



# 2023 Annual Report



IN MEMORY OF  
THE MEN OF  
**PHILLIP ISLAND**  
WHO GAVE THEIR LIVES  
FOR KING AND COUNTRY  
IN THE WORLD - WARS  
1914 - 1918  
1939 - 1945  
ERECTED BY THE RESIDENTS



*They shall grow not old,  
As we that are left grow old.  
Age shall not weary them,  
Nor the years condemn.  
At the going down of the sun  
And in the morning  
WE WILL REMEMBER THEM"*





# - VALE -

## THE PHILLIP ISLAND RSL RECOGNISES THE PASSING OF THE FOLLOWING MEMBERS DURING 2023

Bruce Mcilwraith

Alan Dowley

Brian Parker

Donald Chipperfield

James Stuart

Ernest Paddon

Leonard Patterson

Mario Bonis

Patrick Kennedy

Kenneth Chadwick

Allan Droscher

Robert Bakewell

Francis Ryan

David Ablett

Hilbert Stielow

George Ball

Colin Munro

Ian Quinn

Michael Gormley

William Sedgman

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## PAST PRESIDENTS

1930-40	L. Wilson
1941	F. Loton
1942	N. J. Edwards
1943	J. Bell
1944	W. Gothorp
1945	J. W. Bryce
1946	F. Hull
1947	R Burton
1948-50	D. A. Ganley
1951-53	J. M. Gardiner
1954-56	R. De La Haye
1957-58	M. Smith
1959	A. M. Rowed
1960	C. J. Stephens
1961	J. Lawrence
1962	A. J. Hamilton
1963	F. H. Ware
1964	P. B. West
1965	J. Willoughby
1966	E. J. Patton
1967-68	L. J. Webster
1960-70	K. Lang
1971-74	J. McKechnie
1975-76	N. W. Macalister
1977-79	K. L. Walsh
1980-81	D. Oxley
1982-83	K. J. Frankel
1984-85	W. L. Elder
1986	D. Oxley
1987	H. M. Grigg
1988-89	L. J. Webster
1990	A. M. Denton
1991-96	H. M. Grigg
1997-02	P. L. Lester
2003	F. J. Thumpston
2004-05	B. Goldsbury
2006	R. Gunn
2007-13	G. F. Mead
2014-17	T. Mallaghan P.J. Paul
2018	G. F. Mead OAM

2019 G. F. Mead OAM

2020-23 C.R. Thompson

## LIFE MEMBERS

J. Bell

A. Hamilton

P. B. West

E. J. Patton

L. E. K. Lang

K. J. Frankel

L. J. Webster

H. M. Grigg

D. C. Oxley

F. J. Thumpston

P. H. Langeweg

G. F. Mead

J. A. McKechnie

M. Dean

A. Burland

R. L. Gunn

B. Shelton

B. Goldberg

C. R. Thompson

B. Goldsbury

P. Paul





Left to right back row – Peter Paul- Vice President, Michael Crump- Committee, Bob Woods- Secretary, Greg Mead OAM- Treasurer  
 Left to right front row – Cheryl Overton- Committee, Chris Thompson- President, Christine Thomas- Committee

# COMMITTEE

## 2023

### Chris Thompson

**PRESIDENT**

**Convenor:** Staff Liaison & PR.  
 Raffles, Funerals, Honours & Awards  
 Succession Planning.

**Deputy:** Ass Secretary Region 10,  
 Memorabilia / Library, Cadets, Men's Shed.

### Peter Paul

**VICE PRESIDENT**

**Convenor:** Fleet Management, Donations and  
 Grants, Carols by the Bay, Education, Elections 2024.

**Deputy:** Breakfast Program, Day Club, Succession  
 Planning, Funerals, Buildings

### Bob Woods

**SECRETARY**

**Convenor:** OH&S, What's On, Mens Shed,  
 Region 10. **Deputy:** Donations & Grants. Appeals,  
 Honours & Awards, Education

### Greg Mead OAM

**TREASURER**

**Convenor:** Budget 2023, Sporting Sections,  
 Buildings. **Deputy:** What's On, Garden Custodian  
 Cenotaph & Memorial, Raffles

