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Statement of Cash Flows
For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,765,957	4,939,102
Payments to suppliers and employees	(3,341,684)	(3,745,767)
Interest paid	(127,035)	(116,617)
Net cash provided by/(used in) operating activities	297,238	1,076,718
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property, plant and equipment	(331,963)	(2,882,977)
Proceeds from sale of property, plant and equipment	-	2,147,516
Payments for investment property	(97,292)	-
Rent from investment property	328,989	26,833
Net cash provided by/(used in) investing activities	(100,266)	(708,628)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Receipts from borrowings	-	2,708,306
Repayment of borrowings	(1,068,213)	(1,765,000)
Net cash provided by/(used in) financing activities	(1,068,213)	943,306
Net increase/(decrease) in cash and cash equivalents held	(871,241)	1,311,396
Cash and cash equivalents at beginning of year	1,424,099	112,703
Cash and cash equivalents at end of financial year	4 552,858	1,424,099

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information

Basis of Preparation

Belconnen Soccer Club Limited (the Club) is a not-for-profit company limited by guarantee, incorporated and domiciled in Australia. The financial statements cover the Club as an individual entity.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, Interpretations of the Australian Accounting Standards Board and the Corporations Act 2001.

A number of new or revised Australian Accounting Standards are effective for the first time in the current financial year. These standards have had no material impact on the entity.

The functional and presentation currency of the Club is Australian dollars. The amounts presented in the financial statements have been rounded to the nearest dollar.

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

The following is a summary of the material accounting policies adopted by the Club in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

Accounting Policies

(a) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs include direct costs and appropriate overheads, if any. Costs are on the basis of weighted average costs.

(b) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the reporting date. Under the concept of mutuality, the Club is only assessed for income tax on the portion of income derived from non-members and other external sources.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the profit or loss except where it relates to items that may be credited directly to equity, in which case the deferred tax is recognised in other comprehensive income and adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Club will derive sufficient assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) 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.

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information (continued)

(c) Property, Plant and Equipment (continued)

Where a revaluation has been performed, any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

The carrying amount of property, plant and equipment is reviewed at the end of the reporting period to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

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.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Club and the cost of the item can be measured reliably. All other costs (e.g. 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 assets are credited to a revaluation reserve and recognised in other comprehensive income. Decreases that offset previous increases of the same asset are charged against fair value reserves and recognised in other comprehensive income. All other decreases are charged to the profit or loss.

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the profit or loss. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a straight-line basis from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

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

Fixed asset class	Depreciation rate
Buildings and improvements	10 - 66 years
Equipment, furniture and fittings	2 - 17 years
Poker machines	5 - 8 years

(d) Investment Property

Investment property represents the property leased to a child care provider and is held for long-term rental yields and not occupied by the Club. It is carried at cost.

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information (continued)

(e) Financial Instruments

Initial recognition and measurement.

Financial assets and financial liabilities are recognised when the Club becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Club commits itself to either the purchase or sale of 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. In most circumstances trade receivables are initially measured at the transaction price.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value or amortised cost using the effective interest rate method. The subsequent measurement depends on the classification of the financial instrument as described below.

Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

The effective interest method is used to allocate interest income or interest expense over the relevant period.

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at fair value through other comprehensive income (FVTOCI):

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are subsequently measured at fair value through profit or loss (FVTPL).

Despite the above, the Club may make the following irrevocable election/designation at initial recognition of a financial asset:

- the Club may irrevocably elect to present subsequent changes in fair value of an equity instrument in other comprehensive income if certain criteria are met; and

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information (continued)

(e) Financial Instruments (continued)

- the Club may irrevocably designate a financial asset that meets the amortised cost or FVTOCI criteria as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

Financial liabilities

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

Borrowings are classified as current liabilities unless the Club has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Impairment of financial assets

The Club recognises a loss allowance for expected credit losses on financial assets that are measured at amortised cost or at FVTOCI. No impairment loss is recognised for investments in equity instruments. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial asset.

The Club recognises lifetime expected credit losses for trade receivables. The expected credit losses on these financial assets are estimated based on the Club's historical credit loss experience adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the future direction of conditions at the reporting date, including time value of money where appropriate.

(f) Impairment of Non-financial Assets

At the end of each reporting period, the Club 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. Value in use is either the discounted cash flows relating to the asset or depreciated replacement cost if the criteria in AASB 136 'Impairment of Assets' are met. Any excess of the asset's carrying value over its recoverable amount is expensed to the profit or loss.

