



## **Thirty-sixth Annual Report 2016-2017**



**Annual General Meeting of Members**  
Sunday 22<sup>nd</sup> October 2017 at 10.30am

# Sunshine Coast Turf Club Inc.

ABN: 22 950 178 141

## Thirty-sixth Annual Report 2016-2017

### Board of Management Office Bearers



**Chairman**  
*Peter Boyce OAM*



**Deputy Chair**  
*Mary Henzell*



**Treasurer**  
*Bill Wendt*



**Board Member**  
*Don Jackson*



**Board Member**  
*Travis Schultz*



**Board Member**  
*Tony Shadforth*



**Board Member**  
*Dr Bernie Spilsbury*



**Chief Executive**  
*Mick Sullivan*

# Notice of 2017 Annual General Meeting

Notice is hereby given that the Thirty-sixth Annual General Meeting of Members of the Sunshine Coast Turf Club Inc. will be held in the Members Lounge, Corbould Park Racecourse, 170 Pierce Avenue, Caloundra, on Sunday 22<sup>nd</sup> October 2017 at 10.30am.

## Business Agenda

- To confirm the Minutes of the previous Annual General Meeting held on Sunday 9<sup>th</sup> October 2016.
- To receive the Annual Report of the Board of Management, the Profit and Loss Statement for the year ended 30<sup>th</sup> June 2017, Balance Sheet as at 30<sup>th</sup> June 2017 and Auditor's Report.
- In accordance with Rule 21.2(d) to (f), discussion will ensue on matters related to the Club's affairs.
- To pass a Special Resolution to amend Rule 6 – Membership & Rule 10 – Admission of Members.
- To move the Club's Auditor be appointed. In the event of an election Auditor to act as Returning Officer.
- To elect four (4) members to the Board of Management.

Dated at Caloundra: 5<sup>th</sup> September 2017

*M.F. Sullivan* – Chief Executive  
By Order of the Board of Management

# Chairman's Report



Dear Members,

On behalf of the Board of Management, I have pleasure in submitting the Sunshine Coast Turf Club's Annual Report, Profit and Loss Statement, Balance Sheet and Auditor's Report for the year ended 30<sup>th</sup> June 2017.

## Financial Results

Once again the Club has had a very strong financial year, with an Operating Profit for the 2016/17 year of \$658,082 which incorporates the SCRUT sinking fund contribution of \$56,215. Net profit achieved after depreciation, share of SCRUT losses and Plant and Equipment write off is \$211,241.

A number of areas contributing to this profit are as follows:

An analysis of this profit compared to the previous year, race meetings conducted up from 64 to 71, additional meetings were mainly Wednesdays, to assist the industry due to the problems at Eagle Farm.

**Bar & Catering Sales** – Net profit for the year was \$686,581 up from \$674,077 the previous year, which is a great result.

**Gate Takings** – Public admissions up, \$405,959 compared to \$382,859 the previous year mainly due to not having a Caloundra Cup in the previous financial year and the additional meetings.

**Oncourse Totalisator** – Net profit of \$19,957. This is down \$36,503 on the previous year, mainly due to the impact of fixed odds betting at a 2.9% lesser return to the Club, compared with parimutuel betting. This is a disturbing trend which will no doubt continue.

The 2016/17 result is extremely pleasing to report and places the Club in a great position to continue the improvements to our facility for all patrons.

## Sunshine Coast Turf Club Stable Complex

The Stable Complex continues to be a great boost to the Club with 100% occupancy throughout the year.

Trainers certainly have the advantage of being able to work their horses during adverse weather conditions on the Cushion Track and Sunshine Coast Turf Club trained horses continue to have a successful impact on racing throughout South East Queensland.

## **2017-2018 Racedate Allocation**

The 2017-2018 Racing Season (1<sup>st</sup> July 2017 – 30<sup>th</sup> June 2018) will see the Sunshine Coast Turf Club race 71 times with 2 Caloundra Cups on the first and last days of the financial year:

Raceday summary: 45 Sundays, 2 Saturdays, 1 Friday, 4 Friday Twilights, 10 Friday Nights, 3 Wednesdays, plus Feature Race Meetings: 2 Caloundra Cups (1 July 2017 & 30 June 2018), Melbourne Cup, Boxing Day, Coastline BMW Sunshine Coast Cup / 2YO Classic and Hot 91.1 Ladies Oaks.

## **Gold Members**

As Minuted at the 2013 Annual General Meeting, it was agreed to include a list of Gold Members in the Annual Report. Gold Membership is offered to those members who have been Members of the Club continually from (and prior to) 1985/86 and who are over the age of 75 years.

The Club's current Gold Members are:

Mary Amos, Kevin Asmus, John Bagley, Aldo Bevacqua, Keith Bradfield, Florence Bush (Ronald), Glen Carsburg, John Dolan, Trevor Hirn, Patricia Jensen (C.A. Mabb), Keith Kemp, Jean LeBrocq (Philip), Margaret Levy, Joy McConechy (Alan), Shirley Nunquam (Donald), Dympna Pitt (John), Jean Piva (Bluey), Betty Power (Virgil), Gavin Roberts, Robert Robertson, Graham H Smith, Roy Standfast and Patricia Traill.

## **In Memory**

It is with sadness we record the passing of the following Members:

Gold Members: Noel Carter, Thomas O'Callaghan & Aubrey Woodbridge.  
Member: Geoffrey Drummond.

To their family and friends and to other Members who have suffered bereavement, we extend sincere condolences.

## **Board of Management 2017-2018**

In accordance with the Constitution and Rules of the Club the following four members of the Board of Management retire by rotation and being eligible for re-election have nominated accordingly:

**P.G. (Peter) Boyce, W.F.C. (Bill) Wendt, D.S. (Don) Jackson & A.J. (Tony) Shadforth.**

As there were no nominations received, these members have been elected unopposed for the ensuing term.

## Appreciation

Another financial year that has been very successful for the Club.

We are also about to embark upon a completely new era in that Mick Sullivan, after 17½ years retired on 31<sup>st</sup> August 2017, and we welcome John Miller, who commenced here on 19<sup>th</sup> June 2017.

