

Lake Macquarie Yacht Club

ABN 91 000 805 265

Financial Statements

For the Year Ended 28 February 2022

Lake Macquarie Yacht Club

ABN 91 000 805 265

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 28 February 2022

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration	5
Independent Audit Report	6
Directors' Declaration	9
Statement of Profit or Loss and Other Comprehensive Income	10
Statement of Financial Position	11
Statement of Changes in Equity	12
Statement of Cash Flows	13
Notes to the Financial Statements	14

Lake Macquarie Yacht Club

ABN 91 000 805 265

Directors' Report

28 February 2022

Your Directors present their report on Lake Macquarie Yacht Club for the financial year ended 28 February 2022.

Directors

The names of the Directors in office at any time during, or since the end of, the year are:

Name	Position	Occupation	Special Responsibilities	Years' Service
Geoff Edman	Commodore	Retired	House Committee / Cruising Division	11
Peter Shaddock	Vice Commodore	Architect	House Committee	7
Steven Ford	Rear Commodore	Retired	Sailing Committee	4
Edwin Hillier	Treasurer	Chartered Accountant	House Committee	14
Eleanor Cunningham	Club Captain	Retired	House / Sailing Committee	7
Mark Holmes	Director	Mining Manager	Sailing Committee	2
Garry Van Dijk	Director	Managing Director	Sailing Committee	2
David Nichols	Director	Retired	-	Appointed 25/05/2021
David Young	Director	Group Engineering Manager	Sailing Committee	Appointed 25/05/2021

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

Club Secretary

The following person held the position of Club Secretary at the end of the financial year:

Mark Norden, who is also the General Manager of the Club, has been the Club secretary since 11 March 2016.

Principal activities

The principal activities of Lake Macquarie Yacht Club during the financial year were:

- The promotion and conduct of organised and recreational water-based activities for members;
- The leasing of Marina berths;
- The operation of a Licensed Club.

No significant changes in the nature of the Club's activity occurred during the financial year.

Operating results

The operating loss of the Club after providing for income tax amounted to \$ 72,473 (2021: profit of \$ 223,393).

Lake Macquarie Yacht Club

ABN 91 000 805 265

Directors' Report

28 February 2022

Review of operations

Profit from bar trading amounted to \$602,309 and gross profit percentage of 68% was obtained from sales of \$1,487,052.

Net gaming revenue amounted to \$132,369 and compares with \$148,114 in 2021.

Meetings of Directors

During the financial year, 11 meetings of Directors, 11 meetings of the sailing committee, 0 meetings of the house committee and 10 meetings of the cruising division were held. Attendances by each Director during the year were as follows:

	Directors' Meetings		House Committee		Sailing Committee		Cruising Division	
	Eligible	Attended	Eligible	Attended	Eligible	Attended	Eligible	Attended
Geoff Edman	11	11	-	-	-	-	10	7
Peter Shaddock	11	11	-	-	-	-	-	-
Steven Ford	11	10	-	-	11	10	-	-
Edwin Hillier	11	11	-	-	-	-	-	-
Eleanor Cunningham	11	11	-	-	11	11	-	-
Mark Holmes	11	10	-	-	11	11	-	-
Garry Van Dijk	11	11	-	-	11	11	-	-
David Nichols (Appointed 25/05/2021)	8	7	-	-	-	-	-	-
David Young (Appointed 25/05/2021)	8	8	-	-	9	9	-	-

Members guarantee

Lake Macquarie Yacht Club is a Club limited by guarantee. In the event of, and for the purpose of winding up of the Club, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$20, subject to the provisions of the Club's constitution.

At 28 February 2022 the collective liability of members was \$88,700 (2021: \$82,160).

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Club during the year apart from:

On 5 August 2021 as a response to the management of the COVID-19 pandemic, the Club was directed to close. The Club re-opened on 11 October 2021 subject to social distancing. Refer to Note 1(b) in the financial statements for further information regarding the impacts of the closure.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Directors' Report

28 February 2022

After balance date events

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

Environmental issues

The Club's operations are subject to environmental regulations under the laws of the Commonwealth and State of Australia. The Directors are not aware of any breaches of the legislation during the financial year which are material in nature.

Short and long term objectives

The Club has established short and long term objectives as outlined in the Club's business plan which is reviewed on an annual basis. These objectives are both financial and non financial and are aimed towards providing a comfortable and secure environment to its members that continues to meet their needs. These objectives are measured through both financial and non financial key performance indicators that have been determined relevant to the Club industry. No information is included on the likely developments in the operations of the Club and the expected results of those operations.

Disclosure of Core and Non-Core Property

Pursuant to Section 41J(2) of the Registered Clubs Act 1976 and for the financial year ended 28 February 2022, the Directors have determined that the property of the Club shall be classified as follows:

Address	Current Usage	Classification
9 Ada Street, Belmont	Club Premises & Marina	Core

Auditor's independence declaration

The lead auditor's independence declaration for the year ended 28 February 2022 has been received and can be found on page 5 of the financial report.

Indemnification and insurance of officers

The Club has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Club, other than conduct involving a wilful breach of duty in relation to the Club.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Directors' Report

28 February 2022

Mandatory Director Training


Under the *Registered Clubs Amendment (Disclosures) Regulation 2019*, the Club is required to disclose to its members certain information relating to mandatory training requirements undertaken by Directors. As the Club has annual gaming machine profits of less than \$1 million, the Regulation prescribes that at least two Directors must complete their mandatory training within 12 months of appointment unless otherwise exempt.

Although the Board has determined that more than two Directors meet the requirements for an exemption based on holding relevant qualifications and past time served on the Clubs' Board, one Director has nominated to complete this training. Details of completed training in excess of minimum requirements has been detailed below:

- Eleanor Cunningham completed approved Director training through the Club Directors Institute in 2018.

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

Director: 

Director: 

Dated 26 April 2022

Lake Macquarie Yacht Club

ABN 91 000 805 265

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Lake Macquarie Yacht Club

I declare that, to the best of my knowledge and belief, during the year ended 28 February 2022, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Cutcher & Neale Assurance Pty Limited
(An authorised audit company)



N. Nancarrow CA
Director

NEWCASTLE

19 April 2022

Lake Macquarie Yacht Club

ABN 91 000 805 265

Independent Audit Report to the members of Lake Macquarie Yacht Club

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Lake Macquarie Yacht Club (the Club), which comprises the statement of financial position as at 28 February 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, the accompanying financial report of the Club is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the Club's financial position as at 28 February 2022 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Club in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of the Club, would be in the same terms if given to the Directors as at the time of this auditor's report.