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

(g) Cash and Cash Equivalents

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 which are convertible to a known amount of cash and subject to an insignificant risk of change in value, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

(h) Employee Benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled plus related on-costs are disclosed as current liabilities. Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data.

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information (continued)

(h) Employee Benefits (continued)

Contributions are made by the Club to an employee superannuation fund and are charged as expenses when incurred.

(i) Provisions

Provisions are recognised when the Club 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.

(j) Leases

The Club as Lessor

The Club leases an investment property to an early learning provider. The rental contract is for a fixed period of 15 years.

Upon entering into each contract as a lessor, the Club assesses if the lease is a finance or operating lease.

Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis.

When a contract is determined to include lease and non-lease components, the Club applies AASB15 to allocate the consideration under the contract to each component.

(k) Revenue and Other Income

Revenue is measured at the amount which the Club expects to receive in consideration for satisfying performance obligations to a customer. A performance obligation is the distinct good or service defined within the contract with a customer. The transaction price is allocated to one or more performance obligations contained within the contract, with revenue being recognised as or when the performance obligation is satisfied.

Timing of Revenue Recognition

Revenue is recognised either at a point in time or over time, when (or as) the Club satisfies performance obligations by transferring the promised goods or services to its customers.

If the Club satisfies a performance obligation before it receives the consideration, the Club recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Revenue from poker machine clearances is the amount of monies collected from the poker machine, net of the amount paid out as winnings to the customers.

Interest income is recognised using the effective interest method.

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

Notes to the Financial Statements

For the Year Ended 30 June 2024

1 Material Accounting Policy Information (continued)

(l) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation 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 stated inclusive GST.

Cash flows in the statement of cash flows are included on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(m) Comparative Amounts

Comparative figures have been adjusted, where necessary to conform to changes in presentation for the current financial year.

Critical accounting estimates and judgments

The Directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Club.

The Directors do not believe that there were any key estimates or key judgments used in the development of the financial statements that give rise to a significant risk of material adjustment in the future.

2 Revenue

	2024 \$	2023 \$
Revenue from contracts with customers:		
Poker machine revenue	1,955,551	2,144,291
Bar revenue	1,176,555	1,152,614
ACTTAB commission	27,116	21,158
Membership and raffles	139,543	137,492
	3,298,765	3,455,555
Represented by:		
Revenue recognised at a point in time	3,280,864	3,439,456
Revenue recognised over time	17,901	16,099
	3,298,765	3,455,555
Other revenue:		
Other income	115,215	853,455
Rental income from investment property	323,622	105,544
Profit on sale of assets	45,109	938,551
	483,946	1,897,550

Notes to the Financial Statements

For the Year Ended 30 June 2024

3 Income Tax Expense

(a) The major components of tax expense (income) comprise:

	2024	2023
	\$	\$
Statement of Comprehensive Income		
Current tax expense		
Current income tax charge	(40,444)	(82,995)
Loss not recognised	40,444	82,995
Deferred tax expense		
Relating to the origination and reversal of temporary differences	181,285	223,865
Timing difference not recognised	(181,285)	(223,865)
	-	-

(b) Reconciliation of income tax to accounting profit:

	2024	2023
	\$	\$
Accounting net profit/(loss)	542,070	1,729,834
Prima facie tax payable on profit from ordinary activities before income tax at 25% (2023: 25%)	135,518	432,459
Tax effect of:		
- deductible expenses not claimed in profit or loss	(200,657)	(194,832)
- non-deductible expenses	220,791	265,677
- proportion of mutual expenses not deductible	494,797	557,497
- non-assessable income	-	(320,990)
- proportion of mutual income not assessable	(610,005)	(656,816)
- utilisation of (profits)/losses	(40,444)	(82,995)
	-	-

(c) Tax Losses

The Club has accumulated tax losses for which no deferred tax asset has been recognised of \$1,157,318 (2023: \$1,319,092). The deferred tax asset associated with the loss will only be realised in the future in the event of sufficient taxable profits being available to utilise the losses, subject to meeting the required loss recoupment rules.