As you have been advised, John has extensive experience in the racing industry and I am sure that he will be a very suitable replacement for Mick.

Mick and his family will remain in this area and he will most definitely be a regular attendee at the races.

The Club has thanked and wants to ensure that it is publicly acknowledged, that Mick's work here as CEO, which has been for more than half the time the Club has been in existence, has been exceptional and we thank him for all his work and his dedication to the Club.

You will have seen that throughout the last year there has been significant painting and repairs carried out to our facilities. This is in keeping with ensuring that the track and its facilities are presented in first class order.

Again, thank you Mick for organising these matters and making sure that we are presented in the most professional manner that is available to us.

I am grateful for the support of fellow Board members and their commitment to the Club throughout the year. The Club is fortunate to have a Board with such a diverse business acumen to assist with the future prosperity of the Club.

I would like to thank the following for their support throughout the year:

- Our Governing Body, Racing Queensland, Queensland Racing Integrity Commission in conjunction with the Premier, the Hon. Anastacia Palaszczuk MP and Racing Minister Hon. Grace Grace MP;
- Sunshine Coast Council - Mayor Mark Jamieson and Councillors for their continued support and assistance.

I also acknowledge the tremendous support given to the Club by its sponsors and the Club encourages you to support them where possible.

On behalf of the Board of Management, I would like to thank all Members for your continued and valued support and we look forward to the continued success of the Club.

Peter Boyce OAM  
Chairman

# Chief Executive's Report



Dear Members,

In the 2016/17 Financial Year, the Club conducted 71 race meetings. These meetings included 48 Sundays, 1 Friday, 2 Friday Day/Nights, 6 Friday Nights, 6 Wednesdays, 3 Wednesday Day/Nights, Boxing Day (Metro) and Feature meetings: Caloundra Cup, Melbourne Cup, Coastline BMW Sunshine Coast Cup & 2YO Classic and Hot 91.1 Ladies Oaks.

The following are financial statistics for the past three years:

	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17</b>
Operating Profit/Loss	\$692,235	\$646,493	\$658,082
Profit/Loss after Depreciation/SCRUT	\$2,794	\$208,140	\$211,241
Bar Sales	\$1,238,950	\$1,248,368	\$1,339,839
Catering Sales	\$701,453	\$718,859	\$757,993
Membership Numbers	855	830	849
Member Subscriptions	\$116,198	\$112,026	\$111,476
Public Admissions	\$383,403	\$382,859	\$405,959
Attendance Figures	63,602	65,897	67,123
On Course Tote Commissions	\$238,631	\$223,303	\$192,226
Racing Qld Distribution & Incentives	\$1,254,480	\$1,207,081	\$1,301,851
On-Course Tote Turnover (incl. Fixed Odds)	\$6,550,577	\$6,459,322	\$5,418,134
On-Course Tote Turnover Fixed Odds	\$3,129,853	\$3,212,506	\$2,526,286
Off Course Turnover	\$28,705,091	\$24,529,457	\$21,944,216
Bookmakers Turnover Race Meetings	\$2,478,473	\$1,774,612	\$851,862
Number of Races run	547	491	567
Number of Race Meetings	69	64	71

## **Facility Upgrades**

The Club has undertaken a number of upgrades to our facilities during the last Financial Year as follows:

### **SCTC Website**

In September 2016, the Club underwent a major upgrade to our website. The Club is well aware of the importance of social media and the requirements to keep up with the times. This is now a great asset for the Club in these ever changing times.

### **Burger Bar / Furlong Café**

Work commenced in late July 2016 with the demolition of the Burger Bar. This redevelopment from the Burger Bar to the Furlong Café, which now has a much larger kitchen, enables the Club to produce quality meals plus snacks to the general public.

In line with this upgrade the Club purchased new tables and chairs for the Furlong Area. This is an exciting innovation to the Club's facilities and will offer patrons a variety of food available at very few Racecourses. This also compliments the upgrade to the Public Bar in the previous year.

### **Big Screen**

In late September 2016, the Club purchased a 55sqm Big Screen as a replacement of the previous 40sqm Screen.

### **Members Terrace (lower level)**

The Club purchased four 6x6 square metre Marquees as part of a Racing Queensland inventory sell off. Two of these have been utilised to revamp the lower level Members Terrace to accommodate a 12m x 6m Marquee. The pavers were removed and replaced with a tiled floor, with TV monitors and refrigeration installed, thus creating a new function area.

This area has proven extremely popular for group bookings up to 60 and is a great asset to the Club's business for an area previously under-utilised.

### **Members Terrace Disabled Facilities**

The Club is well aware of the requirements in this day and age to provide facilities that meet the expectations of all patrons. In this regard the Club installed disabled toilet facilities and a disabled access ramp from the upper to lower terraces within the Members Enclosure.

### **Garden Area and path from Betting Ring to back of Members Building and adjacent to Administration Building**

This area had been an issue over the years with tree roots lifting pavers therefore creating a trip hazard. This is certainly a much safer pathway now.

### **Area at the back of the Marquee**

The area at the back of the Marquee has been bitumened. As part of this work a major sewer pump station was installed to future proof this area to allow for a major toilet block if that is ever deemed necessary. The Container Kitchen which services the large Marquee and other marquees on Feature Racedays has been connected to this sewer system to meet Council Standards.



### **Painting of all external buildings**

Painting of the external buildings commenced on Monday 30 January 2017. This has certainly given the facility a major facelift and a clean fresh modern feeling as you walk onto the Course.

### **Spaceframe Roofing**

Major Spaceframe roofing repairs were undertaken during the painting program.

### **Irrigation upgrade**

During the last six months a major upgrade to the track irrigation system has taken place. This was made possible by utilising funds from Sunshine Coast Racing Unit Trust sinking fund. Work carried out included a total upgrade to the Course Proper system, including new pumps and a new computer. This system will give a much better water coverage and alleviate a lot of man hours. The B Grass ring main was retained with everything else being upgraded. The total cost of this project was \$670,305 and we thank the Trust for having the foresight to invest in the future.

## **Events**

The wonderful facilities of the Sunshine Coast Turf Club create the perfect setting for a variety of social occasions. Companies and private individuals have taken advantage of amenities the Club has to offer throughout the year. Each year we receive many enquiries and bookings for weddings, parties, conferences, school formals and Christmas parties.