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

Emphasis of Matter

We draw attention to Note 1(b) in the financial statements, which discusses the impact of COVID-19 on the Club's operations and finances and acknowledges the closure of the Club from 5 August 2021 to 11 October 2021. Our opinion is not modified in respect of this matter.

Information Other than the Financial Report and Auditor's Report Thereon

The Directors are responsible for the other information. The other information comprises the information included in the Club's Directors' report for the year ended 28 February 2022, but does not include the financial report and our auditor's report thereon.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Independent Audit Report to the members of Lake Macquarie Yacht Club

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

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The Directors of the Club are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the Directors determine 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 Directors are responsible for assessing the ability of the Club to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

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 Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the 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 Club's internal control.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Independent Audit Report to the members of Lake Macquarie Yacht Club

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' 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 Club'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 Club 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 Directors 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.

We also provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Cutcher & Neale Assurance Pty Ltd
(An authorised audit company)



N. Nancarrow CA
Director

NEWCASTLE

27 April 2022

Lake Macquarie Yacht Club

ABN 91 000 805 265


Directors' Declaration

In the Directors' opinion:

1. The financial statements and notes, as set out on pages 10 to 29, are in accordance with the *Corporations Act 2001* and:
 - a. comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - b. give a true and fair view of the financial position as at 28 February 2022 and of the performance for the year ended on that date of the Club.
2. There are reasonable grounds to believe that the Club will be able to pay its debts as and when they become due and payable.

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

Director


Director


Dated 26 April 2022

Lake Macquarie Yacht Club

ABN 91 000 805 265

Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 28 February 2022

		2022	2021
	Note	\$	\$
Bar sales		1,487,052	1,296,187
Less: Bar cost of goods sold		(468,734)	(457,057)
Gross profit		1,018,318	839,130
Gaming machine net clearances		132,369	148,114
Marina income		597,222	571,582
Sailing income		49,608	53,336
Raffle income		16,905	18,999
Gaming commissions		4,480	5,398
Functions income		283,525	152,563
Other revenue from contracts with customers	2	84,332	174,841
Other revenue from ordinary activities	2	212,074	177,242
Other revenue from non-ordinary activities	2	91,410	399,500
Borrowing cost expense		(141,969)	(87,584)
Bar trading expenses		(416,009)	(301,219)
Gaming machine trading expenses		(54,641)	(45,152)
Marina expenses		(61,344)	(39,530)
Sailing expenses		(139,419)	(116,125)
Raffle expenses		(18,162)	(16,255)
Gaming commission expenses		(2,065)	(2,113)
Function trading expenses		(281,014)	(141,880)
Club promotion and entertainment expenses		(85,372)	(78,113)
Occupancy expenses		(194,505)	(184,504)
Depreciation and amortisation expenses		(481,342)	(472,275)
Administrative expenses		(686,874)	(832,562)
Profit / (loss) before income tax		(72,473)	223,393
Income tax expense / (benefit)		-	-
Profit / (loss) after income tax		(72,473)	223,393
Other comprehensive income		-	-
Total comprehensive income / (loss)		(72,473)	223,393

The accompanying notes form part of these financial statements.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Statement of Financial Position

As At 28 February 2022

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	689,541	900,029
Trade and other receivables	5	55,045	81,170
Inventories	6	57,991	68,399
Other assets	7	107,601	108,102
TOTAL CURRENT ASSETS		910,178	1,157,700
NON-CURRENT ASSETS			
Property, plant and equipment	8	7,473,604	6,803,406
Right-of-use assets	9	705,446	756,439
TOTAL NON-CURRENT ASSETS		8,179,050	7,559,845
TOTAL ASSETS		9,089,228	8,717,545
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	210,248	291,868
Short-term borrowings	11	166,480	113,278
Short-term provisions	12	121,483	106,938
Other liabilities	13	237,112	157,859
Lease liabilities		39,611	37,815
TOTAL CURRENT LIABILITIES		774,934	707,758
NON-CURRENT LIABILITIES			
Long-term borrowings	11	2,127,254	1,716,133
Long-term provisions	12	31,170	25,699
Lease liabilities		709,198	748,810
TOTAL NON-CURRENT LIABILITIES		2,867,622	2,490,642
TOTAL LIABILITIES		3,642,556	3,198,400
NET ASSETS		5,446,672	5,519,145
EQUITY			
Retained earnings		5,446,672	5,519,145
TOTAL EQUITY		5,446,672	5,519,145

The accompanying notes form part of these financial statements.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Statement of Changes in Equity

For the Year Ended 28 February 2022

2022

	Retained Earnings	Total
	\$	\$
Balance at 1 March 2021	5,519,145	5,519,145
Profit / (loss) attributable to members of the Club	(72,473)	(72,473)
Balance at 28 February 2022	<u>5,446,672</u>	<u>5,446,672</u>

2021

	Retained Earnings	Total
	\$	\$
Balance at 1 March 2020	5,295,752	5,295,752
Profit / (loss) attributable to members of the Club	223,393	223,393
Balance at 28 February 2021	<u>5,519,145</u>	<u>5,519,145</u>

The accompanying notes form part of these financial statements.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Statement of Cash Flows

For the Year Ended 28 February 2022

	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	2,992,235	2,742,328
Federal Government JobKeeper income	-	286,500
Federal Government Cashflow Boost	-	100,000
State Government Small Business Grants	11,490	13,000
State Government JobSaver	79,920	-
Payments to suppliers and employees	(2,478,124)	(2,260,273)
Interest received	-	4
Interest paid	(141,969)	(87,584)
Net cash provided by / (used in) operating activities	<u>463,552</u>	<u>793,975</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payment for property, plant and equipment	(1,100,547)	(1,837,389)
Net cash used by investing activities	<u>(1,100,547)</u>	<u>(1,837,389)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from borrowings	2,496,158	2,058,499
Repayment of borrowings	(2,031,835)	(1,708,271)
Proceeds from leases	-	42,754
Repayment of lease liabilities	(37,816)	(78,222)
Net cash provided by / (used in) financing activities	<u>426,507</u>	<u>314,760</u>
Net increase / (decrease) in cash and cash equivalents held	(210,488)	(728,654)
Cash and cash equivalents at beginning of year	<u>900,029</u>	<u>1,628,683</u>
Cash and cash equivalents at end of financial year	<u>4</u> <u>689,541</u>	<u>900,029</u>

The accompanying notes form part of these financial statements.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(a) Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

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

(b) Significant changes in the current report period

Impact of COVID-19 on Club Operations

Since the World Health Organisation ("WHO") declared COVID-19 as a pandemic in March 2020, the Club has experienced periods of closure and restricted trade due to directives from government and health authorities.

