

ILLAWARRA YACHT CLUB LTD

[A Company Limited by Guarantee]

ABN 43 001 071 987

ANNUAL REPORT 2011



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ANNUAL REPORT
for the year ended 31 May 2011

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BOARD OF DIRECTORS

2010 – 2011

PRESIDENT

R. Willetts

VICE-PRESIDENT

R. Massey

TREASURER

D. Mitchell

COMMITTEE

A. Feaver
M. Sturges
J. McNally
D. Nicholson
W. Hardy
K. Meizer
W. Taylor

LIFE MEMBERS

B.R. Howard (Deceased)
J.G. Greenlees
K. Luckins (Deceased)
R.J. Orr (Deceased)
A.G. Rennex (Deceased)
W.W. Hughes (Deceased)
W.T. Abbot (Deceased)
R.J. Dalzell
W.A. Steele (Deceased)
A.R. Tunbridge (Deceased)
J. Andrews
E.A. Reeves
J. Jarvis (Deceased)
W. Thompson (Deceased)
M. Wright
J. Keelty
C. Hansen
R. Massey
H. Mitchell (Deceased)
A. Stackhouse
Y. Massey (Deceased)
K. Meizer
B. Bower
H. Fraser
R. De Faveri
R. Durford
N. Nelson
N. Thompson

GENERAL MANAGER

M. Bogolin

ASSISTANT GENERAL MANAGER

T. Parkes



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PRESIDENT'S REPORT

The closing year has again been one of significant change within the world of the Illawarra Yacht Club. As per last year's report we had a change of General Manager that led to Maureen Bogolin being appointed to the role. Maureen has done a splendid job enduring very difficult business issues and climates. The Board also took the step of installing Toni Parkes as the Assistant General Manager and the two girls have combined to be an effective team looking after the interests of the Club. We are indebted to them for the time and efforts that they have provided.

At the August election there were also some changes on the makeup of the Board with David Campbell, Miguel Rueda and John Camkin dropping away from the team. In their place we welcomed M.Sturges David Nicholson and Warwick Taylor. All of whom have provided some new ideas and hard work to the Club for the benefit of the members. To David Campbell, Miguel Rueda and John Camkin thankyou for the input that you had during your tenure in the Board of Directors role. I take this opportunity to thank all of the Board members for their time and efforts that they put in to the Club again over the past 12 months.

The business has again been under pressure from the expected rises in costs and changing nature of the community in their patronage of the Club. We are all aware of the high profile that the Gaming issues are having in the media and the drive from some areas of politics to have Gaming Machines severely restricted. In saying this I note from our Financial Reports that we provided the State Government \$578,000 in their duties and the Federal Government \$302,000 in GST. These figures have been derived from the Gaming Income stream alone not to mention GST and stamp duties from other activities. As an employer we have dispersed in excess of \$1.5 million in Wages and Superannuation to our employees. If the proposed legislations are approved I would suggest that the future would move all of these amounts to zero as the viability of the business would be entirely negated.

Our business has been solid in some areas and not so good in others. With regard to the Gaming the income was on par with the previous year and did not see the huge downward steps of the two previous years. In those we dropped around \$300,000 in each. The Theme shows that we have been running appear to be well supported and have provided some returns for us. One area that has cost us is the Catering. With the early departure of our Contract Caterer we had to quickly put some things in place for an interim period. This had an adverse affect on the cash flows however I feel that the difficult decision made was the in longer term correct. We now have our new Caterer, David Salisbury working with us and he has some new and exciting ideas of how we can improve in this area. I thank all of the members for their support and understanding throughout that changeover period.

I would like to take opportunity on the IYC Members behalf to thank some of my good Board of Director friends, Michael Wilkinson, the General Manager of Collegians RLFC and David Whyte, the General Manager, of Shellharbour Workers Club. This is for the provision of some updated Poker Machines and a great deal of the new furniture that has been installed in the Gaming Room and Bistro areas that has improved the appearance and saved us considerable expenditure.

The Staff of the IYC have responded in another difficult year with their hard work and dedication that has been greatly appreciated. We did see a number of our longer term Staff depart and seek retirement and I wish them well with their travel and other interests ahead. It is not without a great deal of sorrow that I have to comment on the passing of Mary Milford. Mary was one of our great employees who looked upon the Club not just as a place of work but one in which she took pride and caring. Mary was a dedicated worker and we shall miss her dearly in so many ways.

Each year we reflect upon the passing of our loved ones and the Yacht Club has had more than its fair share of those this year. Such was the profile of those that have left us that I have to make special mention of who they were. Ray Tunbridge and Bill Thompson were both long-term sailors, past Directors and both were Presidents and Life Members. Their input was part of the base the Yacht Club has built upon. Kath Higham was so much a very big part of the Sub Clubs and "mum" to just more than her own. Ray Fairbairn was a Champion sailor and his passing was just so sudden for us all.

I wish all our Members well in the year ahead.

Best Regards,
Robert Willetts
President

TREASURER'S REPORT

The IYC ended a difficult year with a \$138,270 Profit (the first since 2005, when the Club retained \$31,931). Trade Creditors (these are amounts payable to suppliers) have decreased by just over \$60,000 and the Debt reduction (Financial Borrowings) is significant also. Funds from the sale of assets were almost equal to the purchase of Property, Plant and Equipment. During the past year the Club faced several extraordinary financial issues.

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TREASURER'S REPORT [CONTINUED]

The IYC BOD have had to take a strong stance with decision making on many occasions and must continue to do so when necessary in the best interests of the Financial position of the Club. Some of the long time favourite Promotional activities within the Club have been deleted or altered, hopefully without too much concern from Members and Guests.

Government Legislation is again threatening the Industry financially but with strong support from ClubsNSW and You, our Club will win the battle and we will all be able to continue to enjoy Club Life as we know it.

A big Thank You to Maureen Bogolin, our General Manager, for her dedication and professionalism, also to Pauline and Toni and all their Team.

Thank You Rob Willetts and Ross Massey and all other BOD Members for their unity in supporting our Club ~ The Yachtie.

Dianne Mitchell
Treasurer

GENERAL MANAGER'S REPORT

The 2010-11 year has been a very difficult year, with a lot of change; the Board and Management have been working towards a common goal of rectification and refinement of the Club's day to day business. We have achieved great success with up grades and repairs that have been put in place to date, two new air conditioners, roof repairs and the extension of our outdoor smoking/gaming area just to name a few which have and will continue to contribute greatly to the benefit of the Club and its Members.

Profitability of the Club has been scrutinized and refined with reasonable success. The 2010-11 figures showed a pleasing to note profit of \$138,270 verse the 2009-10 loss of \$48,194. Not with-standing that, this has been due mainly to some large asset sell-off earlier in the year. The figures show a turn around of over \$150,000 with additional underlying one-off expenses totaling an additional \$251,000. This figure is inclusive of high and abnormal termination payments to the previous CEO, Operations Manager, and long term employees along with the running of the in-house catering.