### Cheryl Overton

**COMMITTEE**

**Convenor:** VCS Chair, Day Club, Cenotaph &  
 Memorial Garden **Deputy:** Raffles, Carols by the Bay,  
 Appeals.

### Christine Thomas

**COMMITTEE**

**Convenor:** AMembership and Recruiting, Breakfast  
 Program, Garden Custodian. **Deputy:** Asset Register,  
 Appeals, OH&S

### Michael Crump

**COMMITTEE**

**Convenor:** Appeals, Memorabilia / Library, Cadets.  
**Deputy:** Ass. Treasurer, Sporting Sections, VCS Deputy.

### ANZAC & Remembrance Day

Chris Thompson, Peter Paul, Greg Mead,  
 Bob Woods. Michael Crump.

### Cenotaph & Mem. Custodians

Michael Crump, Greg Mead.



## Statement of Purpose of the Sub-Branch

- i. Provide for the sick, helpless, wounded, aged, disabled, destitute and needy among those who are serving or who have served in the Australian Defence Forces, the various British Commonwealth Defence Forces, members of allied Defence Forces and their dependants;
- ii. Perpetuate the close and kindly ties of friendship created by the mutual service in the Australian Defence Forces or in the forces of nations traditionally allied with Australia and the recommendations associated with that experience;
- iii. Maintain a proper standard of dignity and honour among all past and present members of the Australian Defence Forces and set an example of public spirit and noble hearted endeavour;
- iv. Preserve the memory and records of those who suffered and died for Australia, erect monuments to their valor, provide them with suitable burial places and establish and preserve, in their honour, the annual commemoration day known as ANZAC Day;
- v. Encourage loyalty to Australia and secure patriotic service in the interests of Australia;
- vi. Protect the good name and preserve the interests and standing of members of the Australian Defence Forces;
- vii. Encourage a member as a citizen, to serve Australia with that spirit of self sacrifice and loyalty with which they served as members of the Australian Defence Forces;
- viii. The promotion of a social organisation and Subbranch of the Branch composed of those who are serving or who have served in the Australian Defence Forces, the various British Commonwealth Defence Forces, Members of Allied Defence Forces, their dependants and such other persons who from time to time may be admitted to membership in accordance with these rules;
- ix. To establish, maintain and conduct a Subbranch of a non political and non sectarian character and to provide, furnish, equip and maintain Subbranch rooms, reading rooms, recreation rooms and refreshment facilities; to establish and maintain billiard tables and facilities for other lawful games, sporting facilities and recreation for its members for the maintenance and improvements of friendly relationships amongst the members and generally to afford to members and their friends and guests all the usual privileges, advantages, conveniences and facilities of a Sub-branch;
- x. To provide means of social interaction between persons who are members of the League and in particular, members of the Phillip Island RSL Sub-branch of the Branch and their friends and guests;
- xi. To make contributions to any charitable relief benefit commemoration or memorial funds of any kind whatsoever as the Committee may deem advisable.



Dear Members

If you have had time prior to this meeting starting and turned to the financial report, I feel I'd now be looking at a lot of very happy faces. I will leave the details to the treasurer, but I can say without a doubt, that after serving on this committee in numerous capacities, over the last fourteen years, this has been the most financially successful year by far that I have been involved in.

Such results just don't happen, they are achieved by a group of dedicated people working together to reach pre-determined goals, aware that because we are a non-profit organisation, all profit which is not needed to grow and strengthen our club, will go to help our veterans, their families and descendants, and our community in general. It would be fair to say that all of us have lately been affected by rising costs, some much more heavily than others. To meet this need, our welfare department has been almost doubled in strength, we have recruited extra volunteer drivers to drive our members to medical appointments in our three welfare cars, and if necessary, also use one of our buses to ensure we can meet the current demand. Extra staff are now on hand to assist with DVA queries, or lend a hand for other problems should they arise where possible. I am very pleased to have Cheryl Overton as the chair to the committee overseeing welfare, for those that know Cheryl, she has definitely found her niche in life, a very dedicated and caring person, you really couldn't be in better hands.