## **100 Club**

Friday 31<sup>st</sup> March 2017 saw 100 businesses come together for the annual 100 Club Gala Dinner for the chance to win naming rights to the Sunshine Coast Turf Club's Caloundra Cup to be held on Saturday 1<sup>st</sup> July 2017. All who attended had a wonderful evening.

During the evening 96 business names were drawn from the barrel, each receiving a sponsorship package with a minimum value of \$2,500.

The last four businesses out of the barrel were:

- **97th – Chaps Menswear**, winning a Melbourne Cup Day Caloundra RSL Champagne Garden package;
- **98th – All Pest Qld**, winning a Melbourne Cup Day Caloundra RSL Champagne Garden package;
- **99th – ProLiquor**, winning the naming rights to a full race day sponsorship package on Sunday 7th January 2018; and last out .....
- **The Pump House**, winning the naming rights to the 2017 **\$175,000 Caloundra Cup**.

Congratulations to all the winners on the 100 Club night, and special mention to the following business that has now been in the 100 Club for the past ten years:

### **ProLiquor.**

The Sunshine Coast Turf Club appreciate and thank every member of the 2017 100 Club for their participation and support.

## Appreciation

Well, this is it, my last of eighteen Annual Reports. It has been a great 17½ years with the Club and very rewarding to go out with another very strong financial year result. The Club has come a long way in those years and it's been a fantastic team effort from both Board Members and Staff during my tenure.

I must firstly thank the five Chairpersons for their assistance and support: Les Geeves, Don Jackson, Harry Reed, Mary Henzell and Peter Boyce.

I feel it is a great asset when you can have stable key staff and to this degree I am indebted to so many staff that have stood by me for the majority of my time with the Club: Kylie Perry, Finance Manager - 15 years; Murray Weeding, Racecourse Manager - almost 17 years; Sharon Thompson, Tote Manager - in excess of 25 years and her staff; Robert McGeorge, Maintenance Manager - 13 years and his team; Marie Benvenuti, Executive Assistant - 10 years; Brett Truloff - Head Chef – almost 15 years and his staff.

Thanks also to current senior staff for their support over a number of years: Gerry Tierney, Bar Manager and his staff ; Graham Watterston, Sales & Marketing Manager; Paul Chilton, Raceday Judge/Racing Services; Sonya Pillay Chedumbrum, Functions Manager; Shantel Garry, Receptionist/Customer Service/Digital Marketing Assistant; and all Raceday Staff.

A special mention to Reg Huxham, Trackwork Supervisor and Fred Payet, Head Gardener who have been with the Club since day one.

Our appreciation goes to Racing Queensland staff and QRIC Stewards for their assistance throughout the year, to the Club's subcontractors: Secutor Securities, ProLiquor, CMBM Facility Services, Radio 4TAB racecallers (especially Racecaller Paul Dolan), Love & Partners, Trackside Photography, Racezone and Workplace Central (casual raceday staff).

I would like to acknowledge the valuable co-operation and support we receive from our media partners: Sky Racing, Hot 91.1, Radio 4TAB, Sunshine Coast Daily and Queensland Advertising.

Thank you to the racing fraternity: bookmakers and their staff; trainers and their staff; jockeys, owners, racing industry participants, and most important of all, thank you to Club members for the invaluable support of our great Club throughout the year.

In closing, I would like to thank everyone who helped me guide the Club to the success it is today. It's been a wonderful journey, but there comes a time when you know its time to hand over the reins. To John, wife Cate and family, welcome to the Sunshine Coast and I am sure that you can continue to guide the Club from strength to strength.

This is not goodbye, it's a necessary change for Carmel and myself, but we will catch up, as I am sure that I will become a regular racegoer and enjoy this wonderful facility.

Mick Sullivan  
Chief Executive

# RACING

## 2016/17 SUNSHINE COAST TURF CLUB CALOUNDRA RSL PREMIERSHIP AWARDS

The Caloundra RSL Services Club has sponsored the Trainers and Jockeys Premiership for many years. The Club would like to acknowledge and thank the Caloundra RSL Services Club for their long term sponsorship and support of the Premiership Awards. Their support is very much appreciated by the Club and the racing fraternity.

### **Trainers Premiership**

1 <sup>st</sup>	Stuart Kendrick	(47)
2 <sup>nd</sup>	Robert Heathcote	(26)
3 <sup>rd</sup>	Liam Birchley	(20)

Congratulations to Stuart Kendrick on winning the 2016/17 SCTC Trainer's Premiership. This is Stuart's fourth premiership win since relocating his stables to Corbould Park Racecourse in early 2013.

### **Jockeys Premiership**

1 <sup>st</sup>	Jeff Lloyd	(52)
2 <sup>nd</sup>	Damian Browne	(44)
3 <sup>rd</sup>	James Orman	(41)

Congratulations to Gold Coast based jockey, Jeff Lloyd who has won his first SCTC Jockey's Premiership following on from 7 time Premiership Winner Damian Browne. One of Jeff's many highlights was riding 7 winners at the one meeting on 30<sup>th</sup> November 2016.

### **Apprentice Jockeys Premiership**

1 <sup>st</sup>	Adam Sewell	(20)
2 <sup>nd</sup>	Corey Bayliss	(13)
3 <sup>rd</sup>	Tiffani Brooker	(11)

Congratulations to Adam Sewell on taking out the Lianne Crook Memorial Shield as the 2016/17 SCTC Apprentice of the Year. Adam is apprentice to SCTC Trainers Premiership winner, Stuart Kendrick.

Congratulations to the top achievers for 2016-2017 season and the Club wishes them all the best in the 2017-2018 season.

