

TARADALE CLUB INCORPORATED
PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

CONTENTS

	Page
Non-Financial Information:	
Entity Information	2
Statement of Service Performance	3
Financial Information:	
Statement of Financial Performance	4 -5
Statement of Changes in Net Assets	6
Statement of Financial Position	7
Statement of Cash Flows	8
Statement of Accounting Policies	9 - 10
Notes to the Performance Report	11 - 17
Auditor's Report	18 - 19

TARADALE CLUB INCORPORATED
ENTITY INFORMATION
FOR THE YEAR ENDED 31 March 2020

Legal Name of Entity:

TARADALE CLUB INCORPORATED

Type of Entity:

Incorporated Society

Registration Number:

227559

Entity's Purpose or Mission:

The Club was incorporated in June 1970 under the Incorporated Societies Act 1908. The Club aims to provide amenities, sporting activities, social events and activities and generally a community venue for members and their guests to meet and enjoy companionship as individuals or groups.

Entity Structure:

The governance of the Club is vested in the Executive Committee elected annually by the members and is applied under Committee Rules. As per the Clubs Constitution the Committee shall comprise of a minimum of six (6) and a maximum of nine (9) elected members. The Committee may, as per the Club's Constitution, appoint an Operations or Club Manager who is responsible to the Committee for the day to day running of the Club, promoting and organising events and activities and for the engagement and dismissal of employees as may be essential to provide adequate and efficient services, maintenance of the Club's assets, meeting financial objectives and control of the Club.

Main Sources of the Entity's Cash and Resources:

The Club caters to members and their guests, who are admitted to the premises under legislated provisions, and is a hospitality business based around the provision of food and beverage to a social audience. It provides lounge, entertainment and dining areas for that audience. The club provides appropriate areas for gaming and sports as well as function, conference and events facilities. The Club's revenue stems from members' subscriptions, sales of beverages, alcoholic and non-alcoholic products provided through the bar, food sales through the restaurant, social and function facilities, adjunct activities and gaming revenue.

Physical Address:

55 Wharerangi Road, Greenmeadows, Napier 4112

Postal Address:

55 Wharerangi Road, Greenmeadows, Napier 4112

TARADALE CLUB INCORPORATED
STATEMENT OF SERVICE PERFORMANCE
FOR THE YEAR ENDED 31 March 2020

Description of the Entity's Outcomes:

The Club aims to provide facilities that are a safe, secure, clean and comfortable environment where social needs and support functions can be provided through delivery of our goods and services as required by members and their guests.

Description and Quantification of the Entity's Outputs:

	This Year	Last Year
Number of Members at year end	1,541	1,650
Committee and Finance Meetings	16	13
Shows	3	3

TARADALE CLUB INCORPORATED
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 March 2020

	Notes	This Year		Last Year	
		\$	\$	\$	\$
Revenue					
<u>Fees, Subscriptions and other revenue from members</u>					
Members Subscriptions			51,330		69,329
<u>Revenue from Providing Goods & Services:</u>					
Bar Sales	1-A	769,779		637,881	
Restaurant Income	1-B	414,038		316,937	
Gaming Income	1-C	422,724		411,722	
Raffles Income	1-D	2,481		9,354	
Entertainment Income	1-E	16,659		-	
Club Facilities Hireage		6,214		3,381	
Pool & Snooker Meters		2,350		4,622	
Vending Machine Income		<u>1,352</u>		<u>874</u>	
			1,635,598		1,384,771
<u>Interest, dividends and other investment revenue</u>					
Interest Received		11		29	
Dividends		<u>336</u>		<u>220</u>	
			347		249
<u>Donations, fundraising and other similar revenue</u>					
Donations and Grants Income			9,676		12,000
<u>Other revenue</u>					
ATM Rebates		2,447		1,924	
Promotions Income		5,157		-	
TAB Commission		2,886		2,211	
Covid 19 Wage Subsidy		9,480		-	
Courtesy Coach Income		-		620	
Insurance Recovery		-		4,258	
Gain on Sale of Assets		11,263		-	
Sundry Income		<u>17,161</u>		<u>8,918</u>	
			<u>48,394</u>		<u>17,931</u>
Total Revenue			<u>1,745,345</u>		<u>1,484,280</u>
Expenses					
<u>Volunteers and Employees Related Costs:</u>					
Bar Wages	1-A	143,382		156,022	
Restaurant Wages	1-B	154,480		136,462	
Gaming Wages	1-C	41,600		30,306	
Raffles Wages	1-D	-		3,450	
Cleaning and Caretakers Wages		46,185		33,847	
Administration Wages		214,728		123,208	
Staff Training		2,031		-	
Staff Uniforms		1,722		333	
Consultancy Costs		1,360		8,034	
Employer Kiwi Saver Costs		14,864		11,031	
ACC Levies		1,702		3,993	
Other Staff Expenses		<u>319</u>		<u>3,309</u>	
			622,373		509,995
Expenses Sub-Total Carried Forward			<u>622,373</u>		<u>509,995</u>