Belconnen Soccer Club Limited

ABN: 60 527 470 200

**Notes to the Financial Statements
For the Year Ended 30 June 2024****4 Cash and Cash Equivalents**

	2024	2023
	\$	\$
Cash at bank and on hand	552,858	1,424,099

5 Trade and Other Receivables

	2024	2023
	\$	\$
Current		
Trade receivables	485	485
Deferred rent income	5,367	5,277
	5,852	5,762
Non-current		
Deferred rent income	67,977	73,434

6 Inventories

	2024	2023
	\$	\$
Stock on hand	35,214	36,029

7 Other Assets

	2024	2023
	\$	\$
Prepayments	79,254	87,376

Notes to the Financial Statements

For the Year Ended 30 June 2024

8 Property, Plant and Equipment

	2024 \$	2023 \$
Leasehold land		
At cost	200,000	200,000
Buildings		
At cost	8,281,689	8,220,786
Accumulated depreciation	(4,287,280)	(4,112,045)
	3,994,409	4,108,741
Equipment, furniture and fittings		
At cost	1,546,991	1,502,102
Accumulated depreciation	(1,329,991)	(1,281,006)
	217,000	221,096
Poker machines		
At cost	2,024,659	1,913,812
Accumulated depreciation	(1,763,184)	(1,806,766)
	261,475	107,046
	4,672,884	4,636,883

Movements in carrying amounts of property, plant and equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Leasehold land \$	Buildings \$	Equipment, furniture and fittings \$	Poker machines \$	Total \$
Year ended 30 June 2024					
Balance at the beginning of the year	200,000	4,108,741	221,096	107,046	4,636,883
Additions	-	60,902	44,889	271,862	377,653
Disposals	-	-	-	(581)	(581)
Depreciation	-	(175,234)	(48,985)	(116,852)	(341,071)
Balance at the end of the year	200,000	3,994,409	217,000	261,475	4,672,884

Notes to the Financial Statements

For the Year Ended 30 June 2024

9 Investment Property

	2024	2023
	\$	\$
Investment property		
At cost	4,500,313	4,403,021
Accumulated depreciation	(119,157)	(9,048)
	<u>4,381,156</u>	<u>4,393,973</u>
Movement in the carrying amount of investment property:		
Balance at the beginning of the year	4,393,973	-
Additions	97,292	-
Transfer from property, plant and equipment	-	4,403,021
Depreciation	(110,109)	(9,048)
Balance at the end of the year	<u>4,381,156</u>	<u>4,393,973</u>

Investment property is depreciated on a straight line basis over 40 years.

Lessor Commitments

	2024	2023
	\$	\$
Minimum lease payments receivable but not recognised in the financial statements:		
- Not later than 12 months	322,000	322,000
- Later than 12 months but not later than five years	1,288,000	1,288,000
- Later than five years	2,790,667	3,112,667
	<u>4,400,667</u>	<u>4,722,667</u>

The initial lease term expires on 15 March 2038, with two further terms of five years at the option of the lessee.

The lease included a rent free period which is recognised as deferred rent income (Note 5). The deferred rent income will be recognised as revenue over the initial lease term on a straight line basis.

10 Trade and Other Payables

	2024	2023
	\$	\$
<i>Current</i>		
Trade payables	80,828	60,048
Other payables	86,813	119,069
Accruals	28,822	76,699
	<u>196,463</u>	<u>255,816</u>
<i>Non-current</i>		
Other payables	<u>142,537</u>	<u>331,664</u>

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Notes to the Financial Statements For the Year Ended 30 June 2024

11 Employee Benefits

	2024	2023
	\$	\$
<i>Current</i>		
Provision for annual leave	324,005	400,431
Provision for long service leave	137,763	149,075
	<u>461,768</u>	<u>549,506</u>
<i>Non-current</i>		
Provision for long service leave	4,104	4,104
	<u>4,104</u>	<u>4,104</u>
	<u>465,872</u>	<u>553,610</u>

12 Borrowings

	2024	2023
	\$	\$
<i>Non-current</i>		
Business markets loan	1,069,000	2,137,213
	<u>1,069,000</u>	<u>2,137,213</u>

The business markets loan from the National Australia Bank is secured by a registered mortgage over the Club's property at 5 Walkley Place, McKellar ACT. The loan facility expires on 30 June 2026. The Club expects the facility to be renewed on expiry. The interest rate was 7.67% at 30 June 2024 and minimum payments are interest only in arrears. The loan facility limit at year end was \$2,800,000.

At 30 June 2024, the Club had an overdraft limit of \$200,000 (2023: \$200,000) with National Australia Bank of which \$200,000 was unused (2023: \$200,000).

The Club also holds indemnity guarantees totalling \$40,000 with National Australia Bank.

Notes to the Financial Statements

For the Year Ended 30 June 2024

13 Financial Risk Management

The Club's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable and bank loans and overdraft.