From 5pm on 5 August 2021, the Club was forced to close by the NSW Government due to the escalating transmission of COVID-19 within NSW regional areas. The closure was imposed in a Statewide lockdown to restrict the spread of the virus. The Club was not able to trade during this closure period. The Club re-opened on 11 October 2021 (closure period was 66 days). The Club has complied with COVID-19 safety and social distancing measures outlined by authorities since re-opening.

To minimise the impacts on cashflows during this closure period, management of the Club have adopted various short-term measures including:

- Monitoring stock expiry dates and taking appropriate action to reduce the financial impacts of stock losses.
- Sourced funding offered by the NSW Government (COVID grants and / or JobSaver) where applicable.
- Staff were stood down to reduce wage costs. Permanent and part-time staff had access to unused leave balances.
- Contacting suppliers and taking up revised payment terms if available.
- Incentives offered through other taxes or duties payable have also been considered.

Adherence with social distancing rules, including implementing a COVID-19 safety plan, rostering of hygiene marshals, restricting the number of patrons in the Club, wearing of face masks and utilising Service NSW electronic check-in for patrons were considered the normal course of business for the majority of the year.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

The Club received Government financial assistance in both the 2022 and 2021 financial years, however the amount received in 2022 of \$91,410 from the NSW Government was significantly less than the amount of \$399,500 received in 2021 from the Federal and NSW Governments. Both years revenue is shown in Note 2 as other revenue from non-ordinary activities.

The Club continues to monitor and adhere to NSW Government guidelines and review cashflows during the latest Omicron variant spread from mid December 2021. At the date of signing the 2022 financial report, no further closures of the Club have occurred since 11 October 2021.

(c) Income tax

The Club is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997. This exemption is subject to the provisions that the legislation does not change and that the objects and activities of the Club do not alter in future years.

(d) Inventories

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

(e) 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 are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

Depreciation

The depreciable amount of all fixed assets including leasehold improvements and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Club commencing from the time the asset is held ready for use. Land is not depreciated.

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

Class of Fixed Asset	Depreciation Rate
Leasehold Improvements	2% - 25%
Plant and Equipment	5% - 50%
Marina	3% - 25%

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(e) Property, plant and equipment

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.

(f) Impairment of non-financial assets

At the end of each reporting period, the Club assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

(g) Employee benefits

Provision is made for the Club's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at their nominal amount as it has been determined that they are not materially different from their present value.

Contributions are made by the Club to employee superannuation funds and are charged to expenses when incurred.

(h) Revenue and other income

The Club recognises revenue when it transfers control over a product or service to a customer. Revenue is measured based on the amount of consideration expected to be received in exchange for the transfer of the good or service to the customer.

Revenue from contracts with customers

Revenue from the sale of goods is recognised at the point of delivery.

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

Gaming machine revenue is recognised at the point of sale and represents the difference between the amounts earned through gaming wagers less the payouts from those wagers. Liabilities are recognised for anticipated payouts for progressive jackpots.

Revenue from membership subscriptions and marina fees are recognised on a straight-line basis over the financial year.

Other revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(h) Revenue and other income

Other revenue

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

(i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months, and bank overdrafts.

(j) 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 Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

(k) Gaming Machine Rebate

The Club received a rebate to compensate the loss of gaming machine income due to the introduction of GST. The period which the rebate relates to is from 1 June 2021 to 31 May 2022.

(l) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(m) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

(n) Trade and other receivables

Trade receivables, which have 14 day terms, are recognised and carried at original invoice amount less an allowance for any uncollectable amounts.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(o) Trade and other payables

Trade and other payables are carried at amortised cost and represent liabilities for goods and services provided to the Club during the reporting period which remain unpaid at balance date. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(p) Critical accounting estimates and judgments

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

Key estimates - impairment

The Club assesses impairment at the end of the reporting year by evaluating conditions specific to the Club that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Lease term and option to extend under AASB 16

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgment that the Club will make. The Club determines the likelihood to exercise the options on a lease-by-lease basis, looking at various factors such as which assets are strategic and which are key to the future operations of the Club.

(q) Leases

At inception of a contract, the Club assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Club where the Club is lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Club uses the incremental borrowing rate.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(q) Leases

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentive;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated amortisation and impairment losses.

Right-of-use assets are amortised over the lease term or useful life of the underlying asset whichever is the shortest.

(r) Investments and other financial assets

i) Classification

The Club classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- those to be measured at amortised cost.

The classification depends on the Club's business model for managing the financial assets and the contractual terms of the cash flows.

The Club is using the measured at amortised cost method for all its financial assets, namely trade and other receivables. Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

ii) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Club commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Club has transferred substantially all the risks and rewards of ownership.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(r) Investments and other financial assets

iii) Measurement

Subsequent to initial recognition, financial assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income and impairment for expected credit losses are recognised in the profit or loss. Gain or loss on derecognition is recognised in profit or loss.

iv) Impairment

Impairment of financial assets is recognised on an expected credit loss (ECL) – forward looking – basis for all financial assets measured at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The Club considers reasonable and supportable information that is relevant and available, including both quantitative and qualitative information and analysis based on the Club's historical experience and informed credit assessment, including forward looking information.

Credit losses are measured as the present value of the difference between the cash flows due to the Club in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

(s) Financial liabilities

i) Classification

The Club is using the measured at amortised cost method for all its financial liabilities. The financial liabilities of the Club comprise trade payables, bank loans and asset finance.

Liabilities measured at amortised cost are financial liabilities where the contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

ii) Recognition and derecognition

The Club measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The Club derecognises financial liabilities when, and only when, the Club's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

1 Summary of Significant Accounting Policies

(t) New accounting standards and interpretations

AASB 1060 – General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities (applicable to annual reporting periods beginning on or after 1 July 2021)

AASB 1060 is a new self-contained standard that sets out all of the disclosure requirements relevant to a Tier 2 General Purpose Financial Statement (GPFS) preparer. The new disclosures have been significantly simplified when compared to either those required by a Tier 1 entity or those required under the AASB's existing Tier 2 Reduced Disclosure Framework (RDR), especially in the areas of revenue, leases, impairment and financial instruments.

The new standard applies to all entities preparing GPFS-Tier 2 and replaces the current Reduced Disclosure Requirements (RDR) Framework.