The financial information should be read in conjunction with the accompanying Statement of Accounting Policies, Notes to the Performance Report and the Audit Report

TARADALE CLUB INCORPORATED
STATEMENT OF FINANCIAL PERFORMANCE CONTINUED
FOR THE YEAR ENDED 31 March 2020

	Notes	This Year		Last Year	
		\$	\$	\$	\$
Expenses Sub-Total Brought Forward			622,373		509,995
<u>Costs Related to Providing Goods & Services</u>					
Bar Cost of Sales & Expenses Bar	1-A		311,903		253,139
Bar Gas	1-A		3,001		2,029
Bar Laundry & Cleaning	1-A		1,297		3,118
Sundry Bar Expenses	1-A		3,362		1,775
Restaurant Cost of Sales	1-B		179,454		137,177
Restaurant Gas	1-B		3,037		2,703
Restaurant Laundry & Cleaning	1-B		3,024		2,477
Sundry Restaurant Expenses	1-B		21,607		9,988
Gaming Direct Costs	1-C		169,066		177,933
Raffles Expenses	1-D		4,698		6,947
Entertainment Costs	1-E		34,273		8,788
			734,723		606,076
<u>Administration Expenses</u>	2		112,005		115,087
<u>Operations & Maintenance Expenses</u>	3		142,073		171,264
<u>Promotions & Hospitality Expenses</u>	4		50,228		23,108
<u>Grants & Donations</u>					
Adjuncts Expenses & Grants			-		1,108
Donations and sponsorship			2,900		310
			2,900		1,418
<u>Depreciation</u>			170,733		179,972
<u>Loss on Disposal of Assets</u>			8,390		1,467
<u>Prior Year Adjustment</u>			10,000		-
Total Expenses			1,853,424		1,608,386
Trading Deficit for the Year			(108,080)		(124,106)
Revaluation of Land & Buildings			-		-
Deficit for the Year			(108,080)		(124,106)

The financial information should be read in conjunction with the accompanying Statement of Accounting Policies, Notes to the Performance Report and the Audit Report

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 March 2020**

	Notes	This Year		Last Year	
		\$	\$	\$	\$
ACCUMULATED FUNDS					
General Funds					
Opening Balance 1 April			933,190		1,025,754
Net Deficit for the year		(108,080)		(124,106)	
Less: Gaming Surplus/(Deficit)		11,565		(31,543)	
Land Revaluation		-		-	
Building Revaluation		-		-	
		<u> </u>	(119,644)	<u> </u>	(92,563)
Closing Balance 31 March			<u>813,546</u>		<u>933,190</u>
Gaming Funds					
These funds are the surplus funds from the Gaming Activities and are available for future Authorised Purposes					
Opening Balance 1 April			177		31,719
Net Surplus/(Deficit) for the year			<u>11,565</u>		<u>(31,543)</u>
Closing Balance 31 March	19		<u>11,741</u>		<u>177</u>
Land Revaluation Reserve					
Opening Balance 1 April			723,188		723,188
Increase in Valuation			<u> </u>		<u> </u>
Closing Balance 31 March			<u>723,188</u>		<u>723,188</u>
Buildings Revaluation Reserve					
Opening Balance 1 April			1,591,002		1,591,002
Increase in Valuation			<u> </u>		<u> </u>
Closing Balance 31 March			<u>1,591,002</u>		<u>1,591,002</u>
Total Accumulated Funds					
Opening Balance 1 April			3,247,557		1,057,473
Net Increases/(Decreases)			<u>(108,080)</u>		<u>(124,106)</u>
Closing Balance 31 March			<u>3,139,477</u>		<u>3,247,557</u>

The financial information should be read in conjunction with the accompanying Statement of Accounting Policies, Notes to the Performance Report and the Audit Report

TARADALE CLUB INCORPORATED
STATEMENT OF FINANCIAL POSITION
AS AT 31 March 2020

	Notes	This Year		Last Year	
		\$	\$	\$	\$
Assets					
Current Assets					
Cash at Bank and On Hand	5	159,706		53,551	
Sundry Debtors & Prepayments	7	46,359		14,943	
Stock on Hand	6	<u>26,605</u>		<u>16,083</u>	
Total Current Assets			232,670		84,577
Non-Current Assets					
Property Plant & Equipment	11	4,028,054		4,061,920	
TAB Bond	15	<u>10,000</u>		<u>10,000</u>	
Total Non-Current Assets			<u>4,038,054</u>		<u>4,071,920</u>
Total Assets			<u>4,270,723</u>		<u>4,156,497</u>
Current Liabilities					
Creditors and Accrued Expenses	8	153,417		109,750	
Employee Costs Payable	12	50,350		38,984	
Members' prepaid purchases		315		1,204	
Members' Loyalty Points		5,680		2,316	
Income received in advance		109,037		3,965	
Funds held on behalf		3,568		2,038	
Vehicle Finance Current Portion	10	13,928		-	
Bank Loans-Current Portion	9	<u>41,874</u>		<u>59,768</u>	
Total Current Liabilities			378,170		218,025
Non-Current Liabilities					
18 Hole Golf Loan	10	15,000		-	
9 Hole Golf Loan	10	7,000		-	
Racing Adjunct Loan	10	5,000		-	
Indoor Bowls Loan	10	5,000		5,000	
Bowls Loan	10	73,000		40,000	
Vehicle Finance	10	23,814		-	
Bank Loans	9	<u>624,263</u>		<u>645,915</u>	
Total Non-Current Liabilities			<u>753,077</u>		<u>690,915</u>
Total Liabilities			<u>1,131,246</u>		<u>908,940</u>
Total Net Assets			<u>3,139,477</u>		<u>3,247,557</u>
Represented by:					
Retained Earnings			813,546		933,190
Gaming Funds			11,741		177
Land Revaluation Reserve			723,188		723,188
Buildings Revaluation Reserve			<u>1,591,002</u>		<u>1,591,002</u>
Total Equity			<u>3,139,477</u>		<u>3,247,557</u>

ÖÖÖÖÖÖÖÖÖÖÖÖÖÖÖÖ

ÖÖÖÖÖÖÖÖÖÖÖÖÖÖÖÖ

The financial information should be read in conjunction with the accompanying Statement of Accounting Policies, Notes to the Performance Report and the Audit Report

TARADALE CLUB INCORPORATED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 March 2020

	This Year \$	Last Year \$
Cashflow from Operating Activities		
Cash was provided from:		
Income from providing goods and services	1,644,663	1,381,315
Fees Subscriptions and other revenue	51,330	46,340
Donations, fundraising and other similar revenue	9,676	12,000
Interest and Dividends Received	236	1,327
Other Income	<u>141,406</u>	<u>17,931</u>
	1,847,311	1,458,913
Cash was applied to:		
Payments to suppliers and employees	1,620,907	1,376,272
Interest Paid	46,739	47,825
Grants and Donations paid	2,900	1,418
Net GST paid	<u>6,622</u>	<u>(1,551)</u>
	<u>1,677,168</u>	<u>1,423,965</u>
Net Cash Inflow from Operating Activities	<u>170,144</u>	<u>34,949</u>
Cashflow from Investing Activities		
Cash was applied to:		
Purchase of Property Plant & Equipment	122,184	123,647
Net Cash (Outflow) from Investing Activities	<u>(122,184)</u>	<u>(123,647)</u>
Cashflow from Financing Activities		
Cash was provided from:		
Increase in Bank Funding - line of credit	-	23,367
Vehicle Finance	42,358	-
Loans from Adjuncts	<u>60,000</u>	<u>45,000</u>
	<u>102,358</u>	<u>68,367</u>
Cash was applied to:		
Vehicle Finance repayments	4,616	-
Repayment of Loans	<u>39,547</u>	<u>27,357</u>
	<u>44,163</u>	<u>27,357</u>
Net Cash Inflow/(Outflow) from Financing Activities	<u>58,195</u>	<u>41,010</u>
Net Increase/(Decrease) in Cash Held	106,155	(47,688)
Cash and Bank Balances at Beginning of year	<u>53,551</u>	<u>101,239</u>
Cash and Bank Balances at End of the Year	<u>159,706</u>	<u>53,551</u>

The financial information should be read in conjunction with the accompanying Statement of Accounting Policies, Notes to the Performance Report and the Audit Report

TARADALE CLUB INCORPORATED
STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 31 March 2020

Basis of Preparation

The Club has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000 for the last two annual reporting periods. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Tier 2 PBE Accounting Standard Applied

The Club has elected to adopt NFP PBE IPSAS 17 Property Plant and Equipment. Under this standard the Club's land and buildings have been revalued at the current rateable valuation and the resulting surpluses added to revaluation reserves.

Measurement Basis

Unless otherwise stated the measurement basis adopted is that of modified historical cost

Goods and Services Tax (GST)

All amounts are recorded exclusive of GST, except for Debtors and Creditors which are stated inclusive of GST. The Club is registered for GST.

Income Tax

Where the Club generates income from non-members it is liable to Income Tax on that income, which includes any interest or dividends received. As the Club is an Incorporated Society it is eligible for a \$1,000 exemption. All Trading with Club Members is within the tax principle of mutuality, which does not give rise to tax liabilities

Bank Accounts and Cash

Bank Accounts and Cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Property Plant, Equipment and Depreciation

Plant and equipment are included at cost less aggregate depreciation. Property was initially recorded at cost and then revalued to the latest Quotable Value valuation. Depreciation rates used are as follows:

Gaming Machines	24%-48% on the Diminishing Value
Plant & Fixtures & Fittings	9%-80.4% on the Diminishing Value
Motor Vehicles	26% on the Diminishing Value
Buildings	1.06% - 24% on Diminishing Value
Land	Nil

Revenue Recognition

Subscription revenue is recognised at the time the subscriptions are received, the subscription period is 1 October to 30 September. Interest and Dividends received are recognised as they are received, gross of refundable tax credits received. All other income is recognised as it is received when all risks and rewards of ownership have been passed to the customer and can be reliably measured.

Valuation of Inventories

Inventories are valued at the lower of cost and net realisable value. Cost has been assigned to inventory items on hand at balance dated using the first-in-first-out basis.

Loans

Loans are recognised when the amount borrowed has been received. The loan is recognised at the principal value plus accrued interest less repayments made.

TARADALE CLUB INCORPORATED
STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 31 March 2020

Employee Entitlements

Employee entitlements to salaries and wages, annual leave and other benefits are recognised as an expense in the period when they accrue to the employees

Accounts Receivable

Accounts Receivable are stated at realisable book value after providing against debts where collection is doubtful.

Leases

The club leases certain equipment. Operating lease payments, where the lessors effectively retain substantially all of the risks and benefits of ownership of the lease items, are included in the determination of the net surplus in equal instalments over the lease term.

Functional Currency

These financial statements are presented in New Zealand dollars (\$), which is the Club's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest whole dollar.

Changes in Accounting Policies

Last year it was decided to recognise subscriptions in full as and when they are received.

There have been no changes in accounting policies for the current year and only the one above for the previous year.

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 1 Analysis of Revenue

	This Year		Last Year	
	\$	\$	\$	\$
<u>1-A Bar Trading</u>				
Liquor Sales		769,779		637,881
Less: Cost of Sales				
Opening Stock	13,002		14,103	
Purchases Liquor	318,247		252,038	
Less: Closing Stock	<u>(19,347)</u>		<u>(13,002)</u>	
		<u>311,903</u>		<u>253,139</u>
Gross Profit	59%	457,877	60%	384,741
Less: Bar Wages		143,382		156,022
Bar Gas		3,001		2,029
Bar Laundry & Cleaning		1,297		3,118
Sundry Bar Expenses		<u>3,362</u>		<u>1,775</u>
		<u>151,042</u>		<u>162,944</u>
Net Bar Income		<u>306,835</u>		<u>221,798</u>
 <u>1-A Restaurant Trading</u>				
Restaurant Income		414,038		316,937
Less: Cost of Sales				
Opening Stock	3,081		1,959	
Purchases Restaurant	183,632		138,299	
Less: Closing Stock	<u>(7,258)</u>		<u>(3,081)</u>	
		<u>179,454</u>		<u>137,177</u>
Gross Profit	57%	234,584	57%	179,760
Less: Restaurant Wages		154,480		136,462
Restaurant Gas		3,037		2,703
Restaurant Laundry & Cleaning		3,024		2,477
Sundry Restaurant Expenses		<u>21,607</u>		<u>9,988</u>
		<u>182,148</u>		<u>151,631</u>
Net Restaurant Income		<u>52,436</u>		<u>28,129</u>

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 1 Analysis of Revenue

	This Year		Last Year	
	\$	\$	\$	\$
<u>1-C Gaming Trading</u>				
Gross Income from Gaming Machines		422,724		411,722
Depreciation Recovered		<u>10,715</u>		<u>-</u>
		433,439		411,722
Less: Direct Costs				
Accounting Fees	2,500		2,500	
Audit Fees	2,250		2,250	
Gaming Duty	97,494		94,696	
Problem Gambling Levy	4,512		6,155	
Electronic Monitoring Costs	14,088		19,656	
Gaming Machine Maintenance	17,903		20,824	
Gaming Licences	16,502		18,341	
Other Expenses	1,767		1,460	
Electricity	7,650		7,650	
Insurance	<u>4,400</u>		<u>4,400</u>	
		169,066		177,933
Wages	41,600		30,306	
Loss on Sale of Gaming Machines	-		692	
Depreciation on Gaming Machines	<u>36,532</u>		<u>36,393</u>	
		<u>247,198</u>		<u>245,324</u>
Net Gaming Income		186,241		166,398
Less: Authorised Purposes (Note 18)		<u>174,676</u>		<u>197,941</u>
Gaming Surplus/(Deficit)		<u>11,565</u>		<u>(31,543)</u>
<u>1-D Raffles Trading</u>				
Raffles Income		2,481		9,354
Less: Expenses including door draw	4,698		6,947	
Raffles Wages	<u>-</u>		<u>3,450</u>	
		<u>4,698</u>		<u>10,397</u>
Raffles Net Income		<u>(2,217)</u>		<u>(1,043)</u>
<u>1-E Entertainment Trading</u>				
Entertainment Income		16,659		-
Less: Costs		34,273		8,788
Entertainment Net Income		<u>(17,614)</u>		<u>(8,788)</u>

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 2 Administration Expenses

	This Year	Last Year
	\$	\$
Accountancy Fees	4,700	4,550
Audit Fees	1,785	1,750
Bank Charges	7,083	4,450
IRD Penalties	34	641
General Expenses	281	2,481
Computer Expenses	6,267	8,018
Insurances (Club)	27,435	23,759
Legal Fees	-	1,699
Interest Paid	47,802	50,259
Capitation	5,403	5,836
Postage	-	29
Printing & Stationery	8,226	7,631
Delegates' Expenses	-	1,403
Telephone & Internet	2,989	2,580
	<u>112,005</u>	<u>115,087</u>

Note 3 Operations & Maintenance Expenses

Cleaning & Hygiene	16,425	22,267
Members Cards and Discount Vouchers	1,983	1,062
Electricity & Gas	39,368	42,437
Rates	16,653	14,886
Licence & Association Fees	11,030	5,730
Equipment Rentals	8,178	7,298
R & M - Consumables	2,288	1,884
R & M - Buildings	22,386	43,533
R & M - Plant and Machinery	405	7,212
R & M - Grounds	-	3,064
Sundry Assets under \$500	-	1,319
Subscriptions Sky TV	13,992	11,159
Security	1,740	2,048
TAB Expenses	98	112
Courtesy Coach Expenses	<u>7,528</u>	<u>7,252</u>
	<u>142,073</u>	<u>171,264</u>

Note 4 Promotions & Hospitality Expenses

Advertising	11,678	5,630
Marketing/Promotional	37,913	15,277
Hospitality	637	926
Members' Door Draw	-	1,276
	<u>50,228</u>	<u>23,108</u>

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

	This Year \$	Last Year \$
Note 5 Analysis of Bank Accounts		
BNZ Club Cheque Account	17,656	17,500
BNZ Club Gaming Account	19,767	9,621
TSB Taradale Club Trading Acc	117,386	1,331
TSB Taradale Club Gaming Acc	3,947	1,049
Cash on Hand	<u>950</u>	<u>24,050</u>
	<u>159,706</u>	<u>53,551</u>
Note 6 Analysis of Stocks on Hand		
Bar Stock	19,347	13,002
Restaurant Stock	<u>7,258</u>	<u>3,081</u>
	<u>26,605</u>	<u>16,083</u>
Note 7 Analysis of Accounts Receivable and Prepayments		
Trade Debtors	4,484	7,961
Income Tax	111	-
Insurance Prepayment	30,173	-
Capitation Prepayment	4,104	-
Sundry Prepayments	<u>7,488</u>	<u>6,982</u>
	<u>46,359</u>	<u>14,943</u>
Note 8 Analysis of creditors and accrued expenses		
Trade Creditors	114,506	62,826
PAYE	15,417	10,858
Gaming Duty	5,062	8,442
GST	9,172	15,794
Accrued Expenses	5,763	9,396
Interest	<u>3,497</u>	<u>2,434</u>
	<u>153,417</u>	<u>109,750</u>

Note 9 Bank Loans

The Club has three bank loans with the TSB Bank. These loans are secured by a registered first mortgage over the Club's property at 55 Wharerangi Road, Greenmeadows Napier.

Loan 1 is a principal and interest loan for a term of seven years. Loan 2 is an interest only loan for a term of twenty years

The third loan is a revolving credit facility with the TSB bank that was established last financial year, with a limit of \$150,000. As at balance date this facility had a balance of \$33,513 (2019: \$59,768)

and the interest rate is 6.89% per annum.

	Current Portion	Non- Current Portion	Total 2020	Total 2019
TSB Bank Loan No. 1 - interest rate 5.50% per annum	8,361	149,147	157,508	170,800
TSB Bank Loan No. 2 - interest rate 5.50% per annum	-	475,116	475,116	475,115
TSB Bank Revolving Credit Facility	33,513	-	33,513	59,768
	<u>41,874</u>	<u>624,263</u>	<u>666,137</u>	<u>705,683</u>

Note 10 Other Financing

The vehicle purchased during the financial year was financed by UDC Finance for a term of 36 months the interest rate is 1.9% per annum and the monthly payments are \$1,210.86. The balance owing at 29 March 2020 was \$37,742 of which \$13,928 was current and \$23,814 was longer term.

The Club has received loans from five adjuncts. These loans are at an interest rate of 4.5% per annum.

The loans are for a minimum period of one year with the ability to roll over annually for another one year term.

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 11 Property Plant & Equipment

This Year						
Asset Class	Opening Carrying Amount	Purchases	Sales/ Disposals	Revaluation	Current Year Depreciation	Closing Carrying Amount
	\$	\$	\$	\$	\$	\$
Land	1,025,000					1,025,000
Buidings	2,920,845	31,548			116,177	2,836,216
Plant, Fixtures & Fittings	48,189	27,330	8,825		14,352	52,342
Motor Vehicles	326	42,359	321		3,672	38,692
Gaming Machines	67,560	46,061	1,285		36,532	75,804
Total	4,061,920	147,298	10,431	-	170,733	4,028,054
Last Year						
Asset Class	Opening Carrying Amount	Purchases	Sales/ Disposals	Revaluation	Current Year Depreciation	Closing Carrying Amount
	\$	\$	\$	\$	\$	\$
Land	1,025,000					1,025,000
Buidings	3,028,721	15,801			123,677	2,920,845
Plant, Fixtures & Fittings	51,686	17,065	775		19,787	48,189
Motor Vehicles	441				115	326
Gaming Machines	93,645	11,000	692		36,393	67,560
Total	4,199,493	43,866	1,467	-	179,972	4,061,920

The revaluation amounts reflect the latest Quotable Value Rating Valuation dated 1 September 2019

Note 12 Analysis of Employee Costs Payable

	This Year	Last Year
	\$	\$
Accrued Wages	9,173	7,114
Staff Holiday Pay Owing	41,177	31,870
	<u>50,350</u>	<u>38,984</u>

Note 13 Operating Lease Commitments

Not Later than one year	11,185	6,617
Later than one year and no later than five years	14,722	5,893
	<u>25,907</u>	<u>12,510</u>

Note 14 Contingent Liabilities and Capital Commitments

At balance date there are no known contingent liabilities or capital commitments (2019: Nil)

Note 15 Guarantee

The Club has given a guarantee to the TAB for \$10,000 in accordance with their requirements for use of their facilities.

Note 16 Related Party Transactions

All Members of the Executive and key management are members of the Club. As members they enjoy the services and facilities of the Club on the same terms and conditions as other members. There are no other related party transactions

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 17 Subsequent Events

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation of these financial statements (2019: Nil)

Note 18 Gaming Authorised Purposes

	This Year	Last Year
	\$	\$
Audit Fees	1,750	2,250
Accountancy	1,300	1,450
Bank Charges	260	-
Insurance	-	24,012
Capitation Clubs NZ	5,188	-
Sky TV	12,740	11,159
Printing Stationery & Postage	-	2,153
Interest on Bank Loans	40,048	50,259
Printing Member Cards	1,100	-
Stationery	2,982	-
Marketing/Promotional	766	-
Consultancy	350	10,786
Security	1,564	2,352
Fire Alarm Monitoring	727	1,055
Advertising	9,002	-
Sundry Assets	16,952	696
Staff Uniforms	675	-
Quizmaster	-	420
Cleaning & Pest Control	-	3,330
Conference and Travel Costs	-	720
Staff Training & Recruitment	796	-
Rates	842	781
Telephone	1,727	2,267
Computer Systems Support	3,466	6,260
R&M Buildings - Part Only	7,066	21,896
Electricity & Heating - Part Only	-	9,327
Cleaning	910	-
Administration Wages - part	64,465	46,767
Total Authorised Purposes	<u>174,676</u>	<u>197,941</u>

Note 19 Gaming Funds Reconciliation

BNZ Club Gaming Account	19,767	9,621
TSB Taradale Club Gaming Acc	<u>3,947</u>	<u>1,049</u>
	23,713	10,670
Less: Gaming Duty for March	5,062	8,442
Gaming Depreciation	-	(5,000)
Gaming GST - March	<u>6,910</u>	<u>7,051</u>
	<u>11,972</u>	<u>10,493</u>
	<u>11,741</u>	<u>177</u>

TARADALE CLUB INCORPORATED
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 March 2020

Note 20 Going Concern

The Committee acknowledges that the Club has a negative working capital position as at 31 March 2020 of \$145,500 (2019: \$133,448). The Club is reliant on gaming machine income to support its operations. There is material uncertainty related to events or conditions that may cast significant doubt on the Club's ability to continue as a going concern and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Committee however have reasonable expectation that it has adequate resources to continue operations for the foreseeable future. The committee is confident based on information currently available to it that our current assets to current liabilities ratio will improve markedly over the coming year

Note 21 Piko Piko Trust Ltd.

Piko Piko Trust Ltd is a wholly owned company of the Taradale Club Inc. and was formed to allow the club to obtain an on-licence for the restaurant to allow us to permit non members to purchase and consume alcoholic beverages in the restaurant. The restaurant is run by the Taradale Club hence the income and expenses are theirs. Piko Piko Trust Ltd is a non trading entity. Its Directors are A J Beneke (Operations Manager) and G K McCarthy (Director of Finance)

Note 22 Accounting Year

At our 2019 AGM the members approved a change to our constitution (Clause 2.2) that our Financial Year 31 March for accounting purposes could finish on the closest Sunday to that date. This year that is 29 March 2020. This date coincides with our weekly pattern for payroll, income and stock reporting. Due to Covid-19 there was no trading beyond that date in 2020.