



Treasurers Report to AGM March 2023

1. Summary

The Club's audited accounts for the financial year ended 31 October 2022 are available on the Club's website.

The President has covered a number of aspects of the Club's financial performance in his report, which should be considered alongside what is set out here.

As the uncertainties imposed by COVID-19 in previous years have reduced, the Club's finances have shown a strong recovery. Income rose 24% over 2021, primarily through increased accommodation revenue, largely resulting from refunds dropping from \$296,121 in 2021 to \$36,040.

The operating result was a surplus of \$162,319, a significant turn-around from 2021's \$16,847 loss.

2. Income Statement

	2022	2021
Income	\$ 774,573	\$ 625,460
Operating expenses before interest, depn, amtn	-\$ 359,508	-\$ 377,030
Operating result before interest, depn, amtn	\$ 415,065	\$ 248,430
Less: interest on loan	-\$ 5,987	-\$ 12,304
Operating result before depn & amtn	\$ 409,078	\$ 236,126
Less: Depn, amtn on land and buildings	-\$ 159,461	-\$ 165,130
Less: AASB16 Depn and interest on leases	-\$ 87,298	-\$ 87,843
Operating result	\$ 162,319	-\$ 16,847

3. Capital Expenditure

With the Club returning to a strong operating position, we can start to move on outstanding maintenance issues. Planning for structural repairs to Kyilla has begun and the Club can move forward with replacement of appliances and other expenditure.

4. Ongoing Matters

In the previous year, the Club had applied to the NSW Small Business Commissioner to provide mediation with NPWS over rent relief for 2020. The date for mediation was postponed while a similar case brought by another club was heard by the NSW Civil and

Administrative Tribunal (NCAT), the result of this likely to strongly influence both the Club's and NPWS's position. We are still awaiting NCAT's determination.

With regard to rent relief for 2021, SLOPES had proposed to act on behalf of us and 64 other clubs in negotiations with NPWS with a view to reducing the workload on the Club, and reaching a more equitable outcome. This did not appear to come to fruition, with NPWS dealing direct with the Club as previously, and again offering an inadequate amount of rent relief. How the Club responds to this offer will be largely guided by the outcome of the 2020 rent relief negotiations.

5. Cash Position

As at 31 October 2022 the Club had cash at the bank of \$91,656 and a loan balance of \$14,752. While the Club is in a position to pay off the loan, we plan to keep the loan account open; as the line of credit has assisted the Club in coping with the unexpected financial challenges encountered over the past few years, and may well be needed for unforeseen circumstances to come. The loan expires 4 December 2023. It is intended that the facility will be re-negotiated prior to expiry.

The Statement of Cashflows discloses net cash flow from operating activities of \$367,415 as compared to \$274,496 in 2021.

6. Conclusion

The Club has recovered well from the impacts of COVID-19 with an excellent operating result and very healthy balances in the bank. The Club is in a very strong financial position moving forward.

Russell Kerrison
Treasurer