



MELVILLE GLADES

GOLF CLUB (INC.)

BEASLEY ROAD, LEEMING

Telephone 332 7333

Notice of Meeting

The Nineteenth ANNUAL GENERAL MEETING of the Members will be held in the CLUB HOUSE on THURSDAY, 27th MARCH, 1986 at 8.00 p.m.

Agenda

1. Confirmation of the Minutes of the 18th Annual General Meeting held on 28th February, 1985.
 2. Confirmation of the Minutes of the General Meeting held on 31st October, 1985.
 3. Confirmation of the Minutes of the General Meeting held on 28th November, 1985.
 4. Receipt of the Final Accounts for the year ending 31st December, 1985.
 5. Receipt of the Presidents and Treasurers Report.
 6. To appoint auditors.
 7. To transact such other business of which notice shall have been received by 13th March, 1986.
 8. General Business.
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Patron:

R. F. CARROLL, O.B.E., J.P.

BOARDS OF DIRECTORS from 28.11.85

President and Chairman of Directors:

A. M. BRICE, I.S.M.

Captain and Directors Match:

R M. MACDONALD

Treasurer and Director Finance:

D. N. T. BYERS

Director Course:

D. K. STEWART

Director House:

E. N. FACIUS

Trustees:

V. E. BENNETT, M. DAY, C. WILDY

PRESIDENT'S REPORT:

The most significant happening in the last twelve months was the change in the Constitution.

I called a meeting early in 1985 with four other members to discuss the problem of the running of our Club and the result nine months later was a new Constitution and the change from a twelve man Committee to a five man Board of Directors. (Ironically none of the five members at that meeting are on the new Board of Directors.)

I am sure the new format will be successful and to all those involved go my sincere best wishes.

With the recent financial finding this must explain the battle we have had over the past year or so. The future of our Club must now get brighter.

The Course must now be our major concern. Crabgrass is still a major problem and until we can control it, the couch or any other grass has little change of success. Fairways 12 and 13 are a good example of the rotary hoeing and the control of weeds.

Once again I would like to thank my Committee, and all those on staff who served the club faithfully. To those volunteers behind the scenes, thank you, you are the type that makes a Club great.

I would now like to thank all members for allowing me to have the honour of being your Captain and then President of Melville Glades. It was a challenge that I am grateful came my way.

Wishing every one at Melville Glades a most successful 1986 year and many years to follow.

LAURIE JOHNSTON
President to 28.11.85

CHAIRMAN OF DIRECTORS & PRESIDENT:

In reporting on the management of the club during the last month of 1985, one can only say that it has been mainly a period of transition. The general impression is that membership has welcomed the change from Committee to Executive Management.

It will necessarily follow that the new Directors may have a different approach to the many problems they will surely meet but I can assure members that they will always act in the best interests of the Club. There is already every indication that the Board of Directors will work as a team. One policy which will be dominant in their activities will be to communicate with membership and in return I trust that membership will closely co-operate with the Board. Already the respective Directors have developed good relationships with staff and the impression I have gained is that this will make the task of all much more easy and certainly more effective.

May I conclude by thanking you all for the confidence placed in the Board of Directors. I can assure you that we have accepted the challenge and am sure you will not be disappointed.

A. M. BRICE
President

TREASURER'S REPORT:

The Income and Expenditure Statement shows (with the exception of the extraordinary loss mentioned later in this statement) a healthy improvement on the previous years activities. The excess over expenditure of \$14,039 being a vast improvement on the deficit of \$12,208 in 1984. This increase in revenue came about by an increase in bar trading profitability, fund raising activities and the replacement of lost members by new members joining during the year, in line with the budget forecast. The expenditure was kept in check by the main and, along with reduced capital expenditure enabled your club to make a modest improvement in its financial position.

The cash liquidity had improved to the point of being only \$32,000 overdrawn (last year \$37,555), this amount includes \$20,727 advance subscriptions (last year \$3,193). All these amounts of course are based on your club being able to recover the \$56,435 that was misappropriated during 1984 and 1985. We are hopeful of recovering the whole or part of this amount. The details of this are included in the notes forming part of the accounts.

If all or a major part of this misappropriation are not recovered it may be necessary to levy all members with a sufficient amount to cover this loss rather than risk being forced to reduce the various services and facilities of the club to members.