## **FEATURE RACE MEETING RESULTS**

### **Saturday 2<sup>nd</sup> July 2016 – Cellar Maintenance Australia Caloundra Cup Day**

#### ***\$175,000 Cellar Maintenance Australia Caloundra Cup - listed (2400m)***

Winner: Amexed (NZ)  
(Trainer – Tony Gollan; Jockey – Robbie Fradd)

#### ***\$175,000 HMR Projects Glasshouse Handicap - listed (1400m)***

Winner: Flamboyer  
(Trainer – Kelly Doughty; Jockey – Jeff Lloyd)

#### ***\$125,000 XXXX Sunshine Coast Guineas Plate – Group 3 (1600m)***

Winner: Tivaci  
(Trainer – Michael Moroney; Jockey – Damian Browne)

### **Saturday 28<sup>th</sup> January 2017 – Coastline BMW Sunshine Coast Cup & 2YO Classic Day**

#### ***\$100,000 Coastline BMW Sunshine Coast Cup (1400m)***

Winner: Sir Moments  
(Trainer – Steven O'Dea; Jockey – Damian Browne)

#### ***\$125,000 Coastline BMW QTIS 2YO Classic Plate (1200m)***

Winner: Snitzkraft  
(Trainer – Kelso Wood; Jockey – Luke Dittman)

# Sponsors

## Thank you to Club sponsors

The success of the Sunshine Coast Turf Club would not be possible without the support of major and race day sponsors. Sincere appreciation is extended to them for their assistance, generosity and support. We urge members to support the Club's sponsors.

### ***Major Sponsors:***

Access Insulation  
BOQ Mooloolaba  
Butler McDermott Lawyers  
Coastline BMW  
Coca Cola Amatil  
Diageo  
HMR Projects Pty Ltd  
Hot 91.1  
Lion (XXXX)  
Montrose  
Parklands Tavern  
Samuel Smith & Son (Yalumba Wines)  
Sky Racing  
Wimmers Premium Soft Drinks

### ***Media Sponsors:***

Hot 91.1  
Radio 4TAB  
Sunshine Coast Daily

### ***Raceday Sponsors:***

Access Insulation  
Bloomhill Cancer Care  
Beautiful You Cancer Care Program  
Cellar Maintenance Australia  
CMBM Facility Services  
Coastline BMW  
COMLINK  
Coolum Business & Tourism  
Coopers Courage  
Dicky Beach SLSC  
Doug Carter & Terry 'Hassa' Adams Memorial  
Guide Dogs Queensland  
Hot 91.1  
IGA Sunshine Coast Charity (supporting Montrose)  
James Ackerman Memorial  
Kawana Junior Rugby League  
Kendrick Racing  
Maroochydore SLSC  
NCP Bathroom Centres  
Past Roos Geoff Drummond Memorial  
PFD Foodservices  
Rotary  
Royal Flying Doctor Service  
Savills  
Sandgate Brighton Parish  
SB (Sam Bohner)  
SC Falcons  
Sky Racing  
St John's College  
Stanley River Thoroughbreds  
Sunshine Coast Hotels  
The Compass Institute Inc.  
Variety QLD  
XXXX

# 100 Club 2017

The success of the Sunshine Coast Turf Club wouldn't be possible without the support of members of the 100 Club. Sincere appreciation is extended to them for their assistance, generosity and support. We urge members to support our 100 Club members:

Access Insulation Sunshine Coast  
Alfie's Moos Char & Bar  
All Pest QLD  
Allchin Airconditioning & Refrigeration  
Bassett Barks Pty Ltd  
Battery Wise Sunshine Coast  
Bidfood Foodservice  
Blacklaw & Blake Enterprises Pty Ltd  
Bolack Publications Pty Ltd  
BOSS Building Maintenance Pty Ltd  
Buderim Communications (*previously One Zero Communications*)  
Butler McDermott Lawyers  
Caloundra City Realty  
Caloundra RSL  
Caloundra Towing Tow N Ride  
Cellar Maintenance Australia  
Centrepont Holiday Apartments  
Chaps Menswear  
CMA Accounting And Taxation Services  
CMBM Facility Services Pty Ltd  
CNW Electrical Wholesale & Energy Solutions  
Coast 2 Coast Earthmoving  
Coastal Flooring Xtra  
Coastal Style Constructions  
Coastline BMW  
Contract Hydraulics Pty Ltd  
Digital Vision Direct  
EG Design  
Flying Start Syndications  
Fuji Xerox Business Centre Sunshine Coast  
Garrards Pty Ltd  
Glass FX  
Glovers Concreting Pty Ltd  
Go Transit Media Group Pty Ltd  
Golden Beach Tavern  
Grambower Concrete Pumping  
GT Print Australia Pty Ltd  
Haymans Electrical and Data Caloundra  
Higgins Coatings  
Hot 91.1  
HYGAIN  
Integrale Homes  
JLP Fabrication  
John Burgess Electrical  
K Smith & Son Jewellers  
Kia-Ora Tanawha Developments  
Love & Partners Chartered Accountants

Maleny Hotel  
 Mask Events  
 McGrath Buderim & Mooloolaba  
 Meredith Kitchens  
 Monaco Resort  
 Multimeat Australia Pty Ltd  
 Neil Mansell Concrete  
 Number One Quality Homes  
 Nurture Financial Group  
 Oaks Hotels and Resorts  
 Ocean Views Resort  
 Office National Caloundra  
 Pablo's Tex-Mex Caloundra  
 Paddy Walsh Painting & Solid Plastering  
 Parklands Tavern  
 Pelican Motors Service Centre  
 Pelican Waters Golf Club  
 Perry's Sunshine Coast Event Hire  
 PFD Foodservices  
 Pitchers Hospitality Services  
 Placemat (Kitchenware)  
 Plaster Warehouse Pty Ltd  
 Platinum Electricians  
 ProLiquor  
 Pryde's EasiFeed  
 Q Advertising  
 Quality Imports Australia  
 Race Zone Racing Supplies  
 Ross Maclean Fellowship  
 Rumba Beach Resort  
 Samuel Smith & Son / Yalumba Wines  
 Schultz Toomey O'Brien Lawyers, *part of the Slater & Gordon Group*  
 Scott McMahon Electrical  
 Sea Vista Developments  
 Secure Access Pty Ltd  
 Secutor Securities Pty Ltd  
 Sedgwick's Boutique  
 Slade Bloodstock Pty Ltd  
 Sommer's Fuel Supplies  
 South East Civil  
 Southeast Stainless  
 Stanley River Thoroughbreds  
 Stripe Pro Signs  
 Suncoast Cabs  
 Sunshine Coast Daily  
 Sunshine Coast Food Services  
 Supaview Security & Sunscreen  
 Tensens Group Pty Ltd  
 The Compass Institute Inc.  
 The Pump House  
 Trevitt Homes  
 Wear in Business  
 Weissbuilt Pty Ltd  
 Workplace Central

# **SUNSHINE COAST TURF CLUB INC.**

ABN: 22 950 178 141

## **FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 30th JUNE 2017**

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# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **BOARD OF MANAGEMENT REPORT FOR THE YEAR ENDED 30 JUNE 2017**

Your directors submit the financial report of Sunshine Coast Turf Club Inc for the financial year ended 30 June 2017.

