

2022

ANNUAL REPORT

Liverpool Catholic Club



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Annual Report 2022

Liverpool Catholic Club Limited Incorporating

Thurgoona Country Club Resort
ACN 00 974 073
ABN 78 000 073

Patron

Most Reverend Bishop David Cremin D.D
Emeritus Auxiliary Bishop of Sydney

Chaplin

Very Rev Paul Monkerud EV PP

Board of Directors

President - Gregory Richardson
Vice President - George Ajkay

Anthony Atkins, Phillip Coleman, Joe Mancini, Van
Nguyen, Fortunato (Lucky) Legato

Chief Executive Officer - Dave Vidler
Bankers - Commonwealth Bank of Australia
Solicitors - Pigott Stinson Lawyers
Auditors - BDO Audit Pty Limited

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President's Report

I am pleased to present on behalf of the Board the Annual Report of the Liverpool Catholic Club for the year ending 31 December 2022.

My closing comments last year looked forward to a brighter 2022 and it is very pleasing to report we have experienced a return to pre-Covid functioning of our club both here in Liverpool and Thurgoona with our facilities fully operational and available to our members. As a result of the increased patronage and support from our members we were able to generate a profit of \$15,535,908 for the year, which was a significant improvement over last year's impacts of lockdown and Club closure and I congratulate Mr Dave Vidler our CEO and the club management and staff for this great result. The full details of the results are contained in the financial sections of this Annual Report.

Thurgoona Country Club performed very well and achieved a very good result for the year, building on the successes of 2020 and 2021 and continues to achieve year on year profitability due to the continued hard work of the management and the team there. This year we saw the return of the successful NSW Seniors Golf Tournament to Thurgoona, after a two year absence and was a great success for the club and greater Albury community.

With this year's growth in our profitability we were able to deliver a significant increase in our financial support of our local Catholic parishes, schools and the wider community of Liverpool with contributions of \$2,383,801 in donations during 2022. Recipients included the Ingham Institute, Open Support, Beyond the Badge and those listed in our Annual Report.

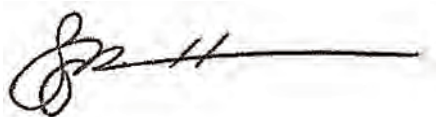
Our sporting and community facilities provided at the Club are well utilised and appreciated by our Intra-Club groups. The Board once again thanks the executive committees, coaches, managers, and volunteers of our Intra-Clubs for their efforts and contributions toward the success of our Club. We are pleased to see an increase in memberships during 2022 particularly our 50's Plus group. As I mentioned last year, the Board and Management continue to be grateful to all our members who have increased their support of the Club during 2022 both in Liverpool and Thurgoona as we returned to our 'normal' operation and we continue to invest in the Club for the increased enjoyment of our members.



At Liverpool we are well underway with work on upgrading and extending our alfresco areas to include a new sports lounge area with upgraded TV's for sports viewing entertainment and an increase in area of our popular café, all of which we expect to be completed by Dec 2023. Over at the Sports Complex we have continued the upgrading of our exercise equipment and refurbishing the toilet and change room areas for members. Our Grand Ballroom, part of our Functions Centre has commenced a multi-million dollar refurbishment and I am sure the members will be excited to see the improvements to our showpiece function area when completed mid-2023.

As mentioned in last year's report at Thurgoona the installation of the PADEL courts which will complement our Tennis court facilities are close to completion and we are also in the design phase for significant extensions to the function and bistro areas and also in our Motel, all of which is the next exciting growth phase for our facilities there.

In closing I thank my fellow directors for their efforts during 2022, as none of these achievements are possible without their ongoing support and commitment to our Club, our members and the wider Liverpool community.



Greg Richardson

President

Life Members

Thank you to our Life Members who have made great contributions towards the success of our Club.

ROBERT BRASSELL	PHILLIP V. COLEMAN
WARREN F. WILLIAMS	ANTHONY M. ATKINS
LEO SULLIVAN **	VALDA M. HOOD **
BRUCE A. MAYBERRY **	SHELLEY A. MORETTI
REV. FATHER R.A. DELANEY **	COLIN A. PURCELL **
JOHN H. MANSFIELD **	CATHERINE T. COLEMAN
PHILLIP M. POWER **	PETER J. HURLEY
JOHN T. BEST **	ELSIE MALLET **
JOHN P. DUFFY	BRIAN VAN DER MEER
CHARLES C. GULLOTTA	FRANK MIRARCHI
PETER THOMAS **	JULIE BRADLEY
NOEL HICKEY **	JAN CLEARY
SILVIO MARUCCI	CHERYL PAGE
MAUREEN MURRAY	ANTOINETTE SULTANA **
JOHN T. CAIRNS	FORTUNATO LEGATO
NORMAN JONES **	JULIE MARTIN
FREDERICK A. DIEHM **	JEAN GARARD
DENIS R. WILLIAMS **	JODIE PAGE

** Deceased

Thank you

We support the community

Liverpool Catholic Club is committed to giving back to the Liverpool community and providing support to our local schools, charities, parishes, sporting clubs and community groups. Our donations, when considered in conjunction with the many social and sporting facilities that the Club hosts, are a significant contribution to our local community, which we are proud to be part of.

DONATIONS IN 2022 TOTALLED

\$2,383,801

An increase of 201% from 2021

WE INVESTED

\$480,000

to the Club's Trust Funds in 2022,
with total funds invested now exceeding

\$5 MILLION

These Trust Funds are aimed at ensuring the Club's community support objectives can be met into the future.



LCC in Numbers

TOTAL MEMBERS

57,000 MEMBERS

EMPLOYEES

315 EMPLOYEES

SUPPORTING

1,200

SPORT PLAYERS

MEALS SERVED IN 2022

OVER 500,000

12

INTRA-CLUBS

IN 2022, SOME OF THE KEY GROUPS WE SUPPORTED ARE:

Minifit

Holy Spirit Parish

Heart of the Nation

Play For All Australia

Orange Ex-Service Clubs with
their Disaster Relief efforts

Ingham Institute

Sebastian Foundation

Open Support

Kirinari

Youth off the Streets

Animal Welfare League
NSW – Kemps Creek

Community Café – Sadlier

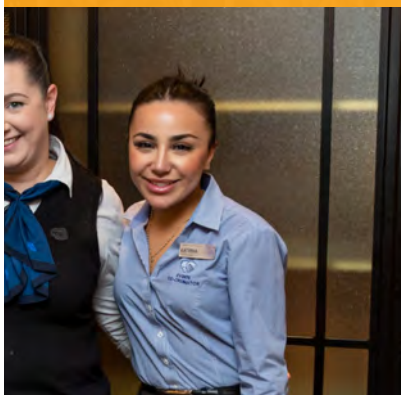
Liverpool Women's Health Centre

Catholic Care

South West Sydney Tourism
Taskforce

Arrow Foundation

All Saints Parish & All Saints
Catholic College



Club Refurbishment and Extension



Grand Ballroom Renovation



Our extensive Grand Ballroom Refurbishment is well under way. These works are aimed to provide our members and the local community with a modern, revitalised, and versatile event space for social and corporate events.

These improvements include:

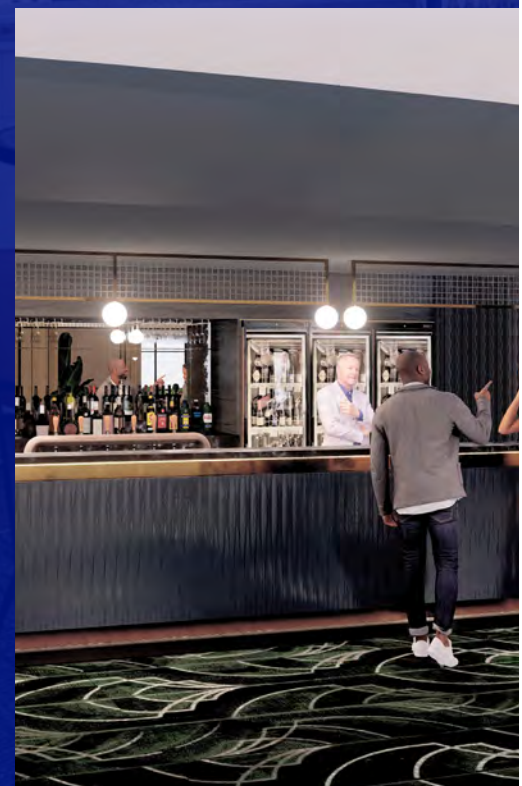
Upgrades to our main function rooms and pre-function spaces

Upgrades to the bars, bathrooms and bridal suite

New lighting, audio and video equipment

New modern, contemporary features including ceiling installation, carpet & seating

The Ballroom is expected to be completed in July 2023 and will ensure the Club is well placed to benefit from the growing corporate and business events sector in coming years.