Some of the above mentioned profit is also earmarked to assist our community sporting clubs, especially in the junior levels. The lawn bowls, football and netball, yachting, surf riders, golf, pool club, and numerous others benefit in either direct sponsorship or grants throughout the year. We are now the main sponsor for the Wonthaggi Cadet Unit, and even one of our Sub Branch Committee members, Michael Crump, is now one of their commissioned leaders. Well done 2nd. Lt. Crump.

It is such a relief to finally get out of that terrible Covid period, and finally have a near full complement of staff to work throughout the club. Our new GM, Chris Simpson has been with us for a while now, and has certainly recruited well. I think Chris's relaxed style has attracted some very experienced staff, who have made life a little easier all round. I certainly felt for the staff who went through that period with us, they are the ones that are seeing the other side now, and I think the staff moral as a whole, has never been higher. I won't embarrass individuals, but as I said before, over fourteen years on committee, you certainly get to know some of the staff very well. To those that have helped me along the way,

thank you, and on the rare occasion I have been able to help in some small way, it was my pleasure, I am sure it was no more than you deserved at the time.

The Committee I leave behind has done everything I have requested, and in some cases much more. We certainly have a couple of younger members that with another twelve months experience will be able to fill any position available to them. I am in the hope that RSL Victoria will change some of their rules in the very near future, so that all positions on committee are available to service and affiliate members at least. I questioned the current CEO of ANZAC House at a meeting the other day, and he stated it was inevitable, but would take at least another three to five years to change, the answer must be why? Phillip Island RSL has a turnover in excess of twelve million dollars. I cannot carry on any longer as President, mainly because of family commitments, but find myself as a seventy-six-year-old in May, handing over to a person one year older than me, and his second in command will be older than both of us? I can see the wisdom of their rules in years gone by, but in certain cases, especially in this modern era, service members may not be the most suitable to run a multimillion dollar business. If you now look at the personnel in ANZAC House itself, how many in higher positions have military experience? We should all be in a position to fill all vacancies with the best available personnel, and reap the benefits.

We as a Sub Branch face a very busy period. We have a complete kitchen revamp in winter, followed by a main entrance and gaming room upgrade, and a start to our planned extensions next year. The list goes on and on. I am sure that your committee and staff will make every post a winner, and you as a member will have the surroundings and facility you and your loved ones will enjoy.

There is no doubt that as I retire, I will miss the commitments that have drawn me to Phillip Island RSL, especially after having the honour of serving the last four years as President, but I will still be serving in numerous ways. I have been invited to stay on the Veterans and Community Services Committee, to assist in welfare, and also to assist in memorabilia, who knows, I might go back to the first position I took approximately sixteen years ago, and drive one of you to your next medical appointment.

Yours sincerely

*Chris Thompson*

President

Dear Members,

I would like to take this opportunity to thank the committee, staff, members, and the Phillip Island community for the warm welcome and for trusting me in this position as General Manager at the Phillip Island RSL Sub-Branch.

2023 was both challenging and rewarding for us. Thanks to the hard work of the previous committee and management, we emerged from the shadow of Covid stronger than ever. Building upon this foundation, we're committed to transforming our venue into an entertainment hub that fully supports our veterans, staff, members, and the community.

We're currently immersed in several projects aimed at enhancing our venue's safety and enjoyment for all in 2024, paving the way for our major extension in 2025. This year, we're focusing on updating our kitchen with improvements to floors, walls, and canopy, as well as investing in new equipment to elevate culinary experiences. Simultaneously, we're enhancing our main entrance for smoother access and flow, ensuring a welcoming environment. Minor upgrades to our gaming area, tab, members' bar, and boardroom are also part of our 2024 plans.

Looking ahead to 2025, our efforts will culminate in the extension of our bistro, welfare office, museum, and administrative offices, building upon the groundwork laid this year.

In the past year, our team at the Phillip Island RSL has expanded significantly, with the addition of over 49 new staff members in 2023. These individuals have seamlessly integrated into our organization, embracing our service standards and displaying a commitment to ongoing growth and development.

We've witnessed some remarkable staff members embark on new journeys, whether pursuing higher education, transitioning to different careers, or relocating to new areas. We extend our heartfelt appreciation to them for their invaluable contributions to our organization.