### **Board of management members**

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

<u>Name</u>	<u>Position Held</u>
Boyce, Peter Gerard OAM	Chairman
Henzell, Mary Jane	Deputy Chair
Wendt, William Frederick Charles (Bill)	Treasurer
Jackson, Donald Stanley (Don)	Director
Schultz, Travis	Director
Shadforth, Antony James (Tony)	Director
Spilsbury, Dr Bernard Renton (Bernie)	Director

Sullivan, Michael Francis (Mick)

Secretary/Chief Executive (Non-Voting)

### **Principal activities**

The principal activities of Sunshine Coast Turf Club Inc (*the association*) during the financial year were to promote, conduct and hold race meetings for the recreation and enjoyment of members, for the association of persons interested in or connected with horse racing, and for the improvement in the breed of thoroughbred horses.

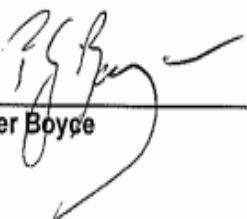
### **Significant changes**

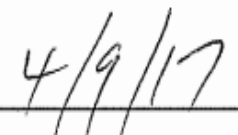
No significant change in the nature of these activities occurred during the year.

### **Operating result**

The profit/(loss) after providing for income tax was: \$211,241

Signed in accordance with a resolution of the board of management by:

  
Signed: Peter Boyce

  
Date

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	This Year \$	Last Year \$
<b>INCOME</b>			
Bar and catering operations (net)		686,581	674,077
Distribution from Racing Queensland Ltd		1,301,851	1,207,081
Other revenue		392,648	391,236
Public admissions		405,959	382,859
Sponsorship and signage		1,290,664	1,205,105
Totalisator commission (net)		19,957	56,460
Training facility		1,365,081	1,247,460
Total income	1(l)	5,462,741	5,164,278
<b>LESS: EXPENSES</b>			
Auditor's remuneration - audit services		13,500	13,000
Auditor's remuneration - other		13,990	10,780
Essential services		743,420	734,214
Interest and other bank charges		7,589	4,273
Other expenses		2,022,285	1,893,440
Payroll related expenditure		387,753	337,030
Salaries and wages		1,616,122	1,524,599
Total expenses		4,804,659	4,517,335
<b>Net profit/(loss) before income tax and non-cash items</b>		<b>658,082</b>	<b>646,943</b>
<b>ADJUST</b>			
Depreciation	1(d)	(243,161)	(240,610)
Income tax	1(a)	0	0
Investment in associate - share of losses	1(f), 6	(198,196)	(189,311)
Net profit/(loss) on disposal of property, plant and equipment	1(d)	(5,484)	(8,882)
		(446,841)	(438,803)
<b>Net profit/(loss) after income tax and non-cash items</b>		<b>211,241</b>	<b>208,140</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Investment in associate - share of revaluation and sinking fund	1(f), 6	56,215	199,815
		56,215	199,815
<b>Total comprehensive income for the year after tax</b>		<b>267,456</b>	<b>407,955</b>

The accompanying notes form part of these financial statements

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2017**

	Note	This Year \$	Last Year \$
<b>CURRENT ASSETS</b>			
Cash	2	4,107,514	3,658,048
Receivables	3	1,007,538	968,796
Inventories	4	103,248	92,294
Other	5	49,799	130,815
Total current assets		5,268,099	4,849,953
<b>NON-CURRENT ASSETS</b>			
Investments in associates	6	6,679,288	6,821,269
Property, plant and equipment	7	1,458,781	1,342,436
Total non-current assets		8,138,069	8,163,705
Total assets		13,406,168	13,013,658
<b>CURRENT LIABILITIES</b>			
Payables	8	848,249	747,633
Provisions	9	264,171	239,822
Total current liabilities		1,112,419	987,455
<b>NON-CURRENT LIABILITIES</b>			
Provisions	9	10,229	10,141
Total non-current liabilities		10,229	10,141
Total liabilities		1,122,649	997,596
Net assets surplus/(deficit)		12,283,519	12,016,063
<b>EQUITY</b>			
Reserves		4,711,322	4,655,107
Retained profits/(accumulated losses)		7,572,197	7,360,956
Total equity		12,283,519	12,016,063

The accompanying notes form part of these financial statements

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2017***Summary of Movements:*

	Retained profits/ accumulated (losses)	Accumulated other comprehensive income (a)	Asset revaluation reserve	Total reserves	Total members' Funds
<b>THIS YEAR</b>					
Opening balance	7,360,956	4,655,107	0	4,655,107	12,016,063
Current year's profit/(loss)	211,241	0	0	0	211,241
Share of revaluation and sinking fund	0	56,215	0	56,215	56,215
Transfers	0	0	0	0	0
Closing Balance	7,572,197	4,711,322	0	4,711,322	12,283,519
<b>LAST YEAR</b>					
Opening balance	7,152,816	4,455,292	0	4,455,292	11,608,108
Current year's profit/(loss)	208,140	0	0	0	208,140
Share of revaluation and sinking fund	0	199,815	0	199,815	199,815
Transfers	0	0	0	0	0
Closing Balance	7,360,956	4,655,107	0	4,655,107	12,016,063

(a) Accumulated other comprehensive income

Represents accumulated movements in fair value adjustments to the association's investment in associate.

The accompanying notes form part of these financial statements

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2017**

		<b>This Year \$</b>	<b>Last Year \$</b>
<b>SUMMARY OF CASH FLOWS FROM:</b>			
<b>OPERATING ACTIVITIES</b>			
Receipts from customers		7,754,265	6,987,454
Interest received		98,685	104,400
Payments to suppliers and employees		(7,038,495)	(6,823,731)
Net cash surplus/(deficit)		814,455	268,123
<b>INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant and equipment		13,637	19,134
Payment for property, plant and equipment	7(a)	(378,627)	(170,340)
Net cash surplus/(deficit)		(364,989)	(151,206)
<b>FINANCING ACTIVITIES</b>			
Repayment of borrowings		0	0
Net cash surplus/(deficit)		0	0
Net increase (decrease) in cash held		449,466	116,917
Cash at beginning of year		3,658,048	3,541,133
Cash at end of year	1(j), 2	4,107,514	3,658,048
<b>RECONCILIATION OF OPERATING CASH FLOW WITH NET PROFIT/(LOSS)</b>			
Net profit/(loss) from ordinary activities after income tax		211,241	208,140
<i>Adjust for non-cash items:</i>			
- Depreciation	7(a)	243,161	240,610
- Provision		24,437	11,711
- Share of associate's losses	6	198,196	189,311
- Loss/(profit) on disposal of property, plant and equipment		5,484	8,882
<i>Changes in assets and liabilities:</i>			
- Receivables (Increase)/decrease		(38,742)	(319,076)
- Prepayments (Increase)/decrease		81,016	(97,434)
- Inventories (Increase)/decrease		(10,954)	(7,217)
- Income in advance Increase/(decrease)		22,321	69,804
- Payables Increase/(decrease)		78,295	(36,607)
		814,455	268,123

The accompanying notes form part of these financial statements

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

The financial report covers Sunshine Coast Turf Club Inc (*the association*) being an individual entity incorporated in Queensland on 16 September 1988 under the *Associations Incorporation Act (Qld) 1981*.

The financial statements were authorised for issue on the date of the signed statement by the board of management.

### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Basis of Preparation**

These general purpose financial statements have been prepared in accordance with the *Associations Incorporation Act 1981* and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

#### **Accounting Policies**

##### **a. Income Tax**

The association is currently exempt from income tax under section 50 of the *Income Tax Assessment Act 1997* being a not-for-profit club established for the encouragement of horse racing.

##### **b. Inventories on Hand**

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

##### **c. Fair Value of Assets and Liabilities**

The association measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

Fair value is the price the association would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, information is extracted from the most advantageous market available to the association at the reporting date (i.e. the market that maximises the receipts from the sale of the asset or minimises the payment made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the association's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of an identical or similar financial instrument, by reference to observable market information where identical or similar instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

## **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

#### **d. Property, Plant and Equipment**

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

##### *Plant and Equipment*

Plant and equipment is measured on the cost basis and is therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(h) for details of impairment).

The cost of fixed assets constructed by the association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in profit or loss during the financial period in which they are incurred.

##### *Depreciation*

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<u>Class of Fixed Asset</u>	<u>Years</u>
- Plant and equipment	10 - 20

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

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

#### **e. Leases**

Leases of property, plant and equipment, 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 recognising an asset and a liability at the lower of the amount equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that the association will obtain ownership of the asset or ownership over the term of the lease.

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

#### **f. Investments in Associates**

Associates are entities over which the association has significant influence through holding, directly or indirectly, 20% or more of the voting power of the entity. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the association's share of net assets of the associate entity. In addition, the association's share of the profit or loss of the associate entity is included in the association's profit or loss.

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

### **9. Financial Instruments**

#### **Initial recognition and measurement**

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

Financial instruments 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.

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

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. *Fair value* represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) over the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of income or expense in profit or loss.

The association does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of Accounting Standards specifically applicable to financial instruments.

#### **(i) Financial assets at fair value through profit or loss**

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in fair value (i.e. gains and losses) recognised included in profit or loss.

#### **(ii) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

#### **(iii) Held-to-maturity investments**

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

#### **(iv) Available-for-sale investments**

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.



## **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

#### **g. Financial Instruments...continued**

##### **(v) *Financial liabilities***

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

##### **Impairment**

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

##### **Derecognition**

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the association no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

#### **h. Impairment of Assets**

At the end of each reporting period, the association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs to sell and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately recognised in profit or loss.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the association would, if deprived of the asset, replace its remaining future economic benefits, value-in-use is determined as the depreciated replacement cost of an asset.

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

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

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

### **i. Employee Provisions**

#### **Short-term employee benefits**

Provision is made for the association's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

#### **Other long-term employee benefits**

Provision is made for employees' annual leave entitlements not expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to end-of-reporting-period market yields on government bonds that have maturity dates approximating the terms of the obligations. Any remeasurements of other long-term employee benefit obligations due to changes in assumptions are recognised in profit or loss in the periods in which the changes occur.

The association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the association does not have an unconditional right to defer settlement for at least 12 months after the reporting date, in which case the obligations are presented as current provisions.

### **j. Cash on Hand**

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

### **k. Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. 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.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(h) for further discussion on the determination of impairment losses.

### **l. Revenue and Other Income**

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

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

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

The association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Donations and bequests are recognised as revenue when received.

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

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

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

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

### **m. 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 Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable, to the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

### **n. Accounts Payable and Other Payables**

Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

### **o. Provisions**

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

### **p. Critical Accounting Estimates and Judgements**

The committee evaluates estimates and judgements 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 association.

#### **Key estimates**

##### *Impairment – general*

The association assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

### **q. New Accounting Standards for Application in Future Periods**

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the association. The association has decided not to early adopt any of the new and amended pronouncements.

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>2. Cash</b>		
Cash on hand	22,950	22,750
Cash at bank (ANZ)	592,722	305,022
Cash at bank (BOQ)	10,283	10,207
Cash at bank (Ord Minnett)	1,559	1,435
Term deposit (BOQ)	1,000,000	1,038,635
Term deposit (MEB)	250,000	250,000
Term deposit (ANZ)	1,000,000	800,000
Term deposit (AMP)	250,000	250,000
Term deposit (WBC)	250,000	480,000
Term deposit (Suncorp)	250,000	0
Term deposit (NAB)	480,000	0
Term deposit (Bendigo)	0	500,000
<b>Total</b>	<b>4,107,514</b>	<b>3,658,048</b>

Note:

The effective interest rate on short-term bank deposits was 2.3% (2016: 2.9%).

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>3. <u>Receivables</u></b>		
Trade debtors	441,804	500,264
Other debtors	565,735	468,532
Less: provision for doubtful debts	0	0
<b>Total</b>	<b>1,007,538</b>	<b>968,796</b>

**Credit Risk**

The association has no significant concentration of credit risk with respect to any single counterparty or group of counterparties. The main source of credit risk to the association is considered to relate to the class of assets described as subscriptions receivable.

The following table details the association's contributions and other debtors receivable exposed to credit risk with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between the association and the member or counterparty to the transaction. Receivables that are past due are assessed for impairment by ascertaining their willingness to pay and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the association.

The balances of receivables that remain within initial terms (as detailed in the table) are considered to be of high credit quality.

Ageing analysis:

		<b>Trade &amp; Term Receivables</b>	<b>Other Receivables</b>	<b>Total</b>
<u><b>This Year</b></u>				
Gross amount		441,804	565,735	1,007,538
Past due and not impaired	< 30 days	52,442		52,442
	31 - 60 days	20,920		20,920
	61 - 90 days	0		0
	> 90 days	0		0
Within initial trade terms		368,442	565,735	934,177
		441,804	565,735	1,007,538
<u><b>Last Year</b></u>				
Gross amount		500,264	468,532	968,796
Past due and not impaired	< 30 days	33,839	0	33,839
	31 - 60 days	12,937	0	12,937
	61 - 90 days	86,020	0	86,020
	> 90 days	0	0	0
Within initial trade terms		367,468	468,532	836,000
		500,264	468,532	968,796

**4. Inventories**

Bar	88,497	81,022
Kiosk and food	13,167	9,995
Grounds - material	1,584	1,276
<b>Total</b>	<b>103,248</b>	<b>92,294</b>

**5. Other Assets**

Prepayments	49,799	130,815
<b>Total</b>	<b>49,799</b>	<b>130,815</b>

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>6. <u>Investments in Associates</u></b>		
20 Shares - 20% ownership of Sunshine Coast Racing Pty Ltd	20	20
15.4% ownership of SCRUT	6,679,268	6,821,249
Total	6,679,288	6,821,269
Principal activity - asset ownership		
Country of incorporation - Australia		
Significant influence:		
- Sunshine Coast Racing Pty Ltd acts as trustee for Sunshine Coast Racing Unit Trust ( <i>SCRUT</i> ). The Sunshine Coast Turf Club Inc owns a 20% stake in the trustee company and as a consequence is considered to have a significant influence over SCRUT.		
Movements during the year in equity accounted investments in associated companies:		
- Balance at the start	6,821,269	6,810,765
- New investments during the year	0	0
- Share of associated company's profit/(loss) after income tax	(198,196)	(189,311)
- Share of associated company's reserve increments arising during the year	56,215	199,815
- Balance at the end of the year	6,679,288	6,821,269
Summarised presentation of assets, liabilities and performance of associates:	<i>\$'000</i>	<i>\$'000</i>
- Current assets	1,810	2,640
- Non current assets	44,438	44,693
- Total assets	46,248	47,333
- Current liabilities	279	269
- Non current liabilities	2,597	2,770
- Total liabilities	2,876	3,039
- Net assets	43,372	44,294
- Revenues	434	452
- Net profit/(loss) after income tax of associates	(1,287)	(1,206)
<b>7. <u>Property, Plant and Equipment</u></b>		
Plant and equipment at cost	2,425,974	2,447,153
Less: accumulated depreciation	967,193	1,104,717
Total	1,458,781	1,342,436
(a) Summary of movements:		
Opening balance - WDV	1,342,436	1,440,720
Additions	378,627	170,340
Disposals	(19,121)	(28,014)
Depreciation	(243,161)	(240,610)
Closing balance - WDV	1,458,781	1,342,436
<b>8. <u>Payables</u></b>		
Trade creditors	374,616	314,997
Accrued charges	228,710	210,034
Income in advance	244,922	222,602
Total	848,249	747,633
<b>9. <u>Provisions</u></b>		
<i>Current:</i>		
Annual leave	148,764	136,331
Long service leave	115,406	103,491
	264,171	239,822
<i>Non-Current:</i>		
Long service leave	10,229	10,141
	10,229	10,141
Total	274,400	249,963

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>10. <u>Related Party Transactions</u></b>		
(a) Key Management Personnel		
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the association, directly or indirectly, including its committee members, is considered key management personnel.		
Key management personnel compensation:		
- short-term benefits	288,801	214,632
- other long-term benefits	0	61,655
Total	288,801	276,287
(b) Other Related Parties		
Other related parties include close family members of key management personnel, and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members.		
- Dr B Spilsbury (medical services)	25,575	26,180
- Butler McDermott Lawyers - Peter Boyce	3,396	3,661
Total	28,971	29,841
(c) Board of Management		
Members of the board of management in their honorary capacity receive no remuneration for their services however, from time to time, they are provided with refreshments and are reimbursed for association related out-of-pocket expenditure. In addition, the association takes out insurance cover which insures the board against breaches of statutory and other obligations. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons unless otherwise stated.		
<b>11. <u>Rental Commitments</u></b>		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Payable - minimum lease and outgoings payments		
- less than one year	216	1,561
- greater than one year less than five years	4	219
- greater than five years	64	65
Total	284	1,845
Leasehold Land:		
The association operates its facilities on leasehold land provided by Sunshine Coast Racing Pty Ltd. The current lease agreement commenced on 1 April 2010 and is due to expire on 31 October 2086. The association does not recognise any value over the leasehold land. No adjustment has been recorded for annual outgoing expenditure.		
<b>12. <u>Financial Risk Management</u></b>		
The association's financial instruments consist mainly of cash and deposits with banks. The association has various other financial instruments such as trade debtors and trade creditors, which arise directly from its operations. It is, and has been throughout the period, the association's policy that no trading in financial instruments or derivatives shall be undertaken.		
<b>13. <u>Economic Dependence</u></b>		
While the association's activities are significantly funded by member activities and commercial operations, the association is greatly assisted in its activities by distributions provided by Racing Queensland. At the date of this report, the members of the committee had no reason to believe that Racing Queensland would not continue to provide financial support to the association.		
<b>14. <u>Contact Details</u></b>		
Sunshine Coast Turf Club Inc 170 Pierce Ave CALOUNDRA QLD 4551	PO Box 302 Caloundra Qld 4551 T: (07) 5491 6788 W: <a href="http://www.sctc.com.au">www.sctc.com.au</a>	

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**STATEMENT BY THE BOARD OF MANAGEMENT  
FOR THE YEAR ENDED 30 JUNE 2017**

In the opinion of the board of management:

1. The foregoing financial statements present a true and fair view of the financial position of Sunshine Coast Turf Club Inc (*the association*) as at 30 June 2017 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) of the Australian Accounting Standards Board.
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.
3. We are not aware of any matters or circumstances that have arisen during the year, involving the association and our auditors, which may have compromised their audit independence and thus affected their professional judgement during their current year's audit.

Signed in accordance with a resolution of the Board of Management by:

 _____ <b>Signed: Peter Boyce</b>	 _____ <b>Date</b>
---	--



# Love & Partners

REGISTERED COMPANY AUDITORS

## INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2017

TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC

### Opinion

We have audited the financial report of the Sunshine Coast Turf Club Inc (*the association*), which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by the members of the board of management.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2017 and of its financial performance for the year then ended in accordance with Australian Accounting Standards and the *Associations Incorporation Act (Qld) 1981*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (the Code)* that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### Responsibilities of the Board of Management for the Financial Report

The board of management of the association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Associations Incorporation Act (Qld) 1981* and for such internal control as the board of management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the board of management is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the management committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

The board of management is responsible for overseeing the association's financial reporting process.

### 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.

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Liability limited by a scheme approved under Professional Standards Legislation

CORPORATE INFORMATION  
Love and Partners Auditors Pty Ltd  
ABN: 30 125 237 229  
Authorised Audit Company Number: 313440  
www.loveandpartners.com



**INDEPENDENT AUDITOR'S REPORT...CONTINUED  
FOR THE YEAR ENDED 30 JUNE 2017**

**TO THE MEMBERS OF SUNSHINE COAST TURF CLUB INC**

*Auditor's Responsibilities for the Audit of the Financial Report...(continued)*

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 board of management.
- Conclude on the appropriateness of the board of management'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 board of management 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.



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REGISTERED COMPANY AUDITORS

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**Brett J Buntain**

Director – Audit & Assurance  
RCA No. 213172

Date: 5/9/17.

# **SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

## **AUDITOR'S DISCLAIMER**

The additional financial information presented on the following pages is in accordance with the books and records of Sunshine Coast Turf Club Inc (*the association*) which have been subjected to the auditing procedures applied in our audit of the association for the year ended 30 June 2017. It will be appreciated that our audit did not cover all details of the additional financial information as provided in the supporting schedules. Accordingly, we do not express an opinion on such financial information and no warranty of accuracy or reliability is given.

In accordance with our firm policy, we advise that neither the firm nor any other member or employee of the firm undertakes responsibility arising in any way whatsoever to any person in respect of such information, including any errors or omissions therein, arising through negligence or otherwise however caused.



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REGISTERED COMPANY AUDITORS

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## **SUPPORTING SCHEDULES FOR THE YEAR ENDED 30 JUNE 2017**

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>INCOME:</b>		
<b>BAR AND CATERING TRADING</b>		
Sales	2,142,636	2,012,846
Less: cost of goods sold	702,327	656,053
Gross Profit	1,440,309	1,356,793
GPR %	67.2%	67.4%
Less: direct costs	753,728	682,717
Net Profit	686,581	674,077
NPR %	32.0%	33.5%
<b>OTHER REVENUE</b>		
Bookmaker fielding fees and turnover levies	12,113	24,373
Interest received	98,685	104,400
Membership subscriptions	111,476	112,026
Race book sales and advertising	48,149	45,843
Sundry revenue	19,621	16,478
Various rentals	102,605	88,117
Total	392,648	391,236
<b>TOTALISATOR TRADING</b>		
Gross commission Unitab	192,476	223,303
Outside tote management fees	9,890	10,547
	202,365	233,850
Less: expenses		
Equipment rental	2,036	2,369
Other	0	435
Repairs and maintenance	3,948	4,664
Stationery	1,432	2,850
Wages	174,993	167,072
	182,408	177,390
Net Profit	19,957	56,460
NPR %	9.9%	24.1%

**SUNSHINE COAST TURF CLUB INC**

ABN: 22 950 178 141

**SUPPORTING SCHEDULES  
FOR THE YEAR ENDED 30 JUNE 2017**

	<b>This Year \$</b>	<b>Last Year \$</b>
<b>EXPENDITURE:</b>		
<b>ESSENTIAL SERVICES</b>		
Electricity	297,435	293,292
Fire services	7,316	8,619
Insurances	136,993	138,948
Legal fees	113	2,568
Lease outgoings and rates	191,348	185,268
Security services	90,291	80,821
Telephone	19,924	24,698
Total	<u>743,420</u>	<u>734,214</u>
<b>OTHER EXPENSES</b>		
Administration	136,297	128,722
Advertising and promotion	193,911	194,149
Bad and doubtful debts	350	0
Committee expenses	29,166	22,846
Donations	13,605	9,498
Minor asset purchases	71,894	114,510
Race day trophies	18,620	14,846
Race book expenditure	80,862	80,175
Race day expenses	512,959	447,314
Racecourse maintenance	558,610	500,139
Stable complex expenses	406,011	381,241
	<u>2,022,285</u>	<u>1,893,440</u>
<b>PAYROLL RELATED EXPENDITURE</b>		
Annual leave, long service leave and sick leave	24,437	11,711
Fringe benefits tax	17,554	11,537
Payroll tax	38,932	36,895
Salary sacrifice expenditure	17,160	3,859
Superannuation	230,996	206,159
Workcover insurance	58,674	66,870
Total	<u>387,753</u>	<u>337,030</u>

# Sunshine Coast Turf Club Inc.

ABN: 22 950 178 141



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