Sports Bar and Outdoor Terrace



Works on our Outdoor Sports Bar and Terrace have also commenced, with expected completion in late 2023. This extension further cements the Club's commitment to providing our members with new and improved facilities.

The Alfresco Expansion aims to offer a high-quality, contemporary venue that aligns with current trends in open entertainment spaces. The upgraded facilities will include a new sports bar, sports terrace, and enhanced amenities, all designed to elevate the overall experience for the community using the club.



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The Club is committed to providing high quality, and upgraded spaces for the benefit of our members and the community

LIVERPOOL CATHOLIC CLUB LTD
ACN 000 874 073

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given of the 52nd Annual General Meeting of **LIVERPOOL CATHOLIC CLUB LTD** to be held on **Sunday 21st May 2023** commencing at **12:00 noon** at the premises of the Club, 424-458 Hoxton Park Road, Prestons, New South Wales.

BUSINESS

The business of the meeting will be as follows:

1. Apologies.
2. To confirm the minutes of the 51st Annual General Meeting held on 15th May 2022.
3. To receive and consider the following reports in respect of the Club for the year ended 31 December 2022:
 - (a) the directors report;
 - (b) the financial report;
 - (c) the auditors report

(Note 1: The Club's Annual Report for the year ended 31 December 2022 containing these reports is available on the Club website (www.liverpoolcatholic.com.au). A copy will also be provided either in hard copy or by email to any member who makes a written request to the Club for a copy of the Annual Report.)

(Note 2: Members who wish to ask questions regarding the financial report or other matters relating to the affairs of the Club, are asked to provide the Chief Executive Officer notice in writing of their questions by 14 May 2023. This will allow appropriately researched responses to be prepared for the benefit of members. Failure to give written notice of questions will not prevent members asking questions at the meeting but it may not be possible to give considered answers to such questions.)

4. To consider and if thought fit pass each of the Nine Ordinary Resolutions in relation to benefits to Directors and other Members set out in Annexure A to this Notice.
5. To consider and if thought fit pass each of the Eleven Special Resolutions to amend the Constitution of the Club set out in Annexure "B" to this Notice.
6. To declare the results of the election of Directors.

NOMINATIONS FOR ELECTION AS DIRECTOR

Notice is given that nominations for the office of Director must be lodged with the Secretary/Chief Executive Officer by **5:00pm on 30th April 2023** being the closing time for nominations.

Under the triennial rule there are two directors' positions that are eligible to be filled and each position is for a three (3) year term.

If by the close of nominations the number of candidates nominated is less than two, the candidates nominated shall be declared elected and additional nominations shall be called for at the Annual General Meeting.


If more than two candidates are nominated by the close of nominations, an election by ballot will be conducted prior to the Annual General Meeting.

That ballot will be a postal ballot under the supervision of a Returning Officer appointed by the Board.

Details of the election system are set out in Rule 40 of the Club's Constitution.

Dated: 15th March 2023

By direction of the Board


Dave Vidler
Secretary/Chief Executive Officer

“A”

This and the following 3 pages is the Annexure “A” referred to in the Notice of Annual General Meeting of Liverpool Catholic Club Limited to be held on 21st May 2023.

ORDINARY RESOLUTIONS

[The Ordinary Resolutions are to be read in conjunction with the notes to members set out on the following pages of this Annexure “A” following the Seventh Ordinary Resolution]

FIRST ORDINARY RESOLUTION

That the members hereby approve and agree to expenditure by the Club in a sum not exceeding \$265,000 until the next Annual General Meeting of the Club for sponsorship of Intra Clubs.

SECOND ORDINARY RESOLUTION

- (a) That the members hereby approve and agree to expenditure by the Club in a sum not exceeding \$60,000 until the next Annual General Meeting of the Club for Directors’ Expenses as follows:
- (i) The reasonable cost of a meal and beverage for each Director immediately before or immediately after a Board or Committee meeting on the day of that meeting when that meeting corresponds with a normal meal time.
 - (ii) Reasonable expenses incurred by Directors in travelling to and from Directors’ meetings or other duly constituted committee meetings as approved by the Board from time to time on production of invoices, receipts or other proper documentary evidence of such expenditure.
 - (iii) Reasonable expenses incurred by Directors in relation to such other duties including entertainment of special guests to the Club and other promotional activities performed by Directors which activities and the expenses therefrom are approved by the Board before payment is made on production of receipts, invoices or other proper documentary evidence of such expenditure.
 - (iv) The reasonable cost of Directors and their spouses/partners (if required) attending any club, community or charity function as the representatives of the Club and authorised by the Board to do so.
 - (v) The allocation of up to two tickets per game for up to two Directors, or a Director and a guest of that Director, to attend and represent the Club at the Corporate Box the Club provides for members for West Tigers home games.
 - (vi) The reasonable cost of Club uniforms being provided to Directors as required.
 - (vii) The provision of a designated car parking space for the exclusive use of each Director.
 - (viii) The reasonable documented expenses incurred by Directors for club related telephone calls.
 - (ix) The provision of gifts to a combined value not exceeding \$4,000 for the spouses or partners of Directors in appreciation of their support of the Directors throughout the year.
- (b) That the members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are Directors of the Club and the spouses/partners of Directors.

THIRD ORDINARY RESOLUTION

- (a) That the members hereby approve and agree to expenditure by the Club in a sum not exceeding \$65,000 for the professional development and education of Directors until the next Annual General Meeting and being:
- (i) The reasonable cost of Directors attending conferences, seminars, lectures, trade displays and other similar events as may be determined by the Board from time to time;
 - (ii) The reasonable cost of Directors attending other registered clubs for the purpose of viewing and assessing their facilities and methods of operation

provided such attendances are approved by the Board as being necessary for the betterment of the Club;

- (iii) The reasonable cost of Directors and their spouses (if required) attending the Clubs NSW Annual General Meeting and Conference provided however that the expenses in relation to Directors' spouses or partners will be limited to:
- Economy airfares or other reasonable travel expenses;
 - Accommodation for the duration of the conference only;
 - The cost of tickets to the conference dinner.

- (b) The members acknowledge that the benefits in paragraph (a) above are not available to members generally but only for those who are Directors of the Club and the spouses/partners of Directors.

FOURTH ORDINARY RESOLUTION

That the members hereby approve and agree to expenditure by the Club in a sum not exceeding \$25,000 until the next Annual General Meeting of the Club for the reasonable costs of functions (such as wakes) to be held at the Club to honour the memory and work of members of the Club who have served the Club in a voluntary capacity over many years and who die during the course of the year. The holding of such functions and the extent of the expenditure paid or borne by the Club for such functions shall in each case be entirely at the discretion of the Board of Directors.

FIFTH ORDINARY RESOLUTION

- (a) That the members hereby approve the Club providing a complimentary meal to each Honorary member when they attend the Club at a time which coincides with a normal meal time.
- (b) The members acknowledge that the benefits in paragraph (a) are not available for members generally but are only for those who are Honorary members of the Club.

SIXTH ORDINARY RESOLUTION

- (c) That the members hereby approve and agree to expenditure by the Club in the sum not exceeding \$10,000 until the next Annual General Meeting for the reasonable costs as a token of goodwill (such as food, beverage, hospitality or a small gift at Christmas) in recognition of the dedication and assistance of Life members over many years. The extent of the expenditure paid or borne by the Club in respect of the token of goodwill shall be entirely at the discretion of the Board of Directors.
- (d) The members acknowledge that the benefits in paragraph (a) are not available for members generally but are only for those who are Life members of the Club.

SEVENTH ORDINARY RESOLUTION

That the members hereby approve the Club paying honorariums for Directors in recognition of their services as Directors of the Club from the date of this Annual General Meeting until the date of the Annual General Meeting in 2024 as follows:

President	\$20,000	(inclusive of the Superannuation)
Vice President	\$18,000	(inclusive of the Superannuation)
Ordinary Board members	\$15,000	each (inclusive of the Superannuation)

Such honorariums to be payable by monthly instalments in arrears.

EIGHTH ORDINARY RESOLUTION

That the members hereby approve and agree that Directors may purchase travel insurance for their personal travel needs through the Club insurance providers where the terms of such insurance and premiums are more favourable than available to the general public and can only be obtained because of the corporate terms between the Club and its insurance providers.

NINTH ORDINARY RESOLUTION

That the members hereby approve and agree that Directors may receive the same offers, discounts or promotions as are made available to employees from time to time.

NOTES TO MEMBERS ON THE NINE ORDINARY RESOLUTIONS

First Ordinary Resolution

1. The First Ordinary Resolution is to have the members approve an amount no greater than \$265,000 for sponsorship of the intra-clubs.
2. The amount proposed by the First Ordinary Resolution is an increase of 6% over that approved by members at the Annual General Meeting in 2022.