As we look to the ensuing year, the Club faces more pressure with the Pre commitment campaign. The Federal Government wants to introduce a licence to punt. This would treat all recreational gamblers as problem gamblers. It will cost an enormous amount of money for clubs and pubs to implement; most recreational gamblers would be unwilling to go to the trouble of registering and using a card. As a result, clubs and pubs will lose a significant amount of their revenue, perhaps even 30%, which would result in a loss of \$820 million from the NSW economy and force the closure of clubs. More than 11,500 jobs would be lost in NSW clubs alone; a licence to punt is an attack on clubs and pubs. It is an attack on the job security of thousands of club and pub employees, with this in mind we will be dedicating a considerable amount of time and effort into building our business and diversifying income streams whilst maintaining stringent control across all cost centres.

The Sub-Clubs have played a key role in the social comradery of the Club and have provided profitable functions and events for the business. These groups form a major component of our Club and should be commended for their efforts throughout the year.

I would like to thank the Board of Directors, our Management and Staff team for their efforts and dedication throughout the year. It has been a tough year of change and uncertainty for many, it is with their dedication and love for the IYC that we have been able to rectify many problems associated with the business. Special thanks goes to our President Rob Willetts for his on-going support, our Assistant General Manager Toni Parkes for her commitment and efforts throughout the year, and to the Finance Manager Pauline Tupackovski for her efforts as the administration area has undergone some tough times but has also managed to maintain effective controls throughout this time.

New laws and regulatory commitments will increase the pressure already on our Club. However, with the new systems and controls put in place we are aiming to 'weather the storm' and increase Members enjoyment through our Sub Clubs and general enjoyment of our great Club.

Maureen Bogolin
General Manager

DIRECTORS' REPORT

Your Directors present their annual financial report of Illawarra Yacht Club Ltd for the financial year ended 31 May 2011.

Directors

The following directors held office during the year or to the date of this report are:

Robert Willetts	Club President 3 Years; Treasurer 3 Years; Director 3 Years Plant Maintenance Engineer Eligible Directors' meetings 20 – Attended 19
Ross Massey	Vice President 6 Years; Director 3 Years Electrician Eligible Directors' meetings 20 – Attended 14
Dianne Mitchell	Treasurer 2 Years; Director 14 Years Restaurant Proprietor Eligible Directors' meetings 20 – Attended 16
James McNally	Director 9 Years Retired Eligible Directors' meetings 20 – Attended 17
Alan Feaver	Director 4 Years Manager Eligible Directors' meetings 20 – Attended 18
Kevin Meizer	Director 2 Years Mobile Plant Operator Eligible Directors' meetings 20 – Attended 18
Wanda Hardy	Director 2 Years Domestic Engineer Eligible Directors' meetings 20 – Attended 20
Michael Sturges [b]	Director 4 Years Management Consultant Eligible Directors' meetings 17 – Attended 16
David Nicholson [b]	Director 1 Year Retired Eligible Directors' meetings 17 – Attended 16
Warwick Taylor [b]	Director 1 Year Business Owner Eligible Directors' meetings 17 – Attended 16
John Camkin [a]	Director 4 Years Retired Eligible Directors' meetings 2 – Attended 2
Miguel Rueda [a]	Director 4 Years Retired Eligible Directors' meetings 2 – Attended 0
David Campbell [a]	Director 1 Year Fitter Eligible Directors' meetings 2 – Attended 2

Note: [a] Outgoing Directors at the AGM on 29 August 2010; [b] Appointed Directors at the AGM on 29 August 2010.
Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

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DIRECTORS' REPORT [CONTINUED]

Objectives

Short term: Providing for the members of Illawarra Yacht Club Ltd and their guests a social club with all the usual services, amenities and facilities of a registered club and to assist generally in the promotion and propagation of the sport of sailing.

Long term: To sustain Illawarra Yacht Club Ltd's position as a leading provider of social entertainment in the Illawarra area to ensure its long term strategy of promoting and supporting the sport of sailing within the Illawarra and beyond.

Strategy for achieving the objectives

The principal strategies of Illawarra Yacht Club Ltd include:

- Maximising advantage from property holdings;
- Maximising advantage from marketing opportunities;
- Offering a broad range of entertainment offerings; and
- Maintaining high customer service standards.

Principal activities

Illawarra Yacht Club Ltd [a not for profit entity] provides normal registered club facilities to members and guests, and the support and promotion of club, State and National sailing and other water sport activities. There were no significant changes in the nature of these activities during the year.

How these activities will assist in achieving the objectives

The activities pursued by Illawarra Yacht Club Ltd assist in generating revenue to fund the promotion and operations of Illawarra Yacht Club Ltd, and the promotion and propagation of the sport of sailing.

Performance measurement and key performance indicators

Performance is assessed regularly against relevant internal and industry benchmarks, enabling assessment on the performance of strategic initiatives, and to measure the effectiveness in achieving short and long term objectives.

Key performance indicators:	2011	2010
Gross bar sales ratio %	54.3%	52.7%
Direct employee costs to total bar sales %	25.0%	23.4%
Retention of poker machine clearances %	36.6%	37.7%
Promotion activities expense to total revenue %	12.3%	12.0%
Total employee costs to total revenue %	29.2%	28.9%
Operating expense change [year on year] %	+0.0%	-5.3%
EBITDA [earnings before interest, taxation, depreciation and amortisation] \$	\$541,444	\$390,509

Dividends

Illawarra Yacht Club Ltd being a public company limited by guarantee, does not have a capital divided into shares, and is prevented by the *Corporations Act 2001* and by the Club's Constitution from paying a dividend to members.

Limitation of members' liability

Illawarra Yacht Club Ltd is a public company limited by guarantee, and in accordance with the club's constitution, the liability of members in the event of the club being wound-up would not exceed \$10 per member. The total contribution by members in the event of the company being wound-up would be \$82,250 as reported in the table below:

Membership category	Liability	2011	2010
Ordinary members	\$81,760	8,176	8,182
Life members	\$ 160	16	18
Junior members	\$ 330	33	59
Totals	\$82,250	8,225	8,259

DIRECTORS' REPORT [CONTINUED]

Auditor's independence declaration

The auditor's independence declaration for the year ended 31 May 2011 has been received and is located below.

Signed in accordance with a resolution of Directors made pursuant to section 298(2) of the *Corporations Act 2001*, on behalf of the Directors by:

Robert Willetts
President

Dianne Mitchell
Treasurer

Signed at Warrawong on this day of July 2011

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF ILLAWARRA YACHT CLUB LTD**

I declare, to the best of my knowledge and belief that during the year ended 31 May 2011 there have been no contraventions of:

- [i] the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- [ii] any applicable code of professional conduct in relation to the audit.