At our annual dinner, we had the pleasure of celebrating the remarkable tenure of three staff members—Sarah, Sharon, and Deb—each having dedicated over 20 years to our venue. Their enduring loyalty and dedication are truly commendable, and we express our sincere gratitude for their years of service.

As a unified team, we've prioritized fostering a positive workplace culture, emphasizing effective communication and ensuring a safe working environment for all our staff members. In doing this we welcomed Charles Tughtan

to our team as People & Culture Coordinator, Charles has come on board to help support the team along with bringing a wealth of experience in health and wellbeing support for our staff and committee. Currently, we have 85 team members on board, and we're committed to further expansion and development in the future.

Welfare support at the Phillip Island RSL is thriving, providing essential aid to veterans and their families in the Bass Coast region. We've recently welcomed Lawrence Buck to our welfare team as our Military Pension Officer, and expanded our Welfare Committee to eight members to better serve our community.

Our volunteer base continues to grow, with 61 individuals currently active at the Phillip Island Sub-Branch. Their contributions are diverse, ranging from providing transportation to medical appointments and grocery shopping to organising group outings, conducting home visits, and offering financial assistance when needed. We commend our volunteers for their dedicated service to our veterans and their families.

Membership at the RSL has witnessed remarkable growth throughout 2023. In our efforts to enhance the value and experience of MyRSL membership, we've introduced a diverse array of activities and exclusive member specials. Surpassing 5000 individuals in membership during 2023, marking the first post-Covid milestone, has been particularly gratifying.

We've maintained our commitment to investing in items to benefit both the RSL and the community. Among our recent purchases is a brand-new people mover, facilitating transportation to and from the RSL for both patrons and community groups on day trips. Additionally, we've acquired a new pool table for the enjoyment of our members and guests. To accommodate increased demand during peak periods, we've also expanded our inventory of tables and chairs, ensuring that more people can comfortably enjoy the RSL experience.

### Financial Report

I am delighted to present the 2023 financial report. It has been an immensely successful year, marked by the venue returning to 7-day trade for the first time since Covid. We witnessed consistently impressive numbers throughout the year, with peak periods experiencing particularly significant foot traffic.

Revenue throughout the year has remained strong, with all revenue drivers performing consistently well. The food sector, in particular, enjoyed a successful year, marked by two menu changes that introduced a variety of new dishes

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for our customers to sample. Our Members Special played a significant role in enhancing our food results, enticing members to visit the RSL early in the week to enjoy a memorable experience and exclusive offers.

Beverage remained a challenge within the industry due to taxes and price increases nationwide. The RSL sought to provide value to customers through internal offerings. Following a revamp of Friday members' nights, we observed a positive response from our members after making adjustments to raffle prizes and offers. The venue consistently achieved strong results during peak periods such as Summer, RSL Days, AFL Finals, Moto GP, Spring Carnival, and Christmas Activities.

Gaming had a consistently successful year, showing an increase in revenue compared to 2022. The gaming industry experienced stabilization after the fluctuations

seen during the post-Covid period. We invested in updated and new products for the gaming room, including new machines, to align with industry standards and enhance our offerings.

Other Income within the venue reached impressive levels through interest and rebates received from deals with supplier agreements. Additionally, our membership revenue saw significant growth, with new member numbers reaching remarkable heights. While revenue from TAB and Keno remains steady, the shift towards digital formats by these companies may lead to a gradual decrease over time as customers increasingly opt for smartphone usage.

The table below contrasts the financial results of 2022 with those of 2023. Please note that in 2022, we were closed on Mondays and Tuesdays due to industry-wide staff shortages.