Second Ordinary Resolution

3. The Second Ordinary Resolution is to have the members approve an amount no greater than \$60,000 for expenses incurred by Directors in the performance of their duties. Included in the resolution is the cost of Directors attending functions as representatives of the Club and the costs of their spouses/partners also attending those functions.
4. The amount to be provided is the same as that approved by members at the Annual General Meeting in 2022.
5. The Second Ordinary Resolution also allows up to two Directors or a Director and a guest to attend West Tigers home games as representatives of the Club.
6. The Second Ordinary Resolution also allows \$4,000 for gifts to spouses and partners of Directors. Last year the amount was \$100 per spouse or partner.

Third Ordinary Resolution

7. The Third Ordinary Resolution is to have the members approve an amount no greater than \$65,000 for the expenditure by the Club for Directors to attend conferences, seminars, lectures trade displays and other similar events and to visit other clubs to enable the Club's governing body to be kept abreast of current trends and developments which may have a significant bearing on the nature and way in which the Club conducts its business. Also included will be expenditure for Directors and their spouses (if required) to attend the ClubsNSW Annual Meeting and Conference.
8. The amount is the same as that approved by members at the Annual General Meeting in 2022.

Fourth Ordinary Resolution

9. The Fourth Ordinary Resolution is to have the members approve the Club providing funding until the next Annual General Meeting for functions (such as wakes) to honour distinguished members of the Club on their death. Without such a resolution it is arguable that the Club is not entitled to provide such functions without someone (normally members of the family of the deceased) being responsible for the cost. The amount to be approved is increased by \$5,000 over that approved by members at the Annual General Meeting in 2022.

Fifth Ordinary Resolution

10. The Fifth Ordinary Resolution is to have the members approve the Club providing a meal to each Honorary member when they are attending the Club at a time which coincides with a normal meal time. In practice this will happen only by the Honorary member producing his or her Gold Honorary membership card.

Sixth Ordinary Resolution

11. The Sixth Ordinary Resolution is to have members approve expenditure by the Club in a sum not exceeding \$10,000 until the next Annual General Meeting of the Club for reasonable costs towards recognising the dedication and assistance from life members over many years. Such recognition may be in the form of food, beverage, hospitality or a small gift at Christmas as determined by the Board of Directors.
12. The amount represents an increase of \$3,000 over that approved by members at the Annual General Meeting in 2022.

Seventh Ordinary Resolution

13. The Seventh Ordinary Resolution is to have members approve honorariums for the President, Vice President and ordinary Directors. The amount to be provided represents an increase of \$3,100 for the President, \$6,750 for the Vice President, and \$3,750 for Directors over that approved by members at the Annual General Meeting in 2022.

Eighth Ordinary Resolution

14. The Eighth Ordinary Resolution is to have members approve Directors being eligible to take up insurance policies for their own personal travel insurance which is available to them through the Club's insurance providers. The terms of those policies and premiums are very favourable and not available to ordinary members of the public or members of the Club other than Directors.

Ninth Ordinary Resolution

15. The Ninth Ordinary Resolution approves Directors being eligible to the same discounts and promotions that are open to employees.

Procedural matters on Ordinary Resolutions

16. To be passed, an Ordinary Resolution must receive votes from not less than a majority of members who, being eligible to do so, vote in person at the meeting.
 17. Proxy voting is prohibited by the Registered Clubs Act.
 18. Only financial Voting members and Life members can vote on the Resolutions.
 19. Any member who is an employee of the Club is prohibited from voting by the Registered Clubs Act.
 20. The Board of the Club recommends each of the resolutions to members.
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“B”

This and the following 6 pages is the Annexure marked “B” referred to in the Notice of Annual General Meeting of Liverpool Catholic Club Ltd to be held on 21 May 2023.

FIRST SPECIAL RESOLUTION

[The First Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended as follows:

- (a) By **deleting** subparagraph (i) of Article 1(b) and in its place **inserting** the following new subparagraph (i):

“(i) *If pursuant to Article 29 the Board has determined that a subscription for membership is payable and the member has not paid the subscription or any part of the subscription within thirty (30) days of the due date for payment of the subscription or any part of the subscription.*”

- (b) By **deleting** from Article 27(d) the following words:

“and the payment by the member of the entrance fee (if any) and any subscription shall be conclusive evidence of such agreement.”

- (c) By **deleting** Article 29 and in its place **inserting** the following new Article 29:

“29. *The entrance fee (if any) and annual subscription (if any) payable by members of the Club shall in each case be such amount as the Board may from time to time determine.*”

- (d) By **inserting** in Article 30 after the words “the annual subscription” the words “(if any),”

Notes to Members on First Special Resolution

1. The First Special Resolution if passed, will give the Board the discretion as to whether to require members to pay an annual subscription in addition to the discretion it always had to require payment of an entrance fee.
2. The Registered Clubs Act was recently amended to allow clubs the option of not charging an annual subscription for membership and also removing the minimum subscription being \$2.00 (plus GST).
3. Whether or not the Board will continue annual subscriptions will be a matter that will need to be carefully considered before a decision is made.
4. The Board has no immediate plans about this but it would be beneficial at least to pass the First Special Resolution so the option is available.

SECOND SPECIAL RESOLUTION

[The Second Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **deleting** from Article 27(a) the opening words being “Particulars of each applicant for membership” and in their place **inserting** the following opening words “The name of each applicant for membership”.

Notes to Members on Second Special Resolution

1. If passed, the Second Special Resolution will require only the name of an applicant for membership of the Club to be displayed on the Club’s notice board.
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2. This also reflects a recent amendment made to the Registered Clubs Act.

THIRD SPECIAL RESOLUTION

[The Third Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended as follows:

- (a) By **inserting** in Article 1(a) after the definition of “*The Club Notice Board*” the following additional definition:

“‘Director Identification Number’ means the number described by the same words referred to in section 1272C of the Act that a member of the Club must have before that member can be elected or appointed to office as a director of the Club.”

- (b) By **deleting** from Article 40(a) the following words:

“a nomination for the election of a member to the Board shall be made in writing and signed by two (2) Voting members or Life members of the Club and by the nominee (who shall thereby signify his consent to the nomination)”

and in their place inserting the following words:

“a nomination for the election of a member to the Board shall be made in writing and shall be signed by two (2) Voting members or Life members of the Club and by the nominee (who shall thereby signify their consent to the nomination) and must include the Director Identification Number of the nominee.”

- (c) By **inserting** in Article 57 the following new paragraph (j):

“(j) does not have a Director Identification Number.”

- (d) By **inserting** in Article 58 after the words “to appoint any eligible member” the words “who has a Director Identification Number”.

Notes to Members on Third Special Resolution

1. If passed, the Third Special Resolution will insert into the Articles of Association the requirement for all candidates for election or appointment to the Board to have a Director Identification Number.
2. A Director Identification Number has now been mandated by the Corporations Act.
3. Members wishing to obtain a Director Identification Number should access the web page of the Australian Business Registry Services. Applications can be made online, by telephone and by post.
4. If a member acts as a director without obtaining a Director Identification Number, that member commits an offence for which there are substantial penalties.

FOURTH SPECIAL RESOLUTION

[The Fourth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **deleting** Article 77 and the heading “Seal” and in its place **inserting** the following new Article 77 and heading:

“EXECUTION OF DOCUMENTS

77. (a) *The Club may have a seal.*
 (b) *If the Club has a seal the Board must provide for the safe custody of the seal.*
-

- (c) *The Club may execute a document (including a deed) with the seal by fixing the seal to the document and having the fixing of the seal witnessed by:*
 - (i) *two (2) members of the Board; or*
 - (ii) *one (1) member of the Board and the Secretary.*
- (d) *The Club may execute a document including a deed without using the seal if that document is signed by:*
 - (i) *two (2) members of the Board; or*
 - (ii) *one (1) member of the Board and the Secretary."*

Notes to Members on Fourth Special Resolution

1. If passed, the Fourth Special Resolution sets out how documents can be executed by the Club (as a corporation) consistent with the Corporations Act.

FIFTH SPECIAL RESOLUTION

[The Fifth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **inserting** after Article 77 the following new Article 77A and heading:

"MEETINGS AND VOTING

- 77A. (a) *In accordance with section 30C(3) of the Registered Clubs Act, the Club, the Board or a committee may (but is not required to):*
- (i) *distribute a notice of or information about a meeting or election of directors or a committee of the Club by electronic means;*
 - (ii) *hold a meeting at which all or some persons attend by electronic means but only if a person who speaks at the meeting can be heard by the other persons attending;*
 - (iii) *allow a person entitled to vote at a meeting of the Club, the Board or a committee of the Club to vote in person or by electronic means.*
- (b) *The provisions of Article (a) of this Article 77A may be applied notwithstanding anything contained in these Articles of Association and if these provisions are applied and there is any inconsistency between paragraph (a) of this Article 77A and any other provision of the Articles of Association, then paragraph (a) of this Article 77A shall prevail to the extent of that inconsistency.*
- (c) *The Board has power to make by-laws to provide for the effective operation of paragraph (a) of this Article 77A."*

Notes to Members on Fifth Special Resolution

1. If passed, the Fifth Special Resolution will reflect what are already deemed rules of all registered clubs pursuant to section 30C(3) of the Registered Clubs Act.
2. The proposed new Article 77A and the deemed rules under section 30C(3) will make it easier for members to attend and vote at meetings using electronic technology (such as Zoom, Teams, etc.).
3. The Fifth Special Resolution also gives the Board the power to make by-laws to provide for the effective operation of Article 77A, which would include notifying members of how to participate and vote in meetings using the appropriate technology.
4. The Board has not yet formed a view as to how frequently, if at all, it will ask members to attend and vote in meetings using technology but the Covid pandemic is still with us and

notwithstanding the assurances of government, there is always the potential for lockdowns, in which case meetings can still take place using the technology as provided in Article 77A.