While entities that comply with this Standard need to apply the recognition and measurement requirements in other Standards, they are exempt from the disclosure requirements in specified paragraphs in other Standards.

(u) Authorisation of Financial Statements

The financial statements were authorised for issue on 26 April 2022 by the Directors.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

2 Revenue

	2022	2021
	\$	\$
Revenue from contracts with customers		
- Trading revenue	2,571,161	2,246,179
Other revenue from contracts with customers		
- Membership subscriptions	78,621	170,795
- Regalia income	5,711	4,046
Total other revenue from contracts with customers	84,332	174,841
Total revenue from contracts with customers	2,655,493	2,421,020
Other revenue from ordinary activities		
- Rent received	161,354	134,371
- Interest received	-	4
- Rebate for GST on gaming machine duty	14,138	10,077
- Commissions received	6,608	7,360
- Other income	26,439	25,430
- Insurance recoveries	3,535	-
Total other revenue from ordinary activities	212,074	177,242
Other revenue from non-ordinary activities		
- Federal Government JobKeeper income	-	286,500
- Federal Government Cashflow Boost	-	100,000
- State Government Small Business Grants	11,490	13,000
- State Government JobSaver	79,920	-
Total other revenue from non-ordinary activities	91,410	399,500
Total Revenue	2,958,977	2,997,762

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

3 Interests of Key Management Personnel

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

	2022	2021
	\$	\$
Key management personnel compensation	<u>163,184</u>	<u>177,662</u>
4 Cash and Cash Equivalents		
Cash at bank and on hand	<u>689,541</u>	<u>900,029</u>
5 Trade and Other Receivables		
CURRENT		
Trade receivables	42,359	50,348
GST receivable	-	8,995
Other receivables	<u>12,686</u>	<u>21,827</u>
	<u>55,045</u>	<u>81,170</u>
6 Inventories		
At cost		
Trading stock on hand	49,109	59,175
Other stock on hand	<u>8,882</u>	<u>9,224</u>
	<u>57,991</u>	<u>68,399</u>
7 Other Assets		
Prepayments	<u>107,601</u>	<u>108,102</u>

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

8 Property, Plant and Equipment

	2022	2021
	\$	\$
LEASEHOLD IMPROVEMENTS		
At cost	4,188,169	3,764,884
Accumulated depreciation	(1,007,839)	(848,245)
Total leasehold improvements	3,180,330	2,916,639
CAPITAL WORKS IN PROGRESS		
Capital works in progress		
At cost	1,532,492	1,061,822
PLANT AND EQUIPMENT		
At cost	2,450,683	2,274,361
Accumulated depreciation	(1,706,846)	(1,567,838)
Total plant and equipment	743,837	706,523
MARINA		
At cost	3,317,147	3,317,147
Accumulated depreciation	(1,300,202)	(1,198,725)
Total marina	2,016,945	2,118,422
Total property, plant and equipment	7,473,604	6,803,406

(a) Movements in Carrying Amounts

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

	Capital Works in Progress	Leasehold Improvements	Plant and Equipment	Marina	Total
	\$	\$	\$	\$	\$
Balance at the beginning of year	1,061,822	2,916,639	706,523	2,118,422	6,803,406
Additions	972,854	10,551	117,142	-	1,100,547
Disposals - written down value	-	-	-	-	-
Transfers	(502,184)	412,735	89,449	-	-
Depreciation expense	-	(159,595)	(169,277)	(101,477)	(430,349)
Balance at 28 February 2022	1,532,492	3,180,330	743,837	2,016,945	7,473,604

(b) Core & non-core property

As required by the Registered Clubs Act 1976 all Clubs are required to specify core and non-core property of the Club. As at 28 February 2022 the entire balance shown above in Leasehold Improvements and Marina is core property. For further disclosure of core and non-core property refer to page 3 of the financial statements.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements

For the Year Ended 28 February 2022

9 Right-of-use Assets

The Club's lease portfolio includes the Clubhouse land and Marina from Crown Lands. These leases have a term of 40 years. The Club also has a till system lease with a term of 5 years.

	2022	2021
	\$	\$
Leased Clubhouse Land and Marina	806,407	806,407
Accumulated amortisation	(127,327)	(84,884)
Leased Equipment	42,754	42,754
Accumulated amortisation	(16,388)	(7,838)
	<u>705,446</u>	<u>756,439</u>
AASB 16 related amounts recognised in the statement of profit or loss		
Amortisation change related to right-of-use assets	50,993	50,280
Interest expense on lease liabilities	35,779	37,326

10 Trade and Other Payables

CURRENT

Unsecured liabilities:

Trade payables	120,516	255,369
Other payables and accrued expenses	51,858	36,499
GST payable	37,874	-
	<u>210,248</u>	<u>291,868</u>

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

11 Borrowings

	2022	2021
	\$	\$
CURRENT		
Unsecured liabilities:		
Insurance loan	64,437	64,180
	<u>64,437</u>	<u>64,180</u>
Secured liabilities:		
Bank loan	32,393	-
Chattel mortgage	43,051	40,268
Finance lease	9,088	8,830
Equipment loan	17,511	-
	<u>102,043</u>	<u>49,098</u>
	<u>166,480</u>	<u>113,278</u>
NON-CURRENT		
Secured liabilities:		
Bank loan	1,971,334	1,586,721
Chattel mortgage	38,139	81,190
Finance lease	39,134	48,222
Equipment loan	78,647	-
	<u>2,127,254</u>	<u>1,716,133</u>
Total Borrowings	<u>2,293,734</u>	<u>1,829,411</u>
(a) Total current and non-current secured liabilities		
Bank loan	2,003,727	1,586,721
Chattel mortgage	81,190	121,458
Finance lease	48,222	57,052
Equipment loan	96,158	-
	<u>2,229,297</u>	<u>1,765,231</u>

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

11 Borrowings

(b) Security

The bank loan is secured by:

- First Registered Mortgage over Crown Land Leasehold Estate by LAKE MACQUARIE YACHT CLUB ACN 000 805 265 over Non Residential Real Property located at 9 Ada Street BELMONT NSW 2280.
- General Security Interest by LAKE MACQUARIE YACHT CLUB ACN 000 805 265 comprising: First ranking charge over All Present & After Acquired Property.

The goods loan, chattel mortgage, finance lease and equipment loan are secured by the actual assets purchased.