The expenditure on capital items during the year was \$7,282.
Made up of:

Kitchen Freezer	\$139
4 Wheel Bike	\$2,899
Agrow Plough	\$2,750
(Alroh Tractor	\$1,110
Ex Lease (2 Casio Cash Registers	\$300
(Ice Machine	\$84

DOUG BYERS
Hon. Treasurer

**MELVILLE GLADES GOLF CLUB
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31st DECEMBER, 1985**

1984		1985
\$		\$
INCOME		
95,645	Gross Profit from Bar Trading	108,783
16,988	Entrance Fees - Members	16,637
2,120	Entrance Fees - Associates	3,179
219,977	Subscriptions - Members	224,437
59,070	Subscriptions - Associates	60,803
15,023	Green Fees	14,249
35,060	Competition Fees	34,280
4,661	Interest on Term Deposits	1,630
1,300	Rent - Lodge	1,092
831	Ticket Machines	842
256	Motorised Buggy Storage	275
3,190	Other Income	6,350
417	Locker Fees	413
		<u>472,970</u>

454 538

EXPENDITURE (Course)		
103,157	Wages	103,990
7,580	Maintenance (Plant)	11,088
21,558	Fertiliser and Chemical Sprays	14,497
8,521	Fuel	9,614
15,091	Power	17,941
12,621	Maintenance (Reticulation)	7,475
18,856	Plant Lease	23,080
894	Sand	1,940
1,321	Seed	2,293
702	Trees	805
2,249	Machinery Hire	3,831
1,000	Rent	1,000
6,412	Sundry Expenses	4,744
		<u>202,298</u>

EXPENDITURE (House)		
49,012	Wages	49,156
19,624	Cleaning	13,538
8,258	Laundry	8,083
10,820	Power and Fuel	10,543
4,944	Lease of Equipment	3,281
4,664	Maintenance (Building)	6,307
1,746	Social Functions	1,346
1,708	Sundry Expenses	2,074
		<u>94,328</u>

ADMINISTRATIVE AND GENERAL		
43,240	Salaries	44,810
2,932	Superannuation	3,169
3,590	Payroll Tax	449
15,319	Interest on Loans	14,241
2,769	Bank Fees and Interest	2,092
1,234	Postage	1,973
10,905	Printing and Stationery	13,098
2,541	Motor Vehicle Lease and Expenses	
2,300	Telephone	2,466
1,075	Audit Fee	1,500
5,821	Council Expenses	8,396
9,987	Insurance	11,542
23,690	Trophies	23,102
3,826	Pennant Team Expenses	4,130
6,000	Pro Retainer	6,500
2,816	Sundry Expenses	3,096
1,000	Rates	1,189
670	Loss on Sale of Plant	
		<u>141,753</u>

DEPRECIATION		
20,971	Plant, Furniture and Equipment	15,209
5,322	Buildings	5,343
		<u>20,552</u>

466 746 TOTAL EXPENDITURE 458 931

(12,208)	Operating Surplus (Loss)	14,039
	Extraordinary Item (Note 3)	(56,436)
<u>\$12,208</u>	Operating Surplus and Extraordinary Item	<u>(\$42,396)</u>

**MELVILLE GLADES GOLF CLUB
BALANCE SHEET
AT 31st DECEMBER, 1985**

1984		1985
\$		\$
Accumulated Funds		
General Fund		
87,356	Balance 1/1/1984	76,878
1,731	Members Loans Forfeited	1,664
12,208	Excess Expenditure over Income	(42,396)
		<u>\$36,146</u>

Represented by :

FIXED ASSETS at Cost		
50,859	Course Establishment	50,859
267,158	Buildings	267,158
41,387	Furniture	41,526
8,045	Office Equipment	7,867
66,542	Plant and Machinery	67,156
183,689	Reticulation Plant	183,689
		<u>618,255</u>
(290,479)	Less Accumulated Depreciation	(304,324)
		<u>313,931</u>

Less NON CURRENT LIABILITIES

42,655	Loans from Members	37,120
11,615	Loans from Associates	10,095
150,490	Loans from City of Melville	133,663
		<u>180,878</u>
204,760		
		<u>133,053</u>

CURRENT ASSETS		
100	Deposit - S.E.C.	100
19,364	Bar Stock at cost (Note 1 (b))	18,249
313	Club Ties, Badges and Buggy Tags	
13,790	Subscription, Entrance Fees Outstanding	6,533
4,407	Sundry Debtors	6,810
5,500	Investment Bearing Deposit	5,500
500	Cash on Hand	500
		<u>37,692</u>

Less CURRENT LIABILITIES

15,587	Loans from City of Melville	16,779
3,193	Prepaid Subscriptions	20,727
19,533	Sundry Creditors	16,587
34,362	Bank Account overdrawn	67,709
	Provision for Holiday Pay and Long Service Leave	12,797
		<u>124,699</u>
89,536		

(45,562) DEFICIENCY OF WORKING CAPITAL (96,907)

<u>\$76,879</u>	Excess of Assets over Liabilities	<u>\$36,146</u>
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Melville Glades Golf Club (Inc.) Statement of Source and Application of Funds for Year Ended 31 December, 1985

1984	1985	1984	1985
\$	\$	\$	\$
SOURCES OF FUNDS		Increase/Decrease in Working Capital is made of	
Funds from Operations		Increase/Decrease in current assets	
454,538	472,970	2,198	Bar Stock, club ties and badges ... (1,428)
439,389	442,443	595	Subscriptions and entrance fees outstanding ... (7,257)
		1,209	Sundry debtors and prepayments ... 2,403
15,149	30,527		Increase/Decrease in current liabilities
1,731	1,664	(1,026)	Loan from City of Melville ... (1,192)
750		(2,949)	Prepaid Subscriptions ... (17,534)
		(9,401)	Sundry creditors and accruals ... (2,946)
<u>\$17,630</u>	<u>\$32,191</u>	(7,862)	Bank overdraft ... 23,089
		<u>(\$17,236)</u>	
			<u>\$1,027</u>
APPLICATIONS OF FUNDS		Reconciliation of Funds from Operations	
14,434	7,282		Funds from operations ... 30,527
20,434	23,882	(26,293)	Depreciation ... (20,552)
(17,236)	1,027	(394)	Provision for holiday pay and long service leave ... 4,064
		(670)	Loss on sale of fixed assets ...
			Extraordinary item ... (56,436)
<u>\$17,630</u>	<u>\$32,191</u>	<u>(\$12,208)</u>	Operating Surplus and Extraordinary Item ... <u>(\$42,396)</u>

Bar Trading Statement for the Year ending 31 December 1985

1984	\$209,544	Bar Sales	\$223,939	1985
		Less :—		
	12,348	Bar Stocks on hand 1 January, 1985	19,364	
	107,916	Purchases	106,736	
	7,194	Licensing fee	5,238	
	805	Bar Sundries	2,067	
	<u>76,281</u>		<u>90,534</u>	
	19,364	Bar Stocks on hand 31 December 1985	18,249	
	<u>\$95,645</u>	Gross Profit from Bar Trading	<u>\$108,783</u>	

Notes To and forming part of the Accounts for the Year Ended 31 December, 1985

1. STATEMENT OF ACCOUNTING METHODS

- (a) ACCOUNTING PRINCIPLES
The accounting methods adopted by the club are in accordance with the accounting standards required by the Australian Accounting bodies and by law. The accounts have been prepared primarily on the basis of historical cost and do not take into account changing money values or, except where stated current valuations of non-current assets.
- (b) STOCK ON HAND
Stock has been valued at the lower of cost and net realisable value. Cost is based on the "first-in-first-out" principle.
- (c) DEPRECIATION
Depreciation is provided on all fixed assets including buildings, so as to write off each asset over its estimated useful life. The STRAIGHT-LINE method of depreciation is considered appropriate and has been used consistently.
- (d) LONG SERVICE LEAVE
A provision for long service leave is raised for all employees with ten or more years service.

2. FUTURE LEASE RENTAL COMMITMENTS

	1984	1985
	\$	\$
Not later than one year	24,238	26,778
Later than one year and not later than two years	24,238	26,778
Later than two years and not later than five years	56,583	32,854
Minimum lease payment	105,059	86,411
Future finance charges	15,822	13,014
LEASE LIABILITY	<u>\$89,237</u>	<u>\$73,397</u>

The Lease Liability has not been provided for in the accounts

3. EXTRAORDINARY ITEM

Funds amounting to \$56,435 have been misappropriated from the Club. The whole of this amount has been written off in the accounts. The club is attempting to recover the funds; any such recoveries will be brought to account in future years.

4. CAPITAL COMMITMENTS

	1984	1985
	\$	\$
Contracts for capital expenditure not otherwise provided for in these accounts — plant	\$14,999	\$Nil

AUDITOR'S REPORT

We have examined the balance sheet and income and expenditure statements of the Melville Glades Golf Club (Inc.) for the year ended 31 December 1985, and we have obtained all the information and explanations we have required.

In our opinion the balance sheet is properly drawn up so as to show a true and fair view of the state of the Club's affairs at 31 December 1985 and the income and expenditure statement is properly drawn up so as to show a true and fair view of the transactions for the year then ended according to the best of the information and the explanations given to us.

Dated at Perth this 14th day of March, 1986.

Chartered Accountants
ERNST & WHINNEY