SIXTH SPECIAL RESOLUTION

[The Sixth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by:

(a) **deleting** Articles 22 and 22A and in their place **inserting** the following new Articles 22 and 22A:

"22. The Board has the power to determine the eligibility requirements of persons (who are not Full members of the Club) who may be admitted as Temporary Members of the Club provided the eligibility requirements are not inconsistent with the eligibility requirements for temporary membership in the Registered Clubs Act. The Board will publish the eligibility requirements for temporary membership in a by-law pursuant to Article 46(b).

22A. (a) *Temporary members shall not be required to pay an entrance fee or annual subscription;*

(b) *Temporary members shall not be entitled to vote at any meeting of the Club, nominate for or be elected to the Board or any office of the Club or participate in the management, business and affairs of the Club in any way.*

(c) *Temporary members shall be entitled to such social privileges of the Club as determined by the Board from time to time but shall not be permitted to introduce guests into the Club other than a minor in accordance with Article 37A.*

(d) *The Secretary or senior employee then on duty may terminate the membership of any Temporary member at any time without notice and without having to provide any reason therefore.*

(e) *No person under the age of eighteen (18) years may be admitted as a Temporary member of the Club.*

(f) *When a Temporary member first enters the Club premises on any day the following particulars shall be entered in the Club's Register of Temporary members:*

(i) *the name in full or surname and initials of the Temporary member;*

(ii) *the residential address of the Temporary member;*

(iii) *the date on which the Temporary membership is granted;*

(iv) *the signature of the Temporary member."*

(b) **deleting** from subparagraph (c) of Article 34 the words *"other than Temporary members referred to in Article 22(c)";*

(c) **inserting** in Article 37(a) after the first word *"All"* the word *"Full"*;

Notes to Members on Sixth Special Resolution

1. If passed, the Sixth Special Resolution makes clear that the Board can determine the eligibility requirements for non-members to be admitted as Temporary members provided those requirements are not inconsistent with the Registered Clubs Act.
 2. Persons who are not members of the Club and who don't satisfy the Board's eligibility requirements for Temporary membership can only enter the Club as the guest of a member. In relation to guests of or over the age of 18 years, a member must sign in their guest in the
-

Members Register upon entering the Club. A guest must remain in the reasonable company of the host member and must not stay longer in the Club than the host member.

3. However, persons who are not members who are attending a function which has been approved by the Club and is conducted in a function area of the Club's premises, can attend that function and will not be required to be introduced as guests of a member and are not required to be a temporary members. However, they cannot move from the designated function area to other areas of the Club such as bars, restaurants and gaming rooms.

SEVENTH SPECIAL RESOLUTION

[The Seventh Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by:

- (a) **deleting** Article 38 and in its place **inserting** the following new Article 38:

"38. The business and affairs of the Club and the custody and control of its funds shall be managed by a Board of seven (7) Directors of the Club.

- (b) **deleting** Article 39(a) and Article 39(b) and be **renumbering** subparagraphs (c), (d), (e) and (f) of Article 39 as paragraphs (a), (b), (c) and (d) respectively.

- (c) **deleting** the first paragraph of 39A and in its place **inserting** the following new paragraph:

"At each Annual General Meeting of the Club members of the Board shall be elected in accordance with Schedule 4 to the Registered Clubs Act, the terms of which are set out below."

Notes to Members on Seventh Special Resolution

1. If passed, the Seventh Special Resolution deletes transitional provisions introduced several years ago which enabled the Board of the Club to be reduced from nine (9) Directors to seven (7) Directors (which is now the case).

EIGHTH SPECIAL RESOLUTION

[The Eighth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **deleting** from subparagraph (e) of Article 39 (but being subparagraph (c) if the Seventh Special Resolution is passed) the words and figures "a radius of fifteen (15) kilometres from the Club's premises" and in their place **inserting** the words and figures "a radius of forty (40) kilometres from the Club's premises".

Notes to Members on Eighth Special Resolution

1. If passed, the Eighth Special Resolution will extend the area in which a member must reside in order to be eligible for election or appointment to the Board (in addition to other requirements) from a radius of 15 kilometres from the Club's premises in Liverpool to a radius of 40 kilometres from those premises).

NINTH SPECIAL RESOLUTION

[The Ninth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **inserting** after Article 40 the following new Article 40A and subheading "Call for Nominations":

"Call for Nominations

- 40A. (a) *Not less than twenty-eight (28) days prior to the date of each Annual General Meeting, the Club will publish on the Club notice board and on the Club's webpage, a notice calling for nominations for election of directors for three (3) year terms of office and nominations for positions if any, being the balance of the terms of office of former directors whose cessation as directors created casual vacancies.*
- (b) *Eligible candidates may nominate for either:*
- (i) *the office of a director for a term of three (3) years;*
 - (ii) *the office of a director for a term of less than three (3) years (being the balance of the term of office of a director who has ceased to be a director and created a casual vacancy (if any)).*
- (c) *A candidate cannot nominate for more than one (1) of the following positions of Director being:*
- (i) *a three (3) year term; or*
 - (ii) *a two (2) year term (if available); or*
 - (iii) *a one (1) year term (if available).*
- (d) *If by the close of nominations determined in accordance with Article 40, the number of candidates nominated for a three (3) year term is less than or equal to the number of positions available those candidates nominated will be declared elected to those positions at the Annual General Meeting.*
- (e) *If by the close of nominations the number of candidates for each position for a term of office of less than three (3) years is less than or equal to the number of positions available for that term of office, then those candidates who have nominated, will respectively be declared elected to the respective positions at the Annual General Meeting.*
- (f) *If by the close of nominations there are more than nominations than positions available for a particular term of office, a ballot will be conducted in accordance with Article 40.*
- (g) *If by the close of nominations there are insufficient nominations for any position for any term of office, the persons nominated (if any) will be declared elected to that position and additional nominations will be called for at the Annual General Meeting.*

Notes to Members on Ninth Special Resolution

1. If passed, the Ninth Special Resolution will incorporate into the Club's Constitution rules which are currently in the Club's By-Laws. Those rules are to the effect that under the system of electing Directors for three year terms, there is the possibility that at an Annual General Meeting, there are positions available for a three year term, (and because of casual vacancies in the Board) a two year term and a one year term. Candidates will therefore be required to nominate for one and only one of those positions, (ie) a candidate cannot nominate for a three year term and a two year term (if available) or any other combination (if available).

TENTH SPECIAL RESOLUTION

[The Tenth Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by **deleting** from Article 46(i) the words "*subject to any limitation contained in the Registered Clubs Act and the Liquor Act*" and in their place **inserting** the words "*subject to compliance with any provision contained in the Registered Clubs Act and in particular (but without limitation) section 41E of that Act relating to disposal of core property of the Club and any limitation referred to in the Liquor Act*".

Notes to Members on Tenth Special Resolution

1. If passed, the Tenth Special Resolution will introduce into the powers of the Board a requirement for any disposal of any land by the Club to be subject to section 41E of the *Registered Clubs Act* (which deals specifically with such matters) and any limitation in the *Liquor Act*.

ELEVENTH SPECIAL RESOLUTION

[The Eleventh Special Resolution is to be read in conjunction with the notes to members set out below.]

That the Articles of Association of Liverpool Catholic Club Ltd be amended by:

- (a) **deleting** from Article 48 the words *"the Board shall meet whenever it deems necessary but at least once in each calendar month"* and in their place **inserting** the words *"the Board shall meet whenever it deems it necessary but at least once in each Quarter"*.
- (b) **inserting** in Article 1(a) following the definition of **"Officers"** the following definition:

"Quarter" means a period of three (3) months ending on 31 March, 30 June, 30 September or 31 December."

Notes to Members on Eleventh Special Resolution

1. If passed, the Eleventh Special Resolution reflects a recent amendment to the *Registered Clubs Act* which changed the obligation of boards of registered clubs to meet every month to meet at least once in each quarter.
2. Nevertheless, the Board of the Club intends to meet far more regularly than each quarter but this particular amendment will allow greater flexibility as to the timing of board meetings, particularly over the Christmas/New Year period.