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:

		2024	2023
		\$	\$
Financial Assets			
<i>At amortised cost:</i>			
Cash and cash equivalents	4	552,858	1,424,099
Trade receivables	5	485	485
Total financial assets		553,343	1,424,584
Financial Liabilities			
<i>Financial liabilities at amortised cost:</i>			
Trade and other payables	10	339,000	587,480
Borrowings	12	1,069,000	2,137,213
Total financial liabilities		1,408,000	2,724,693

14 Key Management Personnel Disclosures

Key management personnel is defined by AASB 124 "Related Party Disclosures" as those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director of the Club.

The total of remuneration paid to the key management personnel of the Club during the year is:

	2024	2023
	\$	\$
Total key management personnel compensation	279,896	477,794

15 Related Party Transactions

Key management personnel transact with the Club from time to time on normal terms and conditions that are no more favourable than those available to other members of the Club. The types of transactions involved include the purchase of food, beverages and membership. The transactions are settled at the time of the transaction, and no amounts are owing to the Club at year end in respect of these transactions. The total value of these transactions is low and is considered by the Club to be immaterial.

With the exception of compensation of key management personnel, which is separately disclosed in these statements, the only related party transaction which took place with director related entities during the year was payments totalling \$61,132 to Pacific Facilities Maintenance Pty Ltd, owned by Justin Hyland (Director), for electrical and air conditioning services. This service was provided to the Club at normal arm's length rates.

Notes to the Financial Statements

For the Year Ended 30 June 2024

16 Auditor's Remuneration

	2024	2023
	\$	\$
Auditing or reviewing the financial statements	32,700	29,810
Other services - income tax return preparation	4,000	3,500
Other services - tax consulting	7,000	-
	<u>43,700</u>	<u>33,310</u>

17 Members' Guarantee

The Club is incorporated under the Corporations Act 2001 as a company limited by guarantee. In the event the Club is wound up, the constitution states that each member is required to contribute a maximum of \$2 each towards meeting any outstandings and obligations of the Club. At 30 June 2024 the number of members was 4,985 (2023: 4,758)

18 Contingent Liabilities and Assets

In the opinion of the Directors, the Club did not have any contingent liabilities or assets at 30 June 2024 (30 June 2023: None).

19 Events After the Reporting Period

The financial statements were authorised for issue by the Board of Directors, on the date of signing the attached Directors' Declaration. The Directors have the right to amend the financial statements after they are issued.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Club, the results of those operations or the state of affairs of the Club in future financial years.

20 Information to be Provided under the Gaming Machine Act 2004 (ACT) for the Year Ended 30 June 2024

a) Arrangements with Influential Persons

The Club has written employment contracts, on normal commercial terms, with the executive management. There are no contracts or arrangements with Directors.

b) Contracts Over \$99,999

The Club did not have any contracts with suppliers for amounts over \$99,999.

c) Staff Benefits

One employee of the Club received remuneration in excess of \$150,000 for the financial year ended 30 June 2024 (2023: 2).

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Consolidated Entity Disclosure Statement

As at 30 June 2024

Subsection 295(3A)(a) of the Corporations Act 2001 does not apply to the company as the company is not required to prepare consolidated financial statements by Australian Accounting Standards.

Belconnen Soccer Club Limited

ABN: 60 527 470 200

Directors' Declaration

The Directors of the Belconnen Soccer Club Limited (the Company) declare that:

1. The financial statements and notes, as set out on pages 4 to 20, are in accordance with the Corporations Act 2001 and:
 - a. comply with Australian Accounting Standards - Simplified Disclosures and Corporations Regulations 2001; and
 - b. give a true and fair view of the financial position as at 30 June 2024 and of the performance for the year ended on that date of the Company.
2. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
3. The information disclosed in the consolidated entity disclosure statement on page 21 is true and correct.

This declaration is made in accordance with a resolution of the Board of Directors.

Director:



Director:



Dated:

19 August 2024

Independent Auditor's Report to the Members of Belconnen Soccer Club Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Belconnen Soccer Club Limited (the Company), which comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement, and the directors' declaration.

In our opinion, the accompanying financial statements of Belconnen Soccer Club Limited are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosures and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibility for the audit of the financial statements section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial statements 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.

Other information

The directors are responsible for the other information. The other information comprises the information in the Company's directors' report for the year ended 30 June 2024 but does not include the financial statements and the auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements 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 the other information we are required to report that fact. We have nothing to report in this regard.