Beverage				
	2023	2022	Growth	Percentage
<b>Sales</b>	\$1,945,817.67	\$1,475,042.90	\$470,774.77	24.19%
<b>COGs</b>	\$612,505.84	\$532,677.89	\$79,827.95	13.03%
<b>Gross Profit</b>	\$1,333,311.83	\$942,365.01	\$390,946.82	29.32%
Gaming				
<b>Sales</b>	\$3,919,141.63	\$3,605,036.78	\$314,104.85	8.01%
<b>COGs</b>	\$699,961.07	\$661,786.96	\$38,174.11	5.45%
<b>Gross Profit</b>	\$3,219,180.56	\$2,943,249.82	\$275,930.74	8.57%
Food				
<b>Sales</b>	\$2,872,875.50	\$1,998,560.06	\$874,315.44	30.43%
<b>COGs</b>	\$1,062,222.03	\$721,753.49	\$340,468.54	32.05%
<b>Gross Profit</b>	\$1,810,653.47	\$1,276,806.57	\$533,846.90	29.48%
Other Income				
<b>Sales</b>	\$390,376.23	\$217,717.56	\$172,658.67	44.23%
<b>COGs</b>	\$3,280.60	\$ -	\$3,280.60	100.00%
<b>Gross Profit</b>	\$387,095.63	\$217,717.56	\$169,378.07	43.76%
Phillip Island RSL				
<b>Sales</b>	\$9,151,719.26	\$7,300,474.10	\$1,851,245.16	20.23%
<b>COGs</b>	\$1,497,565.65	\$1,085,967.55	\$411,598.10	27.48%
<b>Expenses</b>	\$6,219,285.69	\$4,916,918.64	\$1,302,367.05	20.94%
<b>EBITDA</b>	\$1,434,867.92	\$1,297,587.91	\$137,280.01	9.57%

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## Generals Managers Report

Continued from page 9

### Community and Sponsorship Support

The achievements of 2023 have empowered the RSL to provide unprecedented support to the community. We've allocated \$44,665.12 in community grants & donations to numerous groups across Phillip Island. Moreover, the RSL has sponsored multiple sporting organizations within the community, with a total expenditure of \$27,037.29 in 2023, alongside additional funds in vouchers for sporting and other fundraising activities. Additionally, our operations have generated numerous job opportunities for local residents, with over \$3,740,165.70 disbursed in wages. This influx of income into the community benefits local shops and businesses, further reinforcing our commitment to supporting the local economy.

Welfare is at the core of our RSL, and with increased revenue and patronage, we've been able to allocate a substantial amount to our welfare programs. In 2023, the

Phillip Island RSL invested \$624,927.22 in our welfare initiatives, providing crucial support for veterans and their families.

### Looking forward

Phillip Island RSL Management and Staff are committed to creating an innovative entertainment venue that establishes them as leaders among RSLs in Victoria. We will continue to create memorable experiences and build an environment that instils pride in our members, staff, and community. Additionally, we extend a warm welcome to new members and visitors, embracing them into the vibrant community of the Phillip Island RSL and the wider Phillip Island Region.

*Chris Simpson*  
General Manager

## Secretary's Report

Dear Members

Having joined the Committee at the last AGM as a Committee Member the position for Secretary became vacant a short while later which provided me to step into the role, this has been a steep learning curve as the position is vital within the operations of the Sub-Branch.

The role has entailed the inwards and outwards correspondence, setting the agenda for the Finance, Audit and Risk Management (FARM) and the committee meetings, developing the minutes post meetings and managing these documents in an electronic and "Hard Copy" format for audit, record keeping and management purposes.

The Secretary as the "Public Officer" for the Sub-Branch has dealings with regulatory bodies including the RSL State Executive, I also undertake the portfolio of the Men's Shed and have begun the role of Process, Roles and Responsibility development for the Committee positions and portfolios.

I would like to thank the retiring President Chris Tompson for his endless support and mentoring over the past twelve months and the support and assistance of the other Committee members.

*Bob Woods*  
Secretary



**As we reflect on the past year, the People and Culture Team at Phillip Island RSL has been committed to re-establishing our organisational foundations in line with our strategic aim for 2023 and 2024.**

This report serves to inform our members of the significant progress and initiatives undertaken to define our culture, grow our workforce, and enhance our operational systems.

### **Defining Who We Are – Our Culture**

Culture is the cornerstone of any organisation, shaping its identity and guiding its actions. In early 2024, the Committee and senior management convened at Silver Water Resort for a strategy day where we reimagined our mission, purpose, values, and vision. These foundational elements will soon be launched to our entire membership and staff team, setting the tone for our collective journey ahead.