Procedural Notes

1. To be passed each Special Resolution must receive votes from not less than three quarters of those members who being eligible to do so vote in person on the Special Resolutions at the meeting.
2. Only financial Voting members and Life members are eligible to vote on the Special Resolution.
3. Members who are employees of the Club are not entitled to vote.
4. Proxy voting is prohibited by the Registered Clubs Act.
5. Amendments (other than minor typographical corrections which do not change the substance or effect of the special resolution) will not be permitted from the floor of the meeting.
6. The Board of the Club recommends to members the changes to the Articles of Association set out in each of the Special Resolutions.

Dated: 15th March 2023

By direction of the Board



Dave Vidler
Secretary / Chief Executive Officer

Annual Financial Report

**Liverpool Catholic
Club Limited**
ABN 78 000 874 073

31 December 2022

Directors' Report

The Directors present their report, together with the financial statements of Liverpool Catholic Club Limited (the company) for the year ended 31 December 2022.

Directors

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



Gregory Peter Richardson

Executive Director, Ernst & Young. Member since 1981. Appointed Director in September 2003. Member Risk and Governance Committee. Vice President 2016 to January 2021. President January 2021 to present



George Zoltan Ajkay

JP, B.BUS (NSWIT) DIP.TECH MANAGEMENT

Managing Director Beta Trading Co Pty Ltd. Joined Club 1997. Appointed Director in April 2004. Chairman Building and Site Development Committee. Vice President February 2021 to current.



Phillip Vincent Coleman

OAM, CLO

Retired. Formerly Technical Officer, Australian Atomic Energy Commission. Foundation Member, Life Member, appointed Director in June 1982. Vice-President 1994 - 1996. Member Building and Site Development Committee. President 1996-2003. Chairman Intra-Clubs Committee.



Anthony Michael Atkins

B.SURV (UNSW)

Registered Surveyor. R.P.S. Group (Consulting Surveyors). Director Rose Atkins Rimmer (Water Infrastructure). Club member since 1985, Life Member, appointed Director in March 1989. Member Building and Site Development Committee. Vice-President 1998-2003, President 2003-2016, Chairman Risk and Governance Committee.



Joseph Mancini

B.BUS (CHARLES STURT), CPA

Accountant (retired). Member since 1990. Appointed Director in January 2015. Member Risk and Governance Committee. Member Intra Club Committee (Finance).



Dang Tuong Van Nguyen

B. APPLIED SCIENCE - PHYSIOTHERAPY (USYD)

Company Director. Member since 2015, appointed Director in February 2019. Owner/ Director and Principal, Movement Essentials. Committee member netball intra-club 2009 - current. Member Intra Club Committee. Chairman Intra-Clubs Committee.



Fortunato (Lucky) Legato

Retired TAFE Teacher & Workplace Assessor (28 years). Member since 1998, Life Member, appointed Director in March 2021. Business Owner - building and renovation company. Director for Public Relations, President / Committee member LCC Bocce Club, 2002 to current

Liverpool Catholic Club Limited

Directors' Report

Directors' meetings

The number of meetings of the company's Board of Directors (the Board) and of each board committee held during the year ended 31 December 2022, and the number of meetings attended by each director were:

Director	BOARD MEETINGS	
	Number of Meetings Attended	Number of Meetings Held
Ajkay, George Zoltan	13	13
Atkins, Anthony Michael	12	13
Coleman, Phillip Vincent	13	13
Mancini, Joseph	11	13
Nguyen, Dang Tuong Van	10	13
Richardson, Gregory Peter	13	13
Fortunato (Lucky) Legato	13	13

In addition to the Board meetings listed above all Board members attend various Committee meetings which occur at least monthly.

Membership

The company is a company limited by guarantee and is without share capital. The number of members as at 31 December 2022 and the comparison with last year is as follows:

	2022	2021
Ordinary	25,563	19,548
Associate/Social	31,075	29,081
Life	19	18
Honorary	89	83
LCC Sports - Juniors	868	952
	<hr/>	<hr/>
	57,506	49,682
	<hr/>	<hr/>

Members' limited liability

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter. The total liability in the event of winding up is \$115,012 (2021: \$99,364).

Liverpool Catholic Club Limited

Directors' Report

Operating result

The profit after tax of the company for the year ended 31 December 2022 was \$15,535,908 (2021: \$4,894,701).

The table below shows a reconciliation of earnings before interest, income tax, depreciation, amortisation and impairment losses. This is referred to as EBITDA.

	2022 \$	2021 \$
Net profit after income tax expense attributable to members	15,535,908	4,894,701
Add back:		
Depreciation and amortisation expense	10,720,145	10,440,751
Write off of property, plant and equipment	697,773	-
Net loss/(gain) on disposal of property, plant and equipment	-	18,036
Net finance costs	775,926	631,042
	<hr/>	<hr/>
EBITDA	27,729,752	15,984,530
	<hr/>	<hr/>

Objectives

The short and long term objectives of the company are to provide members and guests with high quality social, cultural and sporting facilities whilst maintaining a focus on Catholic education, community needs and sporting activities as described in the company's Constitution.

Strategy for achieving the objectives

Performance is assessed regularly against relevant internal and industry benchmark enabling assessment as to whether strategic initiatives have been effective in achieving the Club's short and long term objectives.

Principal activities

The principal activities of the company during the year were to operate licensed social clubs and hotel operations.

There were no significant changes in the nature of the activities of the company during the year.

Events Subsequent to Reporting Date

Subsequent to year end the Company has entered into construction agreements for capital works for the Functions Centre and Amenities Block renovations at the Liverpool site which is expected to cost a total of \$5,967,017.

There are no other matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

Liverpool Catholic Club Limited Directors' Report

Performance measurement and key performance indicators

Financial performance is measured by:

- Comparison of actual results against budget;
- Monitoring key performance indicators (KPIs) in various areas including wage costs and gross profit margins;
- Monitoring cashflows; and
- Calculating and comparing EBITDA performance.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 29.

Signed in accordance with a resolution of the directors.

Dated at Liverpool this 15th day of March 2023.



Gregory Richardson
President



Tel: +61 2 9251 4100
Fax: +61 2 9240 9821
www.bdo.com.au

Level 11, 1 Margaret St.
Sydney NSW 2000
Australia

DECLARATION OF INDEPENDENCE BY CLAYTON EVELEIGH TO THE DIRECTORS OF LIVERPOOL CATHOLIC CLUB LIMITED

As lead auditor of Liverpool Catholic Club Limited for the year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'Clayton Eveleigh'.

Clayton Eveleigh
Director

BDO Audit Pty Ltd

Liverpool, 15 March 2023



Tel: +61 2 9251 4100
 Fax: +61 2 9240 9821
www.bdo.com.au

Level 11, 1 Margaret St
 Sydney NSW 2000
 Australia

INDEPENDENT AUDITOR'S REPORT

To the members of Liverpool Catholic Club Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Liverpool Catholic Club Limited (the Company), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, the statement of changes in members' funds and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

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

- (i) Giving a true and fair view of the Company's financial position as at 31 December 2022 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards - Simplified Disclosures 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 Company in accordance with 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 (including Independence Standards)* (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 Company, 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.

Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Director's report, but does not include the financial report and our auditor's report thereon.



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 on the other information obtained prior to the date of this auditor's report, 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 Company 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 Company's ability 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 Company or to cease operations, or has 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 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'Clayton', is written over the printed name.

Clayton Eveleigh
Director

Sydney, 15 March 2023

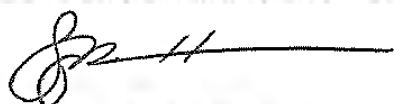
Liverpool Catholic Club Limited Directors' Declaration

The directors of the company declare that:

- (a) In the directors' opinion the financial report and notes set out on pages 33 to 54 are in accordance with the *Corporations Act 2001*, including:
 - (i) Giving a true and fair view of the company's financial position as at 31 December 2022 and of its performance, for the financial year ended on that date; and
 - (ii) Complying with Australian Accounting Standards - Simplified Disclosures the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- (b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to section 295 (5)(a) of the *Corporations Act 2001*.

Dated at Liverpool this 15th day of March 2023.



Gregory Richardson
President

Liverpool Catholic Club Limited

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Revenue and other income	1	89,320,366	54,653,908
Expenses			
Raw materials and consumables used		(7,240,991)	(4,286,601)
Depreciation expense	2	(10,720,145)	(10,440,751)
Donations		(2,383,801)	(790,732)
Employee benefits expense	2	(20,399,330)	(14,250,307)
Entertainment, marketing and promotional costs		(3,731,490)	(1,648,971)
Poker machine licences and taxes		(15,410,208)	(9,272,723)
Occupancy expenses		(4,802,716)	(3,865,271)
Repairs and maintenance expenses		(2,380,098)	(1,687,820)
Other expenses		(5,241,979)	(2,866,953)
Write off of property, plant and equipment		(697,773)	-
Net (loss)/gain on sale of property, plant and equipment		-	(18,036)
Total operating expenses		(73,008,531)	(49,128,165)
Operating profit before interest and income tax		16,311,834	5,525,743
Interest income		8	536
Finance costs	2	(775,934)	(631,578)
Net finance costs		(775,926)	(631,042)
Profit before income tax		15,535,908	4,894,701
Income tax expense	3	-	-
Net profit after income tax expense		15,535,908	4,894,701
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		15,535,908	4,894,701

Liverpool Catholic Club Limited
Statement of Financial Position
As at 31 December 2022

	Note	2022 \$	2021 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	9,791,418	8,802,341
Financial assets		45,455	-
Trade and other receivables		575,049	258,685
Inventories		542,674	525,085
Prepayments		1,282,533	1,062,107
Total Current Assets		12,237,129	10,648,218
Non-Current Assets			
Property, plant and equipment	5	182,429,036	184,257,792
Right-of-use assets	6	433,427	506,253
Intangible assets	7	3,244,840	3,244,840
Total Non-Current Assets		186,107,303	188,008,885
Total Assets		198,344,432	198,657,103
LIABILITIES			
Current liabilities			
Trade and other payables	8	5,613,924	3,455,897
Employee benefits	11	3,102,595	3,139,398
Lease liabilities	10	199,202	170,784
Deferred revenue		592,649	460,142
Financial liabilities	9	-	38,000,000
Total Current Liabilities		9,508,370	45,226,221
Non-Current Liabilities			
Financial liabilities	9	20,000,000	-
Employee benefits	11	274,262	234,206
Lease liabilities	10	168,412	339,196
Total Non-Current Liabilities		20,442,674	573,402
Total Liabilities		29,951,044	45,799,623
Net Assets		168,393,388	152,857,480
Members' Funds			
Retained profits		168,393,388	152,857,480
Total Members' Funds		168,393,388	152,857,480

Liverpool Catholic Club Limited
Statement of Changes in Members' Funds
For the Year Ended 31 December 2022

	Retained Profits \$	Total Members' Funds \$
Balance at 31 December 2020	147,962,779	147,962,779
Net profit after income tax expense for the year	4,894,701	4,894,701
Other comprehensive income for the year, net of tax	-	-
	<hr/>	<hr/>
Total comprehensive income for the year	4,894,701	4,894,701
	<hr/>	<hr/>
Balance at 31 December 2021	152,857,480	152,857,480
Net profit after income tax expense for the year	15,535,908	15,535,908
Other comprehensive income for the year, net of tax	-	-
	<hr/>	<hr/>
Total comprehensive income for the year	15,535,908	15,535,908
	<hr/>	<hr/>
Balance at 31 December 2022	168,393,388	168,393,388
	<hr/>	<hr/>

Liverpool Catholic Club Limited
Statement of Cash Flows
For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Cash Flows From Operating Activities			
Receipts from customers (inclusive of GST)		107,893,787	58,674,862
Payments to suppliers and employees (inclusive of GST)		(80,054,549)	(45,459,440)
Receipts from government grants		-	1,200,000
Interest received		8	536
Finance costs paid		(775,934)	(631,578)
Net cash inflow from operating activities		27,063,312	13,784,380
Cash Flows From Investing Activities			
Proceeds from sale of property, plant and equipment		-	79,072
Payment for property, plant and equipment		(7,886,414)	(8,345,328)
Payment for financial assets		(45,455)	-
Net cash outflow from investing activities		(7,931,869)	(8,266,256)
Cash Flows From Financing Activities			
Repayment of lease liabilities		(142,366)	-
Repayment of borrowings		(18,000,000)	(5,000,000)
Net cash outflow from financing activities		(18,142,366)	(5,000,000)
Net increase in cash and cash equivalents		989,077	518,124
Cash and cash equivalents at the beginning of the financial year		8,802,341	8,284,217
Cash and cash equivalents at the end of the financial year	4	9,791,418	8,802,341

Liverpool Catholic Club Limited

Notes to the Financial Statements

For the Year Ended 31 December 2022

About this report

Liverpool Catholic Club Limited is a company limited by guarantee, incorporated and domiciled in Australia and is a non-for-profit entity for the purposes of preparing the financial statements. The financial statements are for Liverpool Catholic Club Limited as a standalone legal entity. The financial statements were approved for issue by the Directors on 15 March 2023.

The financial statements are general purposes financial statements which:

- Have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australia Accounting Standards - Simplified Disclosure requirements of the Australian Accounting Standards Board ('AASB');
- Have been prepared under the historical cost convention;
- Are presented in Australian dollars;
- Where necessary comparative information has been restated to conform with changes in presentation in the current year; and
- Have been prepared on a going concern basis.

New or amended Accounting Standards and Interpretations adopted

The Company has adopted all new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the company:

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

The company has adopted AASB 1060 from 1 January 2022. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of AASB. The adoption of this standard has not had a significant impact on the Company's financial statements.

Critical Accounting Judgements, Estimates and Assumptions

In the process of applying the company's accounting policies, management has made a number of judgements and applied estimates of future events. Judgements and estimates that are material to the financial statements are detailed further in the following notes:

Estimation of useful lives of assets	Note 5
Lease term	Note 6
Recoverability of intangible assets	Note 7

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
1 Revenue		
Sale of goods	17,839,098	10,360,153
Rendering of services	71,481,268	43,093,755
	<hr/>	<hr/>
Total Revenue	89,320,366	53,453,908
	<hr/>	<hr/>
Other income		
JobSaver grant income	-	1,200,000
	<hr/>	<hr/>
Total Revenue and Other Income	89,320,366	54,653,908
	<hr/>	<hr/>

Recognition and Measurement

Revenues are recognised at fair value of the consideration received or receivable net of the amount of goods and services tax (GST) payable to the taxation authority. Transfer of goods or services of the same nature and value without any cash consideration are not recognised as revenues.

Sale of Goods

Revenue from the sale of goods comprises of revenue earned from the provision of food, beverage and other goods and is recognised (net of rebates, returns, discounts and other allowances) at a point in time when the performance obligation is satisfied, that is, on delivery of goods to the customer.

Rendering of Services

Revenue from rendering services comprises revenue from gaming facilities together with other services to members and other patrons of the club and is recognised at a point in time when the services are provided.

Interest Revenue

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

Other Income/Expense

Sale of Property, Plant and Equipment

The gain or loss on disposal of property, plant and equipment is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal (including incidental costs) and is recognised as other income at the date control of the asset passes to the buyer.

Government Grants

Government grants are recognised as income when it is reasonably certain that the company complies with the conditions attached to them and when the right to receive payment is established. During the year the Company received a total of \$nil for the 31 December 2022 financial year. In the prior year the company received \$1,200,000 from JobSaver scheme payments which the company elected to recognise as an offset within employee benefits expenses in the financial statements.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
2 Expenses		
Profit before income tax includes the following specific expenses:		
Employee benefits expense		
Wages and salaries	15,654,850	10,884,313
Defined contribution superannuation expense	1,632,517	1,102,426
Decrease in liabilities for employee benefits	3,253	369,067
Other associated expenses	3,108,710	1,894,501
	<hr/> 20,399,330	<hr/> 14,250,307
Depreciation and amortisation (Note 5)		
Buildings and improvements	5,077,691	4,894,293
Leasehold improvements	16,746	23,326
Holiday units	12,730	12,730
Motel Thurgoona	72,512	72,206
Furniture, plant and equipment	4,031,644	3,990,287
Poker machines and accessories	1,435,996	1,441,810
Amortisation of right-of-use	72,826	6,099
	<hr/> 10,720,145	<hr/> 10,440,751
Finance costs		
Interest and finance charges	775,934	631,578
	<hr/> 775,934	<hr/> 631,578

Recognition and Measurement

Finance costs

Finance costs include interest, premiums relating to borrowings, amortisation of ancillary costs incurred in connection with arrangement of borrowings and lease finance charges.

Finance costs are expensed as incurred unless they relate to qualifying assets. Qualifying assets are assets which take more than 12 months to get ready for their intended use or sale. In these circumstances, finance costs are capitalised to the cost of the assets. Where funds are borrowed specifically for the acquisition, construction or production of a qualifying asset, the amount of finance costs capitalised is those incurred in relation to that borrowing, net of any interest earned on those borrowings. Where funds are borrowed generally, finance costs are capitalised using a weighted average capitalisation rate.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
3 Income tax expense		
The amount set aside for income tax in profit or loss has been calculated as follows:		
Proportion of net taxable income attributable to non-members	13,414,551	6,539,178
Less: Proportion of expenses attributable to non-members	(10,443,366)	(5,448,178)
	<u>2,971,185</u>	<u>1,091,000</u>
Add: Other taxable income	9,711,612	4,196,895
	<u>(11,203,021)</u>	<u>(7,183,752)</u>
Taxable income/(loss)	1,479,776	(1,895,856)
Tax losses (utilized)/carried forward	(1,479,776)	1,895,856
	<u>-</u>	<u>-</u>
Net income subject to tax		
Deferred tax (liability)/assets have not been recognised in respect of the following items:		
Deferred tax (liability)/asset	(165,759)	(62,306)
Tax losses at 30%	1,712,495	2,024,024
	<u>1,546,736</u>	<u>1,961,718</u>

Recognition and Measurement

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates that are enacted or substantively enacted. Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

3 Income tax expense (continued)

Mutuality Principle

The company calculates its income in accordance with the mutuality principle which excludes from income, any amounts of subscriptions and contributions from members, and payments received from members for particular services provided by the club or association, eg. poker machines, bar and dining room service in the case of social clubs. The Commissioner of Taxation accepts this method of calculating income as appropriate for recognised clubs and associations.

Amendments to the Income Tax Assessment Act 1997 ensure social clubs continue not to be taxed on receipts from contributions and payments received from members.

4 Cash and Cash Equivalents

Reconciliation of Cash

Cash as at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2022 \$	2021 \$
Cash at bank	6,657,570	6,388,375
Cash on hand	3,133,848	2,413,966
	<hr/>	<hr/>
Cash and cash equivalents	9,791,418	8,802,341
	<hr/>	<hr/>

Recognition and Measurement

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
5 Property, Plant and Equipment		
Freehold land		
At cost	<u>11,958,868</u>	<u>11,958,868</u>
Buildings and improvements		
At cost	186,344,047	186,962,581
Accumulated depreciation	<u>(53,324,373)</u>	<u>(49,188,235)</u>
	<u>133,019,674</u>	<u>137,774,346</u>
Leasehold improvements		
At cost	-	389,028
Accumulated depreciation	<u>-</u>	<u>(354,463)</u>
	<u>-</u>	<u>34,565</u>
Holiday units		
At cost	509,200	510,917
Accumulated depreciation	<u>(295,776)</u>	<u>(284,763)</u>
	<u>213,424</u>	<u>226,154</u>
Motel - Thurgoona		
At cost	2,220,134	2,142,509
Accumulated depreciation	<u>(1,086,046)</u>	<u>(1,014,874)</u>
	<u>1,134,088</u>	<u>1,127,635</u>
Furniture, plant and equipment		
At cost	55,519,171	56,778,562
Accumulated depreciation	<u>(29,190,516)</u>	<u>(28,526,729)</u>
	<u>26,328,655</u>	<u>28,251,833</u>
Poker machines and accessories		
At cost	14,107,241	15,778,257
Accumulated depreciation	<u>(10,252,018)</u>	<u>(11,565,499)</u>
	<u>3,855,223</u>	<u>4,212,758</u>
Capital work in progress		
At cost	<u>5,919,104</u>	<u>671,633</u>
Total property, plant and equipment net book value	<u>182,429,036</u>	<u>184,257,792</u>

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

5 Property, Plant and Equipment (continued)

Reconciliations - Movements in Carrying Amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year are set out below:

	2022 \$	2021 \$
Buildings and improvements		
Carrying amount at beginning of year	137,774,345	134,323,305
Additions	651,643	6,700,474
Transfer from capital works in progress	-	1,644,860
Disposal	(328,623)	-
Depreciation	(5,077,691)	(4,894,293)
Carrying amount at end of year	133,019,674	137,774,346
Leasehold improvements		
Carrying amount at beginning of year	34,564	57,890
Amortisation	(16,746)	(23,326)
Disposals	(17,818)	-
Carrying amount at end of year	-	34,564
Holiday units		
Carrying amount at beginning of year	226,154	238,884
Depreciation	(12,730)	(12,730)
Carrying amount at end of year	213,424	226,154
Motel-Thurgoona		
Carrying amount at beginning of year	1,127,635	1,199,841
Additions	78,965	-
Depreciation	(72,512)	(72,206)
Carrying amount at end of year	1,134,088	1,127,635
Furniture, plant and equipment		
Carrying amount at beginning of year	28,251,833	30,123,663
Additions	2,371,302	237,080
Transfer from capital works in progress	-	1,881,377
Disposals	(262,836)	-
Depreciation	(4,031,644)	(3,990,287)
Carrying amount at end of year	26,328,655	28,251,833

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

5 Property, Plant and Equipment (continued)

	2022 \$	2021 \$
Poker machines and accessories		
Carrying amount at beginning of year	4,212,758	4,947,594
Additions	1,239,786	737,284
Disposals	(161,325)	(30,310)
Depreciation	(1,435,996)	(1,441,810)
Carrying amount at end of year	<u>3,855,223</u>	<u>4,212,758</u>
Capital work in progress		
Carrying amount at beginning of year	671,633	3,566,241
Additions	5,247,471	631,629
Transfers to buildings and improvements	-	(1,644,860)
Transfers to furniture, plant & equipment	-	(1,881,377)
Carrying amount at end of year	<u>5,919,104</u>	<u>671,633</u>

Independent Valuation

The independent valuation of the company's property, plant and equipment was carried out in October and November 2022 by Jeff Millar (RGD No.67391) and P.L. Warren (RGD No.232) of Global Valuation Services on the basis of open market value for existing use which resulted in a valuation of land of \$43,000,000, the golf course and buildings and improvements of \$181,100,000.

As property, plant and equipment is held at cost the valuation has not been brought to account. The directors do not believe that there has been a material movement in the fair value since the valuation date.

Recognition and Measurement

All property, plant and equipment is stated at historical cost less depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. 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 company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the profit or loss during the financial period in which they are incurred.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

5 Property, Plant and Equipment (continued)

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated using the straight line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

Buildings and Improvements	40 years
Leasehold Improvements	40 years
Holiday Units	40 years
Motel - Thurgoona	40 years
Motel - Liverpool	40 years
Furniture, Plant and Equipment	3 - 33 years
Poker Machine and Accessories	4-7 years
Assets under lease	7 years

The assets' residual values 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.

Key Estimate and Judgement: Useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Core and non-core properties

Pursuant to section 41J of the Registered Clubs Amendment Act 2006, the club defines property as follows:

Core Property

- (i) Defined premises (licensed premises of the Club) at Hoxton Park Road, Prestons, NSW;
- (ii) Defined premises (licensed premises of the Club) at Thurgoona Drive, Thurgoona; and
- (iii) Golf course at Thurgoona Drive, Thurgoona.

Non-core Property

All other property including the:

- (iv) Sports complex at Hoxton Park Road, Prestons;
- (v) Motel at Thurgoona Drive, Thurgoona;
- (vi) Tennis courts at Thurgoona Drive, Thurgoona; and
- (vii) Property at Hoxton Park Road Prestons (other than the defined/licensed premises of the Club).

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

6 Right-of-use assets

	2022	2021 \$
Poker machines - right-of-use		
At cost	512,352	512,352
Less accumulated amortisation	(78,925)	(6,099)
	<hr/>	<hr/>
Total right-of-use assets at year end	433,427	506,253
	<hr/>	<hr/>
Movements in carrying amounts of right-of-use assets:		
Poker machines - right-of-use		
Carrying amount at the beginning of the year	506,253	-
Additions	-	512,352
Depreciation expense	(72,826)	(6,099)
	<hr/>	<hr/>
Carrying amount at the end of the year	433,427	506,253
	<hr/>	<hr/>

Recognition and measurement

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset. Right-of-use assets are amortised on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the company expects to obtain ownership of the leased asset at the end of the lease term, the amortisation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any re-measurement of lease liabilities.

The Company has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Key Estimate and Judgement: Lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the club's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The club reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
7 Intangible Assets		
Poker machine entitlements		
At cost	3,043,488	3,043,488
Water rights		
At cost	201,352	201,352
Total intangible assets	3,244,840	3,244,840

Recognition and Measurement

(i) Poker Machine Entitlements

Poker machine entitlements are administrated by the state government who restrict the number of poker machines that can be installed by the license club holder. The entitlements which may be transferred or acquired and sold do not have an expiration date and are therefore deemed to have an indefinite useful life. Poker machine entitlements are internally generated and therefore are only recognised when acquired and are valued at cost.

(ii) Water Rights

Water rights are not amortised as they are deemed to have an indefinite useful life. They have an indefinite useful life as they do not expire and under current government legislation there is no plan to remove such entitlements. As a result, water rights are tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired, and are carried at cost less accumulated impairment losses.

Key Estimate and Judgement: Recoverability of Intangible Assets

Impairment of poker machine entitlements is recognised based on a value in use calculations and is measured at the present value of the estimated future cash inflows available to the company from the use of these licenses. In determining the present value of the cash inflows, growth rates and appropriate discount factors have been considered.