Ian Brown Wallis & Co
Chartered Accountants
Level 2, 221-229 Crown Street
Wollongong NSW 2500

Ian Brown
Registered Company Auditor

Dated this day of July 2011

ILLAWARRA YACHT CLUB LTD

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STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 May 2011

	Note	2011 \$	2010 \$
Revenue from sale of goods		1,514,489	1,400,169
Revenue from rendering services	12	4,136,393	4,214,070
Other revenue	12	306,656	144,193
Total revenue		5,957,538	5,758,432
Cost of sales		(728,861)	(694,689)
Direct trading expenses		(2,089,228)	(2,032,771)
Other promotional expenses		(849,713)	(801,722)
Other employee expenses		(788,119)	(844,626)
Other equipment and occupancy expenses		(554,010)	(551,925)
Other expenses		(406,163)	(442,190)
Operating profit (loss) before depreciation and finance expense		541,444	390,509
Depreciation expense		(285,758)	(301,404)
Finance expense		(117,416)	(137,299)
Profit (loss) before income tax expense		138,270	(48,194)
Income tax expense	1[d]	0	0
Profit (loss) for the year		138,270	(48,194)
Other comprehensive income			
Gain on revaluation of land		0	1,553,300
Net gain on revaluation of buildings		0	1,375,720
		0	2,929,020
Total comprehensive income (loss) for the year		138,270	2,880,826

STATEMENT OF CHANGES IN EQUITY

for the year ended 31 May 2011

	Retained Earnings \$	Asset Revaluation Reserve \$	Total Equity \$
Balance as at 1 June 2009	2,374,740	1,551,055	3,925,795
Total comprehensive income (loss) for the year	(48,194)	2,929,020	2,880,826
Balance as at 31 May 2010	2,326,546	4,480,075	6,806,621
Total comprehensive income (loss) for the year	138,270	0	138,270
Balance as at 31 May 2011	2,464,816	4,480,075	6,944,891

The Statement of Comprehensive Income and Statement of Changes in Equity are to be read in conjunction with the Notes to the Financial Statements

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STATEMENT OF FINANCIAL POSITION

as at 31 May 2011

	Note	2011	2010
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	2	114,815	109,313
Trade and other receivables	3	34,759	55,123
Inventories	4	50,034	51,311
Other assets	5	90,990	31,539
Total current assets		290,598	247,286
Non-current assets			
Trade and other receivables	3	5,000	5,000
Property, plant and equipment	6	8,879,364	8,990,119
Total non-current assets		8,884,364	8,995,119
Total assets		9,174,962	9,242,405
Liabilities			
Current liabilities			
Trade and other payables	7	485,237	592,033
Financial liabilities	8,15	450,906	393,273
Short term provisions	9	185,082	225,480
Other liabilities	10	33,248	46,383
Total current liabilities		1,154,473	1,257,169
Non-current liabilities			
Financial liabilities	8,15	1,055,157	1,158,202
Long term provisions	9	20,441	20,413
Total non-current liabilities		1,075,598	1,178,615
Total liabilities		2,230,071	2,435,784
Net assets		6,944,891	6,806,621
Equity			
Asset revaluation reserve	11	4,480,075	4,480,075
Retained earnings		2,464,816	2,326,546
Total equity		6,944,891	6,806,621

The Statement of Financial Position is to be read in conjunction with the Notes to the Financial Statements

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STATEMENT OF CASH FLOWS

for the year ended 31 May 2011

	2011	2010
Note	\$	\$
Cash flows from operating activities		
Receipts from customers and members	5,809,188	5,755,526
Payments to suppliers and employees	(5,644,074)	(5,324,156)
Cash generated from operations	165,114	431,370
Finance expense	(117,416)	(137,299)
Net cash inflow from operating activities	14[a] 47,698	294,071
Cash flows from investing activities		
Purchase of property, plant and equipment	(181,474)	(118,774)
Proceeds from sale of property, plant and equipment	0	2,068
Proceeds from sale of intangible assets	181,818	0
Interest received	2,871	0
Net cash inflow/(outflow) from investing activities	3,215	(116,706)
Cash flows from financing activities		
Proceeds from borrowings	227,295	149,479
Repayment of borrowings	(266,660)	(286,512)
Net cash outflow from financing activities	(39,365)	(137,033)
Net increase (decrease) in cash and cash equivalents held	11,548	40,332
Cash and cash equivalents at the beginning of the financial year	(99,024)	(139,356)
Cash and cash equivalents at the end of the financial year	14[b] (87,476)	(99,024)

The Statement of Cash Flows is to be read in conjunction with the Notes to the Financial Statements

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2011**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Basis of preparation**

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial statements containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below. The accounting policies have been consistently applied, unless otherwise stated.

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

Accounting policies**[a] Property, plant and equipment****Acquisition and depreciation**

Property, plant and equipment are included at cost of acquisition, or at independent or Directors' fair valuation, less depreciation and any impairment. These assets, where applicable, are depreciated, other than land, over their useful lives commencing from the time the asset is held ready for use. The prime cost method [a straight-line basis] is used to depreciate non-current assets. The following depreciation rates are applied:

Furniture, plant & equipment	10.0% - 25.0%
Computer equipment	25.0% - 33.3%
Poker machines	20.0% - 50.0%
Buildings	2.0%
Renovations/improvements	5.0% - 10.0% [If applicable]

Profits and losses on disposal of property, plant and equipment are taken into account in determining the operating result for the year. Additionally, impairment of property, plant and equipment is reviewed at least annually.

Impairment

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If such an indication exists and where carrying values exceed the recoverable amount, the asset is written down to the recoverable amount. Recoverable amount is the greater of fair value less costs to sell and value in use.

Revaluation

The Directors have adopted a revaluation policy for land and buildings, at a minimum of three [3] yearly intervals. Land and buildings are measured on a fair value basis, being the amount for which these assets could be exchanged between knowledgeable willing parties, in an arm's length transaction.

Revaluation increments are credited directly to the asset revaluation reserve. To the extent that a revaluation decrement reverses a revaluation increment previously credited, and still included in the balance of the asset revaluation reserve, the decrement is debited directly to the reserve. Otherwise the decrement is recognised as an expense. Revaluations do not result in the carrying value of land exceeding the recoverable amount.

[b] Employee entitlements

Provision is made for the Club's liability for employee entitlements arising from services rendered by employees to balance date. The provision for annual leave, sick leave, long service leave, and rostered days-off have been calculated at nominal amounts based on current wage and salary rates, and include related costs in accordance with the various award requirements. The provision for long service leave is made on a pro-rata basis for all employees who have an excess of five years service.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2011**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES [CONTINUED]

[b] Employee entitlements [continued]

Superannuation contributions are made by the Club to approved superannuation funds for all employees. The costs are charged as employee expenses as they are incurred. The Club has no legal obligation to cover any shortfall in the superannuation funds' obligations to provide benefits to employees on retirement.

[c] Inventories

Inventories are carried at the lower of cost and net realisable value. The cost of inventories comprises all costs directly related to acquisition, such as freight and delivery charges, and liquor taxes where applicable. Cost is based on first-in, first-out principal. Net realisable value is determined on an item by item basis.

[d] Taxation

Income tax

In assessing income tax liability, the Club applies the principle of mutuality to the revenue and expenses of the Club. The principle of mutuality is a common law principle arising from the premise that a person cannot profit from himself. Accordingly, receipts from members are deemed to be mutual and not subject to income tax, and expenses in connection with mutual activities are also mutual and not deductible for taxation purposes.

All other receipts and payments are classified, for taxation purposes, in accordance with taxation legislation.

The Club currently has the benefit of accumulated income tax losses, resulting in current income tax expense being reduced to \$Nil [2010 \$Nil].

Future income tax benefits relating to tax losses are not carried forward in the financial statements unless the benefits are virtually certain of being realised.

Goods and services tax [GST]

Revenues, expenses and assets are recognised net of the amount of GST in the financial accounts with the exception:

- where the GST incurred on purchases of goods and services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as a part of the cost of acquisition of the asset or as part of the expense item as applicable.
- receivables and payables are stated inclusive of GST.
- Cash flows are presented in the statement of cash flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which are recoverable from, or payable to, the Australian Taxation Office, are classified as operating cash flows.
- Net poker machine revenue, which is presented on a GST inclusive basis, with the GST component treated in the financial accounts as an **expense**. This method provides Directors and members with information on the additional impost of GST on gaming revenue.

Effective 1 July 2004, the New South Wales State Government [Office of State Revenue] agreed to reimburse all Clubs in NSW the GST impost, less an OSR "management" fees, on the first \$200,000 of net gaming revenue. This arrangement has been confirmed by government out to the 2011/12 year only.

The net amount of GST recoverable from, or payable to the Australian Taxation Office is included as part of receivables or payables in the statement of financial position.

Other taxation

Where assets have been revalued or booked at fair value, no provision for potential capital gains tax has been made.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 May 2011**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES [CONTINUED]

[e] Investments

Investments are carried at the lower of cost and net recoverable amount. Interest income is brought to account on an accruals basis, and recognised as income as it becomes due.

[f] Payables [trade and other creditors]

Trade creditors represent liabilities for goods and services provided to the Club prior to the end of the financial year, and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

[g] Receivables [trade and other debtors]

The terms of trade are usually 30 days from the date of invoice. Collectability of debtors is reviewed on an ongoing basis. Debts known to be uncollectible are written off as impaired.

[h] Finance expenses

Finance expenses are recognised as an operating expense in the period in which they are incurred. Finance expenses may include:

- Interest on bank overdrafts;
- Interest on instalment loan;
- Interest on leases [hire purchase contracts];
- Interest on overdue payables;
- Interest on insurance funding.

[i] Revenue recognition

General

In general, revenue is recognised, where it can be reliably measured, in the period to which it relates. However, where there is not an established pattern of income flow, revenue is recognised on a cash receipts basis.

Membership subscriptions

The Clubs subscription year is a "rolling" year based on the date of members joining the Club. Subscriptions are payable annually in advance. Membership subscription receipts are recognised in the statement of comprehensive income as other revenue.

[j] Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash at bank, deposits at call and highly liquid investments which are readily convertible to cash on hand.

[k] Accounting for leases/hire purchase agreements

Lease or hire purchase of plant and equipment, under which the Club assumes substantially all of the risks and benefits of ownership, are classified as **finance leases** [this includes hire purchase contracts].

Finance leases are capitalised, recording an asset and a liability equal to the present value of the minimum lease payments [hiring instalments], including any guaranteed residual values. Leased assets are depreciated on a prime cost basis [straight line] over their estimated useful lives where it is likely the Club will obtain ownership of the asset, or over the term of the lease. Lease payments are allocated between the reduction of the lease liability and the lease interest expense [hire purchase charges] for the period.

Other leases are classified as **operating leases**. Minimum lease payments made under operating leases are charged as an expense in equal instalments over the accounting periods covered by the lease term.

[l] Comparative figures

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

ILLAWARRA YACHT CLUB LTD

[A Company Limited by Guarantee]

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

	2011 \$	2010 \$
2. CASH AND CASH EQUIVALENTS		
Current		
Cash at bank	2,000	1,503
Cash on hand	85,060	107,810
Call deposit	27,755	0
	114,815	109,313
3. TRADE AND OTHER RECEIVABLES		
Current		
Trade debtors	26,991	44,975
Other debtors	7,768	10,148
	34,759	55,123
Non-current		
Other debtors - TAB security deposit	5,000	5,000
Total trade and other receivables	39,759	60,123
4. INVENTORIES		
Current		
Stock on hand - bar - at cost	41,795	43,585
Stock on hand - other - at cost	8,239	7,726
	50,034	51,311
5. OTHER ASSETS		
Current		
Prepayments	90,990	31,539
6. PROPERTY, PLANT AND EQUIPMENT		
[a] Freehold land ** - at independent valuation 31-May-2010	3,328,500	3,328,500
[b] Buildings ** - at independent valuation 31-May-2010	5,271,500	5,271,500
Less: Accumulated depreciation	(119,295)	(14,154)
	5,152,205	5,257,346
[c] Building improvements - at cost	17,711	0
Less: Accumulated depreciation	(176)	0
Total buildings	5,169,740	5,257,346
Total land and buildings	8,498,240	8,585,846
[d] Plant, furniture and fittings - at cost	1,944,177	1,886,205
Less: Accumulated depreciation	(1,737,506)	(1,663,179)
Total plant, furniture and fittings	206,671	223,026
[e] Poker machines - at cost	1,666,017	1,794,856
Less: Accumulated depreciation	(1,491,564)	(1,613,609)
Total poker machines	174,453	181,247
Total plant and equipment	381,124	404,273
Total property, plant and equipment	8,879,364	8,990,119

** Land & buildings are classified as a **Core Asset** as defined under the *Registered Clubs Act 1976*.

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

6. PROPERTY, PLANT AND EQUIPMENT [CONTINUED]

Reconciliation of the carrying amounts for each class of property, plant and equipment

	Land \$	Buildings \$	Building [Renovations] \$	Plant and Equipment \$	Total \$
Opening balance at 1 June 09	1,775,200	3,653,382	325,574	491,910	6,246,066
Additions				118,773	118,773
Disposals [net]				(2,336)	(2,336)
Adjustments		245,555	(309,997)		(64,442)
Depreciation		(81,753)	(15,577)	(204,074)	(301,404)
Revaluation	1,553,300	1,440,162			2,993,462
Closing balance at 31 May 10	3,328,500	5,257,346	0	404,273	8,990,119
Additions			17,711	163,763	181,474
Disposals [net]				(6,471)	(6,471)
Depreciation		(105,141)	(176)	(180,441)	(285,758)
Closing balance at 31 May 11	3,328,500	5,152,205	17,535	381,124	8,879,364

	2011	2010
	\$	\$

7. TRADE AND OTHER PAYABLES
Current

Trade creditors	427,437	514,762
Other creditors	6,272	6,322
Accrued expenses	51,528	70,949
	485,237	592,033

8. FINANCIAL LIABILITIES
Current - secured

Bank loan	- overdraft	202,291	208,337
Bank loan	- instalment	100,000	100,000
Other loans		113,506	3,730
Lease/Hire purchase liabilities		35,109	81,206
		450,906	393,273

Non-current - secured

Bank loan	- instalment	996,109	1,095,589
Other loans		31,544	0
Lease/Hire purchase liabilities		27,504	62,613
		1,055,157	1,158,202

Total financial liabilities

	1,506,063	1,551,475
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9. PROVISIONS
Current
Short term provisions

Employee benefits	185,082	225,480
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Non-current
Long term provisions

Employee benefits	20,441	20,413
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Total provisions

	205,523	245,893
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ILLAWARRA YACHT CLUB LTD

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

	2011 \$	2010 \$
9. PROVISIONS [CONTINUED]		
Provision movements:		
Employee benefits		
Total provisions for employee benefits at the start of the year	245,893	268,640
Funds set aside from revenues to fund provisions	151,612	147,993
Payment on employee benefits taken	(191,982)	(170,740)
Total provisions for employee benefits at the end of the year	205,523	245,893
10. OTHER LIABILITIES		
Current		
Function deposits in advance	15,500	18,700
Sub-committee accounts	17,748	27,683
	33,248	46,383
11. RESERVES		
Asset revaluation reserve		
The asset revaluation reserve represents the change in the valuation of freehold land and buildings from their original carrying value. Both freehold land and the buildings have been revalued by Directors based on independent valuation. Refer to Note: 1[a].		
12. PROFIT (LOSS) FOR THE YEAR		
Profit (loss) for the year has been determined after allowing for the following items of revenue and expense:		
Revenue from rendering services		
Poker machines	3,554,623	3,674,395
Promotional revenue	322,900	316,296
Agency [Keno and TAB] revenue	111,567	122,279
Function revenue	147,303	101,100
	4,136,393	4,214,070
Other revenue		
Other revenue	121,967	142,125
Profit on disposal fixed assets	0	2,068
Profit on disposal intangible assets	181,818	0
Interest received	2,871	0
	306,656	144,193
Expenses		
Auditors remuneration:		
[a] Auditing and reviewing the financial statements	23,521	21,300
[b] Other services	3,525	5,030
Expense attributable to operating leases [See also Note: 15[d]]	10,387	21,549
Bad debts written-off	4,288	80
Total employee expenses	1,744,172	1,669,214
Total depreciation expense	285,758	301,404
Total finance expense	117,416	137,299

ILLAWARRA YACHT CLUB LTD

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

	2011 \$	2010 \$
13. DIRECTORS' BENEFITS		
The Directors of Illawarra Yacht Club Ltd have been duly appointed on an honorary basis. The Board does not receive any benefits or fees for their efforts and time. Out of pocket expenses have been reimbursed in accordance with guidelines set out by Clubs New South Wales and the <i>Registered Clubs Act 1976</i> [as amended]. Reimbursement is currently limited to an aggregate of \$10,000 per annum.		
Directors expenses	<u>2,558</u>	<u>2,595</u>
14. CASH FLOWS		
[a] Reconciliation of net cash inflow from operating activities to profit (loss) for the year		
Profit (loss) for the year	138,270	(48,194)
Plus (minus) non-cash items:		
Depreciation of non-current assets	285,758	301,404
	<u>285,758</u>	<u>301,404</u>
Plus (minus) non-operating items:		
Interest received	(2,871)	0
Net profit/(loss) on disposal of property, plant & equipment	6,471	269
Net profit/(loss) on disposal of intangible assets	(181,818)	0
	<u>(178,218)</u>	<u>269</u>
Changes in assets and liabilities:		
(Increase) decrease in receivables	20,363	(19,136)
(Increase) decrease in inventories	1,277	(2,069)
(Increase) decrease in other current assets	(59,451)	(1,760)
Increase (decrease) in accounts payable	(106,794)	85,461
Increase (decrease) in other current liabilities and provisions	(53,507)	(21,904)
	<u>(198,112)</u>	<u>40,592</u>
Net cash inflow from operating activities	<u>47,698</u>	<u>294,071</u>
[b] Reconciliation of cash		
For the purposes of the statement of cash flows, cash includes cash on hand, cash at banks and investments in short term money market instruments, less bank overdrafts. Cash at the end of the reporting year, as shown in the statement of cash flows, is reconciled to the items in the statement of financial position as follows:		
Cash at bank	2,000	1,503
Call deposit	27,755	0
Bank overdraft	(202,291)	(208,337)
Cash on hand [includes ATM]	85,060	107,810
Cash position at the end of the year	<u>(87,476)</u>	<u>(99,024)</u>
[c] Cash restrictions		
All cash referred to in Note 14[b], is available for use without restriction or encumbrance.		
[d] Financing facilities		
Illawarra Yacht Club Ltd has total borrowing facilities of \$1,350,000 with the ANZ Banking Group Ltd, which is split into a \$50,00 on-line facility; \$200,000 overdraft facility and a \$1,100,000 instalment loan. All facilities were utilized during the year and as at 31 May 2011.		
Security held by the ANZ Banking Group Ltd, is a first registered mortgage over property at 1 Northcliffe Drive, Warrawong 2502, and a registered charge over all the assets of the Club, including liquor licence.		
The carrying value of security is:	<u>8,879,364</u>	<u>8,990,119</u>

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

			2011 \$	2010 \$
14. CASH FLOWS [CONTINUED]				
[e] Summary of borrowings				
Facility/Review/Term	Original Amount \$	Current Interest Rate		
Overdraft/June 2017	200,000	9.44%	202,291	208,336
Instalment loan/ June 2017	1,400,000	7.81%	1,096,109	1,195,589
Other loans/ various	156,851	13.12%	141,070	3,731
Lease/hire purchase/Various	188,991	9.85%	62,613	143,819
			1,502,083	1,551,475
15. COMMITMENTS				
[a] Superannuation				
Illawarra Yacht Club Ltd has a commitment to pay award superannuation contributions for all employees based on a percentage of their ordinary time earnings. This percentage is determined by the Federal government superannuation guarantee scheme. The current percentage rate of 9% pa was applied during the financial year 2010/11, and will remain at 9% commencing the new financial year 1 June 2011. However, commencing 1 July 2013 the rate will increment by 0.25% to 9.25%, with further increments applied annually up to 2019/20 when the superannuation guarantee rate will be set at 12%.				
[b] Capital expenditure				
Illawarra Yacht Club Ltd has no capital expenditure commitments contracted for at balance date, but not yet recognised as liabilities, and payable.				
[c] Finance lease/hire purchase				
Payable:				
Not later than one year			39,311	91,643
Later than one year but not later than five years			29,588	68,900
Minimum lease payments			68,899	160,543
Less: Future finance charges			(6,286)	(16,724)
			62,613	143,819
Represented by:				
Current liabilities			35,109	81,206
Non-current liabilities			27,504	62,613
			62,613	143,819
[d] Operating lease				
Non-cancellable operating leases contracted for but not capitalised in the financial statements.				
Payable:				
Not later than one year			8,856	18,041
Later than one year but not later than five years			9,594	22,277
			18,450	40,318
16. FINANCIAL INSTRUMENTS				
[a] Off-statement of financial position derivate instruments				
Illawarra Yacht Club Ltd is not a party to financial instruments with off-statement of financial position risk.				
[b] Credit risk exposures				
The credit risk on financial assets of Illawarra Yacht Club Ltd, such as receivables, which have been recognised in the statement of financial position, is generally the carrying amount, net of any impairment.				

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

16. FINANCIAL INSTRUMENTS [CONTINUED]
[c] Interest rate risk exposures

Illawarra Yacht Club Ltd exposure to interest rate risk, and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out in the financial assets and liabilities table. Exposures arise predominantly from assets and liabilities bearing variable interest rates, as the Illawarra Yacht Club Ltd would normally hold fixed rate assets and liabilities to maturity.

Financial assets and liabilities table

	Floating	Fixed Interest Maturing in:			Non-	Total
	Interest	1 Year	Over 1 Yr and	More than	Interest	
	Rate	or less	less than 5 Yrs	5 Years	Bearing	
2011	\$	\$	\$	\$	\$	\$
Financial assets						
Cash and cash equivalents					114,815	114,815
Trade and other receivables					39,759	39,759
	0	0	0	0	154,574	154,574
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%		
Financial liabilities						
Trade and other payables					485,237	485,237
Loans	621,179	163,411	400,000	180,000	78,860	1,443,450
Finance lease/HP liabilities		35,109	27,504			62,613
Receipts in advance					33,248	33,248
	621,179	198,520	427,504	180,000	597,345	2,024,548
Weighted average interest rate	7.21%	10.72%	8.91%	8.85%		
Net financial assets (liabilities)	(621,179)	(198,520)	(427,504)	(180,000)	(442,771)	(1,869,974)
2010						
Financial assets						
Cash and cash equivalents					109,313	109,313
Trade and other receivables					60,123	60,123
	0	0	0	0	169,436	169,436
Weighted average interest rate	0.00%	0.00%	0.00%	0.00%		
Financial liabilities						
Trade and other payables					592,033	592,033
Loans	487,685	99,970	400,000	420,000		1,407,655
Finance lease/HP liabilities		81,206	62,614			143,820
Receipts in advance					46,383	46,383
	487,685	181,176	462,614	420,000	638,416	2,189,891
Weighted average interest rate	7.04%	9.70%	9.03%	8.85%		
Net financial assets (liabilities)	(487,685)	(181,176)	(462,614)	(420,000)	(468,980)	(2,020,455)
					2011	2010
					\$	\$
Reconciliation of net financial assets (liabilities) to net assets						
Net financial assets (liabilities) from the table above:					(1,869,974)	(2,020,455)
Non-financial assets and liabilities:						
Inventories					50,034	51,311
Other assets					90,990	31,539
Property, plant and equipment					8,879,364	8,990,119
Provisions					(205,523)	(245,893)
Net assets per statement of financial position					6,944,891	6,806,621

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

2011

2010

\$

\$

16. FINANCIAL INSTRUMENTS [CONTINUED]

[d] Net fair value of financial assets and liabilities

The Directors consider that the carrying amount of financial assets and liabilities recorded in the financial statements approximates their fair value.

[e] Liquidity risk management

Ultimate responsibility for liquidity management rests with the Board of Directors. Illawarra Yacht Club Ltd is continuously monitoring forecast and actual cash flows. Current liquidity risk is high as a result of falling net revenues from the Club's poker machine operations and increasing costs generally.

17. RELATED PARTY TRANSACTIONS

Transactions between related parties are based on normal commercial terms and conditions. These transactions are no more favourable than those available to other parties, unless otherwise stated. During this financial year, there were no transactions with Directors', Officers' or Director/Officer related entities.

18. KEY MANAGEMENT PERSONNEL COMPENSATION

[a] Key management personnel

The names and positions held of key management personnel in office at any time during the financial year are:

R. Willetts	President
R. Massey	Vice-President
D. Mitchell	Treasurer
J. McNally	Director
A. Feaver	Director
K. Meizer	Director
W. Hardy	Director
M. Sturges	Director
D. Nicholson	Director
W. Taylor	Director
J. Camkin	Former Director
M. Rueda	Former Director
D. Campbell	Former Director

Other key management personnel

Maureen Bogolin	General Manager
Scott Hawkins	Former General Manager

[b] Key management personnel compensation

The following benefits and payments were made to **other key management personnel**. Refer also to Note 13: Directors Benefits.

Short term benefits	114,757	110,834
Post employment benefits	7,324	8,122
Termination benefits	0	0
	<u>122,081</u>	<u>118,956</u>

19. TAXATION

Future income tax benefit

At balance date, a potential future income tax benefit exists in the form of estimated [2011] and confirmed [2010] accumulated tax losses of:

765,000

846,901

These tax losses are available to offset any income tax liability, as a result of applying the principle of mutuality to Illawarra Yacht Club Ltd revenue and expenses. Refer to Note 1[d]. The potential future income tax benefit attributable to tax losses, has not been recognised in the financial statements as an asset, as recovery of this tax asset is regarded as uncertain.

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2011

20. REGISTERED CLUBS ACT REPORTING REQUIREMENTS

The disclosure requirements under section 41 of the *Registered Clubs Act 1976* [as amended] are kept by the Club and may be viewed by application in writing to the General Manager.

21. POKER MACHINE ENTITLEMENTS

Illawarra Yacht Club Ltd currently owns 92 poker machine entitlements. The value of these intangible assets, in accordance with accounting standards, are **not** recorded in the statement of financial position. The current market value for each entitlement is estimated by your Directors to be in the vicinity of \$12,000 using as a basis recent sales. This would make the estimated value of entitlements held by the Club to be \$1,104,000.

DIRECTORS' DECLARATION

The Directors of Illawarra Yacht Club Ltd declare that:

- [a] in the Directors' opinion, there are reasonable grounds to believe that Illawarra Yacht Club Ltd will be able to pay its debts as and when they become due and payable; and
- [b] in the Directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with Australian Accounting Standards, and giving a true and fair view of the financial position and performance of Illawarra Yacht Club Ltd for the year ended 31 May 2011.

Signed in accordance with a resolution of the Directors made pursuant to section 295(5) of the *Corporations Act 2001*, on behalf of the Directors by:

Robert Willetts
President

Dianne Mitchell
Treasurer

Dated at Warrawong this day of July 2011

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF ILLAWARRA YACHT CLUB LTD

Report on the financial report

I have audited the accompanying financial report of Illawarra Yacht Club Ltd ("the company") which comprises the statement of financial position as at 31 May 2011, the statement of comprehensive income, the statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the company at the year's end or from time to time during the financial year, as set out on pages 8 to 21, and the directors' declaration on this page.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1 the directors also state, in accordance with Accounting Standard AASB 101: "Presentation of Financial Statements", that compliance with the Australian equivalents to International Financial Reporting Standards (IFRS) ensures that the financial statements, comprising the financial statements and notes, comply with IFRS.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the accounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

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**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
ILLAWARRA YACHT CLUB LTD [CONTINUED]**

Auditor's responsibility [continued]

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of the *Corporations Act 2001*. I confirm that the independence declaration required by the *Corporations Act 2001*, provided to the directors of Illawarra Yacht Club Ltd would be in the same terms if provided to the directors as at the date of this auditor's report.

Auditor's opinion

In my opinion:

[a] the financial statements of Illawarra Yacht Club Ltd are in accordance with the *Corporations Act 2001*, including:

[i] giving a true and fair view of the company and its financial position as at 31 May 2011 and of the performance for the year ended on that date; and

[ii] complying with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and

[b] the financial report and notes also comply with International Financial Reporting Standards, as disclosed in Note 1.

Ian Brown Wallis & Co
Chartered Accountants
Level 2, 221-229 Crown Street
Wollongong NSW 2500

Dated this day of July 2011

Ian Brown
Registered Company Auditor

SUPPLEMENTARY INFORMATION

COMMODORE'S REPORT

Firstly, the sailing members would like to acknowledge the passing of significant IYC members Ray Tunbridge, Bill Thompson and Ray Fairburn.

We find ourselves at the completion of what has been another very successful year for sailing at the Illawarra Yacht Club. The TRUenergy Skyrider program is showing what an asset it is to the future of sailing at our club with all Skyrider boats being sailed on a weekly basis. Many thanks go to Kevin Middleton (club coach) and all his assistants for all of their efforts, well done to all.

Our numbers might have been down this season but the result was outstanding in the Flying Ant division. It is with great honour that I congratulate Ryan Dryden and Victoria Liddle on being the First ever Flying Ant boat from the I.Y.C. winning the Flying Ant National Title, they also won NSW Youth Championship and Club Championship. Congratulations to Jonothan Liddle and Patrick Corbett on winning the State Pointscore, the St George Shield and the Club Pointscore. Many thanks goes to our Junior Commodore Peter Dryden for his outstanding work over the last two and half seasons.

Under the guidance of Neil McKinlay and Glen Morrell, Sail boarding has continued its strong representation at the club and the achievements keep coming. John Demol has had a fantastic season, he won the Oceanic Title, the Australian Title and the Mens Club Championship. Julie Spriggs won the Womens Club Champion and Ken Innes won the Club Pointscore. Many thanks to all involved who helped with the running of the Oceanic Titles. Also, congratulations to Glen Morrell for his award Sail Boarding Club Person of the Year, a well-deserved award.

The Open Division has once again shown why it is a very important part of our fleet. As John Rickard describes 'the Opens fill in the gaps between the other classes'. It also provides opportunities for a large range of sailors from beginner to the top level, for people that have work commitments or just want to go sailing and have some fun. Congratulations to Club Champion Bill Jauncy (Twist and Shout) and Pointscore Peter and Sarah Amos (Business Sunday). Thanks again John for another top job.

Our Trailable Yachts have once again provided some very competitive racing. Congratulations to Jono Bower and his crew on Just For Play for winning the double this season. Jono has made the decision to re-join his brother sailing a 16ft skiff next season. Congratulations to Bob Bower on Bosun winning his division at Clarence River St Georges Basin, Lord Mayors at IYC, the overall winner of the new YNSW Southern Zone Passage Race Series and the Queen's Birthday Bash on Lake Macquarie. A very big thanks to Bob Bower how took over as TY chairperson half way through the season and has done an excellent job.

In our Premier Division the 16ft Skiffs TRUenergy skippered by Phil Bower and crewed by Mitchell Jones and Richard Nardone have kept their dominance up by winning the Club Championship and the Tyrepower Sprints SCR, they were runner up in the Club Pointscore and the Tyrepower Sprint Handicap. The evergreen Ross Massey on Lakeveiw Construction won the Club Pointscore and the Tyrepower Sprint Handicap, they were runner up in the Club Championship and the Tyrepower Sprint SCR. Well done to Coby Zweers on the running of division.

I would like to thank TRUenergy on behalf of IYC Sailing Executive, the club and its members for their support of the IYC training school. This financial backing is a great way to ensure the future of our sport and classes in the wider community, introducing a new generation and increasing the profile of our much-loved pastime.

Next sailing season is shaping up to be a very big year, we will have the Sabo class up and going again and a big thankyou to Seawind Catamaran and FGI who provide the labour and materials to make the Sabos self-draining, this will certainly make the boats easier to sail and help progress our children through our learn to sail program.

We will be hosting 3 major events, Yachting N.S.W. Youth Championship on October long weekend, the 16ft Skiff State Titles on the 29th and 30th of October and the 2012 Tasar State Titles at Easter.

Lastly I would like to thank all those who volunteered their time, the Sailing Executive, Illawarra Yacht Club officials and management, associations and the sailing members for a great year. Hope to see you all and more for 2011–2012 season.

Richard Nardone
Commodore

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SUPPLEMENTARY INFORMATION [CONTINUED]

FISHING CLUB REPORT

The postponement of the Bendalong weekend away and the cancellation of this years "Holy Grail" against Western Suburbs Fishing Club has left the IYCFC 2010-2011 year relatively quiet.

Our main event was our Pre Christmas Party which was well attended and continued well into the evening.

Our AGM was held on the 1st May and the membership voted in a competent committee to serve for the year 2011-2012. The new committee brings with it a wealth of experience.

The new committee is:

Captain:	Hans Spellman	Weighmaster:	Miguel Rueda
Vice Captain:	Jim McNally	Ass. Weighmaster:	Fred Harvey
Secretary:	Gail Hills	Publicity Officer:	Bob Peterlin
Treasurer:	Maurie Lee	Gear Steward:	Evan Hunter

The Fishing Club members would like to congratulate the following winners for 2010-2011 season:

Club Champion:	Bob Peterlin	Lady Champion:	Carmel Peterlin
Deep Sea Champion:	Bob Peterlin	[for the tenth consecutive year]	
Beach, Rock and Estuary Champion:	Barry Quinn [deceased]	Junior Champion:	J. Landley

The IYCFC members would like to thank the IYC Board, Management and Staff for their continued support during these difficult times.

Vale The Fishing Club would like to offer our condolence to the family members of Barry Quinn, Mary Milford and Kath Higham.

Hans Spellman

Captain

DARTS REPORT

The IYC Ladies & Men's teams have been consistent with their competition darts during the past year, with three Ladies and two Men's teams competing.

The 2010-2011 Club Championship darts were held recently at the IYC with the following results:

Ladies Singles:	Winner	Belinda Horwood	Ladies Doubles:	Winners	Dot Switzer & Jenny Barry
	R/Up	Karen Neve		R/Up	Traci Debnam & Karen Neve
Men's Singles:	Winner	Rob Leatham	Men's Doubles:	Winners	Rob Leatham & Brett Leatham
	R/Up	Mitch Davies		R/Up	Mitch Davies & Rory
Mixed Doubles:	Winner	Dot Switzer & Trevor Jones			
	R/Up	Karen Neve & Bruno Nardone			
Highest Throw:	Ladies	Mavis Jones	153		
	Men	Bruno Nardone	172		
Highest Finish:	Ladies	Karen Neve	79		
	Men	Rob Leatham	69		

Congrats to all IYC members who participated in the event.

The IYC hosted another International Darts Tournament at the club during the past year with great success.

The Darts Committee, Bill Moulds, Bruno Nardone and I take this opportunity to thank the IYC General Manager, Maureen Bogolin, President Rob Willetts and the IYC Board of Directors for their ongoing support.

Dianne Mitchell

Secretary

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SUPPLEMENTARY INFORMATION [CONTINUED]

WEDNESDAY CARPET BOWLS REPORT

Hi Friends,,

Its good to see the number of bowlers attending bowls each week and keeping up, and new members joining in on the fun, so do come along, names in at 9:45am.

We have had a little sadness this year with the passing of our Secretary Treasurer Connie Foy and one of our committee members Elsa Boschan, we also have one of our committee persons with serious illnesses, all have been long serving and hard working members of our club, they are much missed.

I would like to thank Directors, Management and Staff for their assistance throughout the year.

See you in Bowls

Maureen Piras

MONDAY NIGHT CARPET BOWLS REPORT

Hello Bowlers and Club Members,

It is only with the help of the Illawarra Yacht Club that we are able to play our bowls & we are very grateful for this. We are aged from our fifties to two players in their nineties and we are of all abilities. Carpet bowls is a great social event, it gets people off their lounge & participating, you don't have to be a champion the emphasis is on having a go.

We have just participated in the 3 day carnival over June long weekend with 8 of our players representing the Illawarra. One of our players has been chosen to represent NSW in the Nationals in August.

We are a jolly lot and would welcome new members who are interested in playing, names in by 5.45pm and we are usually finished by 8:45pm-9pm.

Kaye Calvert
Sec/Treasurer

SOCIAL GOLF CLUB REPORT

We are now halfway through our game calendar for 2011 and I would like to thank all of our golfers for their time and effort - especially considering all the weather conditions you have had to put up with.

Thank you also to our supporters and to the club for making all of this happen, and thank you to the committee: our secretary Dorothy McDonald, our treasurer Alan Feaver and our social secretaries Mavis Jones & Frances Mewett, and where would we be without our captains group - Barry Reid - our handicapper, Helmut Zechner - our vice captain and of course Brian Dore who brings it all together.

This year I would like to highlight the background work that goes on around us being able to regularly have and enjoy our game.

Firstly, the work that is undertaken by the social team lead by Mavis to help our funding and here I am referring to the meat raffles, as I understand it (and I can never get back from Sydney in time for the raffle - curse you RTA) she is regularly helped by Jimmy Denniss, Bobbie Forbes and Helmut.

Then there is Alan and the IYC Directors also assisting with the funding and providing us with the facilities and the other key club support, as well as making sure that courses are paid and the accounts sorted and reconciled. We cannot exist without the club and the continuing and enthusiastic support is very much appreciated – thanks to all the IYC executive and members.

If I can take you to game day - we wouldn't be there without the work that Dorothy does during the year in booking and confirming all the courses with the right number of carts and the attendance. Also around game day we have the work that Barry has been doing to ensure that each golfer has the correct handicap and it really is spot on -even if we hate to either lose strokes or gain them.

And finally the scorecards - before the game Brian has already prepared and sorted them, and after the game the team marks up the score sheet and checks the cards -usually undertaken by Barry, Kenny Blundell, Gary Wilcockson and Helmut.

So as you can surmise from all of this - a lot of people put a lot of hard work volunteering to make our games problem free and enjoyable.

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SUPPLEMENTARY INFORMATION [CONTINUED]

SOCIAL GOLF CLUB REPORT [CONTINUED]

So as chairman I want to thank one and all for your good work, keenness and dedication, and please continue to enjoy our great game under the banner of the Illawarra Yacht Club.

Yachties Golf extends a welcome to all IYC Members to join us for a game of golf or better still to join our Club and play regularly no-matter what level your game is at.

Congratulations go to all the Championship winners for the year as well as the winners of the Memorial trophies.

Results – 2010/2011			
A Grade Gross Champion	Tony Rodriguez	Bill Steel Memorial	Brian Dore
A Grade Nett Champion	Roger Vallett	Cec Bull Memorial	Alan Feaver
Grade Gross Champion	Arthur Foster	Val Maywald Memorial	Ian Cook
B Grade Nett Champion	Alan Feaver	Bob Moase Perpetual	Derek Taylor
C Grade Gross Champion	Ineka Wiffen	Captain vs President	President's Team
C Grade Nett Champion	David Mewett	Birdie Champion – male	Ian Cook
Foursome Champions	Bill Murphy/ Frances Mewett	Birdie Champion – female	Sue Foster
Short Course Champion	Jimmy Denniss	Point Score winner	Arthur Foster
Match Play Champion	Bill Murphy	Most Improved	Bob Forbes
Weekend Away winner	Mavis Jones	Ray Kennedy Award	Ineka Wiffen
IYCSCG Appreciation Award	Helmut Zechner		

David Mewett
Chairman

COMMUNITY SUPPORT

Due to the support Illawarra Yacht Club Ltd receives from our members and their guests, the Club was able to support many local community endeavours. **The following is a list of recipients of Club support over the past 12 months:**

- AIS Retirees
- ALP Berkeley Branch
- ALP Wollongong SEC
- Australian Seabird Rescue
- Beacon Foundation
- Berkeley Eagles Junior Baseball Club
- Cancer Council
- Cancer Patients Support Group
- Dapto Greyhounds
- Flying Ants Association of Australia
- Illawarra Aerial Patrol
- Illawarra Breast Cancer
- Illawarra Dragon Boaters
- Illawarra Orchid Society
- Illawarra Sailability
- Illawarra Sport High
- Illawarra Yacht Club Ltd – Bowls Sub-committee
- Illawarra Yacht Club Ltd – Darts Sub-committee
- Illawarra Yacht Club Ltd – Euchre Sub-committee
- Illawarra Yacht Club Ltd – Fishing Sub-committee
- Illawarra Yacht Club Ltd – Golf Sub-committee
- Illawarra Yacht Club Ltd – Sailing
- Illawarra Yacht Club Ltd – Sail Boarding
- Lake Heights Primary School
- Lifeline South Coast
- Meals on Wheels
- Multiple Sclerosis Society Illawarra
- Navel Association of NSW Illawarra
- Northern Wollongong Health Watch
- Port Kembla Cardiac Rehab

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SUPPLEMENTARY INFORMATION [CONTINUED]

COMMUNITY SUPPORT [CONTINUED]

Port Kembla Coastguard
Port Kembla Cricket Club
Port Kembla Junior Soccer Club
Port Kembla Junior Rugby League
Port Kembla Surf Life Saving
Queensland Flood Relief
Quota International
Ride Around the Lake [Bicycling]
St Vincent de Paul Society
Volunteer Coast Guard
Warrawong High School
Warrawong Public School
Waterways Authority of NSW
Wollongong Spanish School
Yachting NSW

CLUBS AFFILIATED WITH ILLAWARRA YACHT CLUB LTD

St. George Sailing Club
St. George Leagues Club
Goulburn Workers Club
Yarra Bay Sailing Club
Drummoyne 16' Sailing Club
Gosford Sailing Club
Belmont 16' Sailing Club
Manly 16' Sailing Club
Botany Bay Sailing Club
Middle Harbour 16' Sailing Club
Carlton Social Club, Victoria
South Newcastle Leagues Club
Cessnock Workers Club
Royal Motor Yacht Squadron
St. George Motor Boat Club
Huskisson-Sussex Inlet RSL
Blacktown Workers Club
Terranora Country Club, Queensland
Williamstown Yacht Club, Victoria
King's Cross Aquatic Club
Southport Yacht Club, Gold Coast

VALE

The Illawarra Yacht Club Board of Directors, Management and Staff offer their deepest sympathy to relatives and friends who have suffered the loss of their loved ones during the year.