### **Growing Our Workforce – Our People**

A comprehensive review of our workforce plan was conducted, resulting in the establishment and recruitment of three pivotal roles: a Gaming Manager, a Chief Concierge, and the Manager of People and Culture. Additionally, we revisited and refined our position descriptions to ensure alignment with our evolving organisational needs.

To bolster our workforce operations, we invested in a Workforce Management suite called Human Force. This suite serves as the control centre of our workforce, facilitating rostering, time & attendance management, and human resource information system functionalities.

### **Reviewing and Creating Systems – Our Operations**

Aligned with our strategic goals, we embarked on a thorough review and redevelopment of our existing policies and procedures. This iterative process involved evaluating the relevance, effectiveness, and alignment of each policy with our organisational values and objectives. Through collaborative efforts

within the team, we identified areas for enhancement and implemented necessary revisions to improve clarity and accessibility.

Furthermore, we initiated the training of these updated policies and procedures, with a particular focus on People and Culture-related policies. These were seamlessly integrated into our new user-friendly standard operating procedures software, streamlining compliance and training processes. Additionally, a comprehensive rewrite of the staff handbook was undertaken to ensure clarity and alignment with our organizational ethos.

In response to regulatory changes, such as amendments to Food Safety Standards and updates to the Fair Work Act 2009, we took proactive measures to ensure compliance and foster a safe and respectful workplace environment. This included upskilling our team through internal and external training programs on food safety, workplace harassment, discrimination, and bullying.

### **Enhancing Communication**

Recognising the importance of effective communication, we introduced various channels to facilitate dialogue within the organisation. This included monthly management meetings, biannual total team meetings, and the launch of a monthly newsletter titled “The Feed,” alongside other communication methods.

The past year has been marked by significant progress and transformation within the People and Culture Team at Phillip Island RSL. Through our collective efforts, we have taken meaningful strides towards re-establishing our organisational foundations, nurturing our workforce, and refining our operational systems. As we look ahead, we remain committed to fostering a culture of excellence, inclusivity, and continuous improvement.

*Charles Tughtan*

## Vice Presidents Report

Dear Members

Apart from assisting the President with daily issues the following were highlights for 2023

The recipient for our 2023 10th Annual ANZAC Community Award was Simon Manning, with over 40 years of community volunteering in many areas and specifically with football and swimming. Simon continues to be involved with the Cowes Classic.

We traded a welfare car and purchased a 12 seater Toyota Bus, with our PIRSL branding. We are looking forward to updating our fleet with a new RAV 4 in 2024

Our new uniquely designed Remembrance seats at our entrance have been greatly appreciated by members and are used daily whilst bus travellers wait for our new Toyota Bus. The seats will be further enhanced in 2024 with the garden around them being developed.

A memorable evening held during the year was our Annual Dinner in October attended by 72 members. Highlights of the Dinner were Guest Speaker, Gil Tucker, the presentation of the ANZAC Award, and 20 year service presentations to staff members Sarah Marshall and Sharon Kerr. Thanks to the staff who decorated the room so tastefully, and the kitchen who excelled with a wonderful menu.

Carols By The Bay was another success. PIRSL has been a major sponsor with Cowes Community Bank

for over 11 years, and with their support the Carols can continue as a free family night for the community.

The RSL has had a very successful Grants Program in 2023, with \$16,439 being distributed to community groups. Cowes CFA received \$5000, along with Melaleuca Homes for the Aged \$5000, Probus \$939, PIMHAG \$500, and PI Football Netball Club \$5000. A delightful presentation and sumptuous afternoon tea, prepared by our RSL kitchen, was held at the RSL to present cheques to these worthy local groups.

The RSL contributed over \$106,000 to the establishment of the PICAL Community Garden in Blue Gum Reserve. These funds were an agreement between the RSL and Bass Coast Shire.