(c) Unrestricted access was available at balance date to the following lines of credit:

	2022	2021
	\$	\$
Bank Loan Facility	409,367	-
Total	409,367	-

The Club refinanced the bank loan with a new facility limit of \$2,413,094. The loan balance at 28 February 2022 is \$2,003,727 and the unused portion is \$409,367.

12 Provisions

CURRENT

Employee benefits	115,681	97,268
Provision for annual trophies	5,802	9,670
	121,483	106,938

NON-CURRENT

Employee benefits	31,170	25,699
-------------------	--------	--------

13 Other Liabilities

CURRENT

Subscriptions in advance	104,792	33,196
Marina fees in advance	62,655	56,971
Other amounts received in advance	69,665	67,692
	237,112	157,859

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

14 Related Party Transactions

The Club's main related parties are as follows:

(a) Key Management Personnel of the Club

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Club, directly or indirectly, including any Director (whether executive or otherwise) of the Club, is considered key management personnel. Refer to Note 3.

(b) Other Related Parties of the Club

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions and Outstanding Balances with Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The following relationships and/or transactions occurred with related parties:

- Some Directors' related persons participate in the Club's sailing activities and are eligible to receive prizes under the same terms and conditions as other sailing members.

15 Capital and Leasing Commitments

(a) Finance lease, chattel mortgage & equipment loan commitments

	2022	2021
	\$	\$
Payable - minimum lease payments:		
- no later than 1 year	79,092	57,546
- later than 1 year	166,276	137,640
Minimum lease payments	245,368	195,186
Less: finance charges	(19,798)	(16,676)
Present value of minimum lease payments	225,570	178,510

In 2021, a chattel mortgage was in place for the purchase of equipment and a finance lease was in place for the CEO's vehicle. The chattel mortgage is due to expire in December 2023 and the finance lease has an expiry date of December 2024. During the year, a new equipment loan was entered into for new cafe equipment. This loan is due to expire in February 2027.

Lake Macquarie Yacht Club

ABN 91 000 805 265

Notes to the Financial Statements For the Year Ended 28 February 2022

15 Capital and Leasing Commitments

(b) Capital expenditure commitments

	2022	2021
	\$	\$
Capital expenditure commitments contracted for:		
Outdoor Decking	-	255,000
Marina works	-	76,386
	<u>-</u>	<u>331,386</u>

16 Lessor Commitments

Operating lease commitments receivable - Club as lessor

Lake Macquarie Yacht Club leases out its restaurant facilities under a commercial license. This license has a term of 3 years expiring on 31 December 2023. Rental lease payments are determined based on restaurant turnover therefore the below calculation has been based on the previous 12 months as future turnover is unforeseeable.

The future minimum lease payments under non-cancellable leases are:

- no later than 1 year	176,023	179,161
- between 1 year and 5 years	146,685	328,462
Total minimum lease payments	<u>322,708</u>	<u>507,623</u>

Commodore's report to the LMYC 2022 AGM

For the second year running, the Covid-19 Pandemic has had a significant effect on all aspects and activities of our club. Regulations forced the closure of the club for sixty-six days and when we were able to reopen restrictions prevented functions and limited the number of people allowed to attend the club. Public concern also kept patronage down until January. Government financial assistance and subsidies were down significantly this year. The result of the restrictions and reduced financial assistance had negative impact on the financial results. For more details see the Treasurers report and the auditors report.

LMYC continued working closely with RMYCT and WASC to provide better yacht racing with more combined club racing on Lake Macquarie. We continue to promote the 'She Sails' programme including entering two teams in the NCYC She Sails regatta. Our participating in She Sails is for the promoting and developing female sailors. We owe special thanks to our Club Captain, Eleanor Cunningham, who is also a representative on the state She Sails committee. Our sailing activities were significantly impacted in 2021. Covid restrictions halved our usual racing schedule. Covid restrictions along with poor weather also impacted the Cruising Division's planned activities. See Rear Commodores report and Cruising Division Skipper's report included below.

The refurbishment and upgrade of the clubhouse continued. Taking the opportunity of the closed club and reduced visitors around to complete the repairs to the deck area, delineate a function area on the deck, convert the Marina bar into the new café and the practical completion of stage one of the rectification of the marina wave fence.

In the coming weeks LMYC board will build the club business plan for the next five years. Top of the list will be sailing activities especially strategies to build the number of sailing members. We have already had initial discussions with NCYC with regards to sailing training and development. Also a priority is stage two of the marina wave fence rectification.

I take this opportunity to thank all our directors, staff and volunteers for their service over this testing year.

I include as part of my annual report the Cruising Division annual report submitted by Gordon Butler, Skipper of the Cruising Division.

Geoff Edman

Commodore

April 2022

LMYC Cruising Division - Annual Report 2021/2022

The Cruising Division continues to show strong membership, with 99 boats on the current membership register, which is about the membership level at the same time last year. We welcome all who have joined the Cruising Division over the last 12 months and extend our best wishes for the future to those who have not renewed membership. The last year has been a difficult year where planned activities have been disrupted by COVID, poor weather and the situation in Swansea Channel. COVID caused the cancellation of three members meetings and four on water activities. Our New Year's activity was very much "socially distanced" with members keeping social interaction to their own families. A further four on water activities were cancelled or postponed due to poor weather.

The situation in Swansea Channel continues to frustrate, with the channel being closed to deep draft vessels since around October 2021. We are told that there are plans to dredge, but the schedule seems infinitely flexible and the authorities are showing a great reluctance to commit to timing, dredged depths or channel design.

Cruising Division finances are healthy and the Division was able to make a significant contribution to the Christmas Function. An agreement has been made with the LMYC whereby the Club and Cruising division shall jointly fund two visitor's moorings on the lake. The club shall be responsible for the maintenance of the moorings.

The previous Committee completely revised the Divisions Safety Management Systems, thanks again to Tony for the amount of work put into that project. The revision included a requirement for boats participating in on water events to complete a yearly audit of safety equipment. It is very pleasing that since the beginning of February, 28 boats have completed the audit process. The audit process is simple and provides a great framework for a regular, disciplined review of the safety equipment on your boat. All members are encouraged to participate, regardless of your intention to participate in on water activities.

The work of the Cruising Division cannot happen without the input of the members. On behalf of the Committee, I would like to thank all who have helped with the running of Cruising Division events. I would also like to thank the members of the Committee. There was significant turn over in Committee membership this year and it has been great to be part of a relatively new Committee. At times it has been a struggle to remember to organise things that in the past seemed to "just happen", but we are getting there!