The following key assumptions were used in the discounted cash flow model for the poker machine entitlements:

- 5.8% pre-tax discount rate;
- 6.58% per annum projected revenue growth rate;
- 6.58% per annum increase in operating costs and overheads.

Management believes that reasonable changes in the key assumptions on which the recoverable amount of gaming division's poker machine entitlements is based would not cause the cash-generating unit's carrying amount to exceed its recoverable amount.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
8 Trade and Other Payables		
Trade payables	1,313,369	732,750
Goods and Services Tax (GST) payable	618,185	516,237
Poker machine duties payable	1,400,808	1,301,538
Other payables and accrued expenses	2,281,562	905,372
	<hr/>	<hr/>
	5,613,924	3,455,897
	<hr/>	<hr/>

Recognition and Measurement

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

	2022 \$	2021 \$
9 Financial Liabilities		
Current		
Secured Market Rate Loans	-	38,000,000
Non-Current		
Secured Market Rate Loans	20,000,000	-
	<hr/>	<hr/>
	20,000,000	38,000,000
	<hr/>	<hr/>

Financing Arrangements

The company has access to the following lines of credit:

Total facilities available:

Bank overdraft	200,000	200,000
Bank guarantee	10,000	10,000
Corporate charge card facility	60,000	60,000
Market Rate Loan (Food Court)	-	26,000,000
Market Rate Loan (Club Loan Facility)	25,000,000	25,000,000
	<hr/>	<hr/>
	25,270,000	51,270,000
	<hr/>	<hr/>

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

9 Financial Liabilities (continued)

	2022 \$	2021 \$
Facilities utilised at reporting date:		
Bank overdraft	-	-
Bank guarantee	10,000	10,000
Corporate charge card facility	-	-
Market Rate Loan (Food Court)	-	13,000,000
Market Rate Loan (Club Loan Facility)	20,000,000	25,000,000
	<u>20,010,000</u>	<u>38,010,000</u>
Facilities not utilised at reporting date		
Bank overdraft	200,000	200,000
Bank guarantee	-	-
Corporate charge card facility	60,000	60,000
Market Rate Loan (Food Court)	-	5,000,000
Market Rate Loan (Club Loan Facility)	5,000,000	-
	<u>5,260,000</u>	<u>5,260,000</u>

During the year the Club renegotiated the terms of its facilities and extended its repayment terms on as outlined below.

The Club Loan Facility market rate loan has a maturity date of 28 April 2025. The loans bear interest at the indicative BBSY for a reset period of 3 months, plus a margin, which at balance date was approximately 1.15%.

The Food Court market rate loan had a maturity date of 28 April 2025. This loan was fully repaid during the current financial year and the facility was terminated.

Security

Registered Equitable Mortgage over the company assets and undertakings including uncalled capital.

Registered Mortgage over Non-residential real property located at 446 Hoxton Park Road, Prestons NSW.

Registered Mortgage over Non-residential real property located at Thurgoona Golf Club situated at Thurgoona Road, Albury NSW.

Recognition and Measurement

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the profit or loss over the period of borrowings using the effective interest method.

Borrowings are classified as non-current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

10 Lease Liabilities

	2022 \$	2021 \$
Current		
Lease Liabilities	199,202	170,784
	<hr/>	<hr/>
Non-Current		
Lease liabilities	168,412	339,196
	<hr/>	<hr/>

Recognition and measurement

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Recognition and measurement

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

	2022 \$	2021 \$
11 Employee Benefits		
Current		
Liability for annual leave	1,379,028	1,411,258
Liability for long-service leave	1,723,567	1,728,140
	<hr/>	<hr/>
	3,102,595	3,139,398
	<hr/>	<hr/>
Non-current		
Liability for long-service leave	274,262	234,206
	<hr/>	<hr/>

Recognition and Measurement

Wages and Salaries, Annual Leave and Sick Leave

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in other payables with respect to employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

Long Service Leave

The provision for employee benefits relating to long service leave represents the present value of the estimated future cash outflows to be made resulting from employees' services provided to reporting date.

The provision is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates based on turnover history and is discounted using the market yields on national government bonds at reporting date which most closely match the terms of maturity with the expected timing of cash flows. The unwinding of the discount is treated as long service leave expense.

The present value of employee benefits not expected to be settled within 12 months of reporting date has been calculated using the following weighted averages:

	2022	2021
Assumed rate of increase in wage and salary rates:		
Inflation rate	6.60%	1.30%
Discount rates	5.80%	2.25%

Superannuation Plans

Contributions

The company is under a legal obligation to contribute 10.00% of each employee's base salary to a superannuation fund for period 1 July 2021 to 30 June 2022. The legal superannuation contribution required to be paid by the company to the employees selected superannuation fund changed to 10.5% for periods from 1 July 2022.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

12 Commitments

	2022 \$	2021 \$
Capital commitments		
Within one year	6,422,847	-
One year or later and no later than five years	735,100	-
	<hr/>	<hr/>
Total capital commitments	7,157,947	-
	<hr/>	<hr/>

Capital commitments

Capital commitments relate to works committed on the outdoor terrace at Liverpool Catholic Club and works on the Thurgoona project.

13 Key Management Personnel Details

(a) Directors

The following persons were non-executive directors of the company during the financial year:

George Zoltan	Ajkay
Anthony Michael	Atkins
Phillip Vincent	Coleman
Fortunato (Lucky)	Legato
Joseph	Mancini
Dang Tuong Van	Nguyen
Gregory Peter	Richardson

The directors received honorariums totalling \$83,100 during the year (2021: \$78,882). No other remuneration was paid to directors.

(b) Other Key Management Personnel

The following persons also had authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly during the financial year:

Name	Position
David Vidler	Chief Executive Officer
Benjamin Atkins	Chief Operating Officer

(c) Key Management Personnel Compensation

	2022 \$	2021 \$
Benefits and payments made to Key Management Personnel and Directors	1,158,350	949,926
	<hr/>	<hr/>

Liverpool Catholic Club Limited

Notes to the Financial Statements

For the Year Ended 31 December 2022

14 Related Parties

Key Management Personnel

Disclosures relating to key management personnel are set out in Note 13.

Transactions with Related Parties

From time to time, directors of the company, or their director-related entities, may purchase goods from the company. These purchases are on the same terms and conditions as those entered into by other company employees or customers.

Apart from the details disclosed in this note, no director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interests existing at year end.

Director and key management personnel related employees

The company employs a number of relatives of current directors and key management personnel, as follows:

Anthony Atkins	Director
Joseph Mancini	Director
Benjamin Atkins	Chief Operations Officer

The terms of employment for each of these individuals are in accordance with a normal employee relationship with the company. These individuals received no conditions more favourable than those which are reasonable to expect that they would have received if there had been no relationship with a Director.

Apart from the details disclosed in this note, no director has entered into a material contract with the company since the end of the previous financial year and there were no material contracts involving directors' interests existing at year end.

Receivables from and Payables to Related Parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

15 Company Details

The Club is incorporated and domiciled in Australia as a company limited by guarantee. At 31 December 2022 there were 57,506 members.

In accordance with the Constitution of the company, every member of the company undertakes to contribute an amount limited to \$2 per member in the event of the winding up of the company during the time that he/she is a member or within one year thereafter.

The registered office of the company is 446 Hoxton Park Road, Prestons NSW 2170.

Liverpool Catholic Club Limited
Notes to the Financial Statements
For the Year Ended 31 December 2022

16 Auditors' Remuneration

During the financial year the following fees were paid or payable for services provided by BDO, the auditor of the company:

	2022 \$	2021 \$
Audit services		
Audit of the financial statements	46,000	43,000
Other services		
Other services	9,000	8,500
	<hr/>	<hr/>

17 Events Subsequent to Reporting Date

Subsequent to year end the Company has entered into construction agreements for capital works for the Functions Centre and Amenities Block renovations at the Liverpool Club which is expected to cost a total of \$5,967,017.

There are no other matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

18 Summary of Other Accounting Policies

(a) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables in the Statement of Financial Position are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as a current asset or liability in the Statement of Financial Position. Cash flows are included 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.

(b) Trade and Other Receivables

Trade debtors and other receivables represent the principal amounts due at balance date plus accrued interest and less, where applicable, any unearned income and provisions for doubtful debt accounts. Trade and other receivables are non-interest bearing loans and generally on 30-day payment terms. A provision for impairment is recognised when there is objective evidence that an individual trade or term receivable is impaired. Under AASB 9 there are new impairment requirements which use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment is measured using a 12-month ECL method unless the credit risk on a financial asset has increased significantly since initial recognition in which case the lifetime ECL method is adopted.

(c) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs have been assigned to inventory quantities on hand at balance date using the weighted average basis.

Liverpool Catholic Club

424-458 Hoxton Park Road

Prestons NSW 2170

Telephone 02 8784 4878

www.liverpoolcatholic.com.au