Directors' responsibility for the financial statements

The directors of the Company are responsible for the preparation of:

- a) the financial statements that give a true and fair view and have determined that the basis of preparation described in Note 1 to the financial statements is appropriate to meet the requirements of the Corporations Act 2001 and is appropriate to meet the needs of the members. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and

For such internal control as the directors determine is necessary to enable the preparation of:

- i) the financial statements (other than the consolidated entity disclosure statement) that give a true and fair view and are free from material misstatement. Whether due to fraud or error; and
- ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibility for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 the financial statements.

A further description of our responsibilities for the audit of the financial statements is located at The Australian Auditing and Assurance Standards Board website at:
http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf. This description forms part of our auditor's report.



Nexia Duesburys (Audit)
Canberra, 19 August 2024



R C Scott
Partner

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30 JUNE 2024**

INFORMATION PROVIDED UNDER THE GAMING MACHINE ACT 2004

BENEFITS

Position	Benefit	Purpose	Value (\$)	Provider of Benefit
9 Directors	Christmas Ham / Turkey	Christmas Gift	\$180 each	Club
Management x 4	Christmas Ham	Christmas Gift	\$90 each	Club
Staff x 20	Gift Card	Christmas Gift	\$25 each	Club

BELCONNEN SOCCER CLUB LIMITED (ABN 60 527 470 200)
AUDITED COMMUNITY PURPOSE CONTRIBUTION STATEMENT
FOR THE PERIOD 01/07/2023 TO 30/06/2024

Belconnen Soccer Club (the Club) was established with the opening of our Hawker premises on 15th August 1980 and on 7th November 1998 the McKellar premises was opened.

The Club's constitution outlines our objectives which is to provide facilities, amenities and services to facilitate social intercourse, good fellowship and good citizenship amongst members and promote the game of soccer. The support the Club gives to the community aims to meet these objectives.

To that end on 23rd November 2002 McKellar park was opened.

In addition to meeting these objectives the Club has many long-standing relationships with the community. We work closely with our local community to provide a range of support to a diverse selection of community groups and organisations. We meet regularly with our long standing and local groups to nurture our relationship to ensure positive outcomes to the community. During these meetings, the Club works closely with the recipient to ensure contributions received are used appropriately. The Club reviews the procedures and processes on how the contributions are to be used on an annual basis.

Connecting with our community is a priority and this is done effectively through a variety of channels including telephone communication, emails, Club website and notice boards within the Club. Our Club's website invites and enables the broader community to approach the Club directly, should they wish to apply for financial and/or in-kind support.

The Hawker premises was sold in December 2022.

Independent Auditor's Report to the Members of Belconnen Soccer Club Limited

Opinion on the Community Purpose Contribution Statement

We have audited the attached Community Purpose Contribution Statement of Belconnen Soccer Club Limited for the financial year ended 30 June 2024 as required under Section 172 of the Gaming Machine Act 2004 and Section 74A of the Gaming Machine Regulation 2004.

In our opinion, the accompanying Community Purpose Contribution Statement is in accordance with the Gaming Machine Act 2004, including:

- (i) giving a true and fair view of the Club's Community Purpose Contributions for the period from 1 July 2023 to 30 June 2024; and
- (ii) complying with Section 172 of the Gaming Machine Act 2004 and Section 74A of the Gaming Machine Regulation 2004.

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 Statements section of our report. We are independent of the consolidated entity in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial statements 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.

Directors' responsibility for the Community Purpose Contribution Statement

The directors are responsible for compliance as required under Section 172 of the Gaming Machine Act 2004 and Section 74A of the Gaming Machine Regulation 2004. The Directors are also responsible for such internal control as they determine is necessary to enable the Statement that is free from material misstatement whether due to fraud or error.

Audit. Tax. Advisory.

Auditor's responsibility for the audit of the Statement

Our responsibility is to express an opinion based on our audit conducted in accordance with Australian Auditing Standards. Because of the inherent limitations of any assurance engagement, it is possible that fraud or error or non-compliance may occur and not be detected. An audit is not designed to detect all instances of on-compliance with the requirements of the above mention Act or Regulation as an audit is not performed continuously throughout the period and the audit procedures performed in respect of compliance with these requirements are undertaken on a test basis. The audit opinion expressed in this report has been formed on the above basis.



Nexia Duesburys (Audit)
Canberra, 19 August 2024



R C Scott
Partner

Groups Supported through Community Contributions Scheme

ACT Veteran's Hockey

Belconnen Cats Juniors

Belconnen Little Athletics

Belconnen Netball

Belconnen United Football Club

Canberra United Football Club

Hall Bushrangers

Kaleen Probus Club

Lions Club

North Canberra Bears

Probus Book Club

Western District Cricket Club

Wildcats Softball Club