As well as the Committee we have members who willingly take on other roles including Supper Coordinators – Carolanne and Mark Clement; Raffle – Angela Asquith; Aquatic Services Committee – Ross Shirtley; Boat Auditors – Tony Austin, Ross Shirtley, Hilton Jones, Phil and Eleanor Cunningham.

The Cruising Division is part of the LMYC. For the last year Geoff Edman has sat on the Committee, and attended our members meetings. Geoff gives a great perspective on what it means to be part of the wider club. Thanks to Geoff for his contributions, and advice, which is always appreciated.

Gordon Butler

Skipper LMYC Cruising Division

LAKE MACQUARIE YACHT

CLUB TREASURERS REPORT

I am pleased to refer to financial statements of the club prepared by Cutcher and Neale for year ended 28 February 2022. The club has of course been affected by Covid with club closures and restricted trading once again but with far less government support. The club received government support totalling \$399,500 as detailed in note 2 to the financial statements for the previous year but only \$91,410 from the State Government during the current year. This is disclosed at the bottom of note 2 under "Other revenue". The directors report at page 1 discloses a loss for the year in the amount of \$72,473. The previous year was a profit of \$223,393 including all the government support for that year. This result is largely affected by depreciation on the recent large improvements made to the club and marina expenditure. The surplus before depreciation and interest was \$550,838 compared to \$783,248 the previous year. For the 2019/20-year EBITDA was \$532,203 which compares well with the current year.

Also, as disclosed on page 2 of the director's report profit from bar trading amounted to \$602,309 at a gross profit percentage of 68%. Bar sales were \$1,487,052. During the previous year bar sales were

\$1,296,187. This upturn reflecting trading closures and restrictions due to Covid being greater in the previous year. This gross profit % at 68% is consistent with previous years and is excellent based on industry standards.

Net gaming revenue was \$132,369 compared to \$148,114 the previous year and most likely reflects the effect of Covid hesitancy during the current year with new strains causing concerns to members.

The marina income increased from \$571,582 last year to \$597,222 this year and is expected to increase further now that the marina repair is completed and we can utilise the western arm of the marina.

Functions income has shown an increase from \$152,563 to \$283,525 as functions have been able to re-commence when Covid rules were relaxed.

The cash flow on page 13 shows that our cash at bank has decreased from \$900,029 to \$689,541 despite the great trading position. This is due to large capital expenditure. Capital works are disclosed in note 8 to the financial statement. You will note an increase in both capital works in progress and leasehold improvements. This has involved continued upgrade to the decks, club facilities and of course the marina.

Bank loans are disclosed at note 11 which shows increased borrowings to fund the above repairs and improvements.

Overall the performance of the club has been excellent once again considering the

interruptions caused by Covid. The repair to the marina is now almost complete apart from a few minor matters. Repair will also be made to the southern arm of the marina extension and to the old marina. The objective now is to have the marina fully occupied with a resultant increase in marina revenue. The coffee shop has also been completed with the aim of increasing rental and bar turnover.

The increase in the club facilities has put pressure on our electricity supply and we are now preparing for upgrade to the electricity infrastructure. The additional marina repairs and electricity upgrade will be funded from redraw available on loan funds and cash flow.

Ed Hillier BCom CA

Honorary club treasurer

Rear Commodores Report

2021/22

Season Overview

2021/22 marks the 92nd season of racing at LMYC. Covid-19 significantly impacted the sailing season for the second year running. We had no racing for almost three months from early August until late October. The State-wide Lockdown initially curtailed all racing and the club was closed for 66 days and then the Health regulations relating to community sports delayed the start of our point scores. We finally got our racing started in November and we ran sweepstake races for approximately one month and point scores commenced on 1 December.

Throughout the year we had great assistance from Australian sailing with regular updates and importantly they advocated hard with the government for the Sailing community. Our Covid Safe Sailing Plan (developed in 2020) was updated and this provided a basis for getting back out on the water. However, Covid-19 caused several events to be cancelled, including:

- The Saturday Spring Series
- The Saturday Summer Series
- The Saturday Bay Series
- Wednesday Summer Series 1
- The Friendship Cup with NCYC
- The Lady Skippers Series

The summer season Saturday point score was shortened to fourteen races. We had 43 boats registered for the 2021/22 Saturday Summer Season (13 boats in Division 1, 13 boats in Division 2, and 17 boats in Division 3). However, the average week-to-week fleet was 30 boats spread evenly across the three divisions. This trend of reducing boat numbers is a problem being experienced by us and many other yacht clubs and further highlights the need to make yacht racing more accessible. The Sailing Committee is well aware of the issue, and we are working on how we can address the decline. We are actively working on getting more women involved in sailing through She Sails. Sailing Australia has also facilitated several meetings with other local sailing clubs and we are looking at ways to transition juniors into yacht racing.

Again, each Division was a mixed fleet of both Spinnaker and Non-Spinnaker Boats based on the TCF. We endeavoured to have three fleets of reasonably equal numbers that would facilitate competitive and fair racing for all. A big thank you to Phil Blanch, Warren Hodgkins and Mick Schoevers, who have re-handicapped the whole lake fleet again this year. The work that Phil, Warren and Mick do every year ensures we have fair and competitive racing. The abridged Saturday racing was scheduled to have 14 races, with the season finishing just before Easter on 26 March 2022 with:

- 3 RKR Inter-Club races

- 4 Inter-Club Windward Leeward races
- 3 Bay Races
- 2 Combined Pulbah Races (with RMYC)
- 2 Pursuit Races

The weather again played a part in Wednesday racing, with 6 races abandoned due to strong winds or no wind. Friday Night twilights were undertaken on most Fridays in the Daylight Saving period, but this too was impacted by some rainy weather.

The annual boat owners survey was undertaken in April 2022 and overall the boat owners are very supportive of how sailing is conducted at LMYC. Thanks to the forty-five people who responded to our latest survey. There is some excellent feedback in the responses, which will assist the Sailing Committee as we plan future seasons. The results were sent out to all boat owners.

I like to thank the many volunteers that make our club work, in particular the Sailing Committee, the Handicappers, the Protest Committee, and the Course Committee. The racing team led by Ross Ahrens are an invaluable part of our Club and Ross makes my job as Rear Commodore much easier. A big thank you to Damian Boldyrew, who again headed up the Protest Committee.

I would like to thank all skippers and crew that have sailed with us over the 2021/22 Summer Season and last Winter. Thank you for your patience and support while we navigated this difficult covid impacted year.

Congratulations to the point score winners and placegetters.

Lady Sailor of the Year

The Lady Sailor of the year was Kylie Parker. Kylie can be seen most Saturdays on the bow of the family owned J24 The Shed. She was also part of the all female crew for the LMYC She Sails event.

Kylie has introduced plenty of people to sailing over her time at the club. She has been an important part of the LMYC Sailing Community for many years.

Racing Results

Lady Skippers Series

The Ladies Skippers five race series was to run in conjunction with the Friday Twilights. However, covid impacted on the series and it was not held this year.

Wednesday

Summer Series 1 – abandoned due to Covid

Summer Series 2

In Division 1 the winner was Pugsley (Len Lavers) on 24 points on a countback from Dreadnaught (Ed Hillier) on 24 points and Excessive (David Nichols) on 22 points.

In Division 2, the winner was Mirage (David Kelty) on 25 points from Scaramouche (John Skillicorn on 38 points and Tereshenko (Frank Cordingley) on 59 points.

Saturday Racing

Spring Pointscore - abandoned due to Covid

Summer Pointscore - abandoned due to Covid

Bay Series - abandoned due to Covid

Pursuit Series

In 1st Division, the winner was Excessive (David Nichols) on 3 points from Ignition (Ian Bower) on 7 points and Dirty Deeds on 7 points.

In 2nd Division, the winner was Anarchie (Paul Hannan) on 3 points from Foamfast (Paul Heyes) on 6 pints and Willpower (Simon Frendo) on 7 points.

In 3rd Division, the winner was The Shed (Roger Parker) on 5 points from The Apple (Warren Hodgkins) on 10 points and Up Ship Creek (Mark Holmes and Chris Villa) on 10 points.

Annual Pointscore

In 1st Division, the winner was Ignition (Ian Bower) on 48 points on a countback from Excessive (David Nichols) also on 48 and Fathom (David Berryman) on 50 points.

Ignition (Ian Bower) also won the Gun Trophy for the most line honours wins.

In 2nd Division, the winner was Excess (Bruce Dobinson) on 45 points from Santana (Michael Graham) on 46 points and Beat to Quarters (Eddie O'Donnell) on 48 points.

In 3rd Division, the winner was The Apple (Warren Hodgkins) on 44 points from Pentangle (Damien Boldyrew) on 53 points and Up ship Creek (Mark Holmes and Chris Villa) on 55.9 points.

Combined Fleet Results

The results of each series are detailed below.

RK Robertson Interclub Series

Congratulations to RMYC on winning the RKR Shield on 68.41 points from LMYC on 78.88 points and WASC on 79.79 points. The divisional results are detailed below.

In 1st Division, the winner was Ignition (Ian Bower) on 10 points from For Play (Rob Brenton RMYC) on 18 points and Dirty Deeds (Ian Humphries) on 19 points.

In 2nd Division, the winner was Echo Beach (Philip Matthews) Santana on 22 points from Valkyrie (Stephen Knight WASC) on 14 points Yes Chef (Stefan Schelberth WASC) on 15 points.

In 3rd Division, the winner was TBFY (Adrian Williams RMYC) on 19 points from Snappy One (Tony Outteridge WASC) on 22 points and The Apple (Warren Hodgkins) on 25 points.

The best performed boat for all divisions (common finish) was Ignition (Ian Bower).

Combined Windward Leeward (LMYC, RMYC, WASC)

In 1st Division, the winner was Fathom (David Berryman) on 16 points on a countback from Ross Street (Noel Jenkins) on 16 points and Ignition (Ian Bower) on 21 points.

In 2nd Division, the winner was Jab (Mark Skelton WASC) on 8 points from Echo Beach (Philip Mathews) on 19 points and Beat to Quarters (Eddie O'Donnell) on 21.5 points.

In 3rd Division, the winner Snappy One (Tony Outteridge WASC) on 11 points from Up Ship Creek (Mark Holmes and Chris Villa) on 15 points and Pentangle (Damien Boldyrew) on 27 points.

Combined Pulbah (LMYC & RMYC)

In 1st Division, the winner was Ignition (Ian Bower) on 6 points on a countback from Three Stooges (Steve Liddell) on 6 points and Excessive (David Nichols) on 12 points.

In 2nd Division, the winner was Anarchie (Paul Hannan) on 6 points from Beat to Quarters (Eddie O'Donnell) on 7 points and Excess (Bruce Dobinson) on 7 points.

In 3rd Division, the winner was TBFY (Adrian Williams RMYC) on 4 points from Pentangle (Damien Boldyrew) on 9 points and Wild Cherry (Alan Laverick RMYC) on 12.5 points.

Lakefest Regatta

The annual Lakefest Regatta was run in February with the results from the RKR race and the Combined Windward/Leward races making up a three-race series. The prize money of \$1,800 (\$600 per Division) was shared amongst all three clubs. Congratulations to the following boats.

Division 1 – One Eyed Bandit (Bill Young LMYC) was 1st, Ignition (Ian Bower LMYC) was 2nd and Three Stooges (Steve Liddell LMYC) was 3rd.

Division 2 – Jab 2 (Mark Skelton WASC) was 1st, Echo Beach (Phillip Matthews LMYC) was 2nd and Excess (Bruce Dobinson LMYC) was 3rd.

Division 3 - Emmenar (Mel Steiner RMYC) was 1st, Snappy One (Tony Outteridge WASC) was 2nd and Barney Cools (Adam Boslem RMYC) was 3rd.

She Sails

Newcastle Regatta November 2021

Wet & windy conditions delayed the start of the windward/leeward races on Newcastle Harbour this year, but intrepid crews were able to complete one race in the afternoon before calling it a day. Susie Wright, Natalie Butterworth and Katrina Killey ('Aboat Time' - representing LMYC) stormed home in a convincing win, well ahead in the fleet of Elliot 6's. Sunday saw more benign conditions (a steady SSW 10 – 15 knots) and a determination to conduct as many races as possible. Five windward/leeward races were completed and a passage race along the harbour out to Nobby's & back finished the day's events. 'Aboat Time' (Susie Wright, Natalie Butterworth and Katrina Killey representing LMYC) won the regatta by scoring 6 straight wins in the windward/leeward & fourth place in the passage race.

In a strong second place were 'Nauti Girls' – Grace Buchan & Erin Killey (both representing LMYC) & Orla Gray (YMCA Sailing Club in Canberra).

'Aqua Gals' – Antonia Patterson & Eleanor Cunningham (LMYC) & Sarah Gamble (NCYC/LMYC) came a creditable 4th.

LMYC She Sail Regatta January 2022

On Sunday 16 January we delivered our first ever SheSails Race. We had 20 yachts on the water representing NCYC, RMYC, WASC and LMYC. The race was held on a bay course with a handicap start in front of the LMYC clubhouse. The day was a great success and with over 100 women sailors participating.

While all of the teams had to have a female skipper and at least 50% female crew the teams on Fathom, Sofarr and The Shed raced with all-female crews.

A big thank you to Club Captain and She Sails Rep, Eleanor Cunningham and her team for all their hard work in pulling this event together. Thanks also to all our boat owners who got involved and provided their yachts for the event and to the crews that came from all the local yacht clubs to join us for the day.

Congratulations to our race winners on Ruffian from Wangi RSL Amateur Sailing Club helmed by Lyn McAllister. In second place we had Dreamweaver helmed by Erika Markanen-Haire, another Wangi team. In third place, we had our local team on Sheer Pleasure helmed by Mandy Maddox.

The fastest time was Fathom helmed by Jan Howard from NCYC.

We appreciate our media team Jack Buchan from Newcastle Cruising Yacht Club and Gemma Burns from Australian Sailing - NSW & ACT for capturing the great photos and their support for this regatta which will now become an annual event.

Sailing Committee

The Sailing Committee for 2021/22 was –

- Steven Ford (Chair)
- Ross Ahrens
- Phil Blanch
- Eleanor Cunningham (Club Captain)
- Noel Jenkins
- Mark Holmes (Director)
- Dale Sharp
- Gary Van Dijk (Director)
- David Young (Director)
- Sarah Gamble (appointed June 2021)

I would like to acknowledge the work of Noel Jenkins and Phil Blanch who recently retired from the Sailing Committee. Both Noel and Phil have made significant contributions to Sailing over many years. The Sailing Committee and Ross Ahrens have provided excellent support as we have navigated our way through Covid and its impact on Sailing.

International and National Sailing

Sydney to Hobart 2021

Well done to She's the Culprit in the 2021 Sydney to Hobart. She's the Culprit represented both LMYC and NCYC. She was skippered by Glen "Cyril" Picasso (12 Hobarts), Navigator Robert Jarvie (2) and a crew of Dave Edwards (1), Mark Graham (9), Wade Croak, Anthony Jurd, Brad Dodds (1), Paul Dover, Mark Virtue, Oonagh O'Donovan (3), Courtney Smith, Felix Prince.

In a tough race that saw only 40 finishers and 32 retirements from a starting fleet of 72 boats, The Culprit had a great race and finished 29th on Line Honours in 4:18:39:23 and 2nd in PHS Division. They arrived just in time to celebrate New Years Eve in Hobart.

She's the Culprit will be the winner of both Wal Russell Trophy and The Bosuns Trophy for 2021/22. Well Done.

NSW Adams 10 Championships

Congratulations to Tom Braidwood and the Backchat crew in winning the 2022 NSW Adams 10 Championships.

Hunter Sailing League

NCYC held the inaugural Hunter Sailing League in January 2022. Using their fleet of Elliots, sailing clubs competed against each other over a short harbour course. LMYC was represented by Chris Villa, Mark Holmes and Natalie Butterworth who finished 2nd in the regatta.

Flying 15's

Chris Villa and Mark Holmes took their Flying 15 "Up Ship Creek" to the ACT Championships where they came 2nd and the Victorian Championships where they came 4th. Well done Chris and Mark.

Sponsors

I would like to make a special mention of our sailing sponsors for the season. These people support sailing, and if you can support them as well, that would be appreciated.

- Marmong Point Marina (Wednesday Series/Corporate Sponsor)
- Buy'a'Boat (Bay Series)
- Crusoe's on the Lake (Pursuit Series)
- Stephen Pearson Electrical (Twilight Series)
- Hillier's Advisors (She Sails Series)
- Fever Tree (She Sails Series)
- Lake Macquarie Moorings (Winter Series)
- JR Marine (RKR Series)
- Whitworths (RKR Series)
- Newcastle Skin Check (Pulbah Series)
- Coastal Shipwright Services (Combined Windward Leeward Series)
- Gerry Wubbel's Automatics (Club Supporter)
- Bella Group Services (Club Supporter)
- Adam's Family Meats (Club Supporter)
- Sticky Digital (Club Supporter)
- Cutcher & Neale (Club Supporter)

It has been a challenging year at LMYC, and I look forward to the new season in 2022/23.

Steven Ford

Rear Commodore

Lake Macquarie Yacht Club
Vice Commodore's Report

COVID has once again had significant impact on the operations of the Lake Macquarie Yacht Club over the last 12 months, including a two month shutdown of the clubhouse, a significantly shortened sailing season, and restrictions on patron numbers during what is usually our peak summer trading times.

However, similar to last year we have taken advantage of these slower periods to continue moving forward with improvements to the infrastructure of the Club. The deck areas adjacent the clubhouse have now been refurbished & modified to permit significantly more outdoor tables overlooking the lake. The marina bar has been transformed into a thriving café serving early morning coffee & cakes with pizzas, burgers and chips available from lunch time till late. These additional facilities have attracted a different market of patrons now visiting at times when our clubhouse and deck areas were underutilised.

Other recent improvements include completion of Stage 1 of the marina rectification, now providing an effective wave barrier to the west, allowing 20 pens to again be available for the safe berthing of boats. Completing the clubhouse refurbishments has continued with the upper level Bridge Deck Room being painted, recarpeted and a more generous staircase introduced. Night time branding of the club house entry has also been improved, with the introduction of an illuminated signage pylon and feature roof lighting.

The allocation of a dedicated area of the clubhouse for "sailors only" on racing days has encouraged many crews to stay longer, socialise and take advantage of the many drink and food options now available at their club.

Future infrastructure projects being considered over the next 12 months include commencement of stage 2 of the marina rectifications, extending the new wave barriers around to the southern arms of the marina enclosure. We will also be working through the approval process to enable installation of a new transformer and substation necessary to ensure that the future power requirements of the clubhouse and marina will be available as we expand.

Despite the unique trading conditions this year having a significant impact on our usually busy functions calendar, we have been fortunate that the restaurant, bar and new café operations have been well supported, continuing to generate revenue necessary to maintain and improve our club facilities.

So having completed yet another unique and challenging year, I would like to thank the Board members, the CEO, Staff and Club Members who have all contributed to yet another successful year at Lake Macquarie Yacht Club.

Vice Commodore
Peter Shaddock