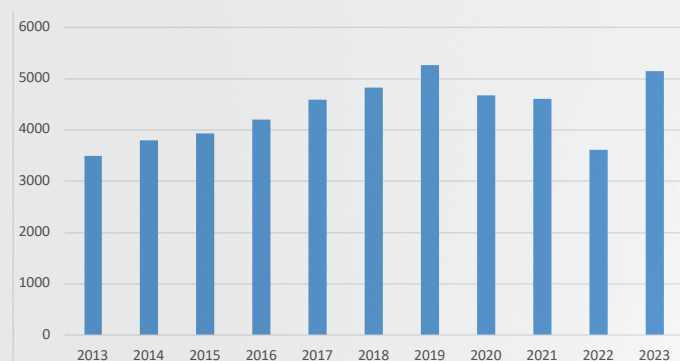
In December we donated \$21,000 to Bass Coast Health for the purchase of 3 Dialysis Chairs to be placed in our new Community Hospital when it opens later this year.

We continue to support Cowes Primary with scholarships for 2 Year 5 students focusing on resilience and the Breakfast Club throughout the year.

*Peter Paul*  
Vice President

### Membership

As at 31 December 2023 our total membership was at 5153





## Treasurers Report

Dear Members

All attending members will have access to the Annual Report distributed to all at this Annual General Meeting. Within our annual report you will find our audited figures for the 2023 calendar year. This report includes both General Accounts and Patriotic Funds.

Patriotic Fund and General Account might seem to be a strange way of reporting, as in fact, both accounts belong to our Phillip Island RSL. The difference is that Patriotic Funds can only be spent on welfare. Welfare does include the venue proper therefore to conduct any major work to our building we must have ANZAC House property committee approval, and money, in the bank, before commencing any works. Our building is protected by patriotic funds (patriotic funds are protected by the Department of Justice in this State) as this RSL venue is regarded as welfare for veterans, a home away from home where you can access welfare and pension support. To put money into the Patriotic Fund account we therefore need to charge ourselves 'rent.'

We have major plans intended for the next several years we therefore have carried over Patriotic Funds of approximately \$200,000.00 from past years and we intend charging rent of nearly \$800,000.00 with

the 2024 budget. A million dollars may sound a lot but our kitchen desperately requires close to a rebuild and this will cost approximately \$500,000.00. Our General Manager will give a further update on 'other' future refurbishment plans.

Where does this Phillip Island stand financially, at the moment – I am pleased and proud to state that we have absolutely no debt. The main hurdle we need to jump is that the Victorian State Government require us to pay 2.7 million dollars for the licences to our 58 gaming machines. These licences are for a period of ten years – after the ten years, is any-one's guess. Importantly we do have that money. Two million dollars are invested in term deposit with the Bendigo Community Bank with further million dollars possibly being invested in a further term deposit. This creates a diversity of income. To get to this position has taken many proud years of successful operations.

I believe within the RSL State sub-branches communities, we are in a very envious position.

*Greg Mead*  
OAM Treasurer

## Veteran's Morning Tea

### **The inaugural Veteran's morning tea was held Tuesday 6th February, 2024.**

It was really good to see so many Veterans turn up for a cuppa and a chat.

The Veteran's morning tea is held on the 1st Tuesday of each month at 10:30am. Now it doesn't matter if you have not had operational service.

This morning tea is for anyone who has served in the Defence Force.

**So please come along for a coffee, chat and chew and We look forward to meeting you all.**



## RSL Victoria Hall of Fame Inductee

**2023** seen our President Chris Thompson get inducted into the RSL Victoria Hall of Fame. It was a great night at the annual awards dinner held at Frankston RSL.

Chris has done a mountain of work within the RSL and other Sub Committees involved within the Sub Branch.

### Brief outline of work Chris has done.

- 1973** Joined the RSL- General Member Bentleigh RSL
- 1988** Joined HMAS Sydney Association (Vic)
- 1990** Joined Vietnam Veterans Association
- 1992** Repatriation Benefits & Medals awarded to Vietnam Logistic Support Veteran
- 1993** Began Volunteer work @Dandenong RSL & Committee Member
- 2006** Joined Phillip Island RSL
- 2008** Begin Volunteer Driving & Work within the Phillip Island RSL
- 2011** Elected to Phillip Island RSL Sub-Branch Committee
- 2013** Elected Secretary Phillip Island RSL
- 2017** Elected Vice President Phillip Island RSL
- 2019** Elected as Senior Vice President- HMAS Sydney Association
- 2020** Awarded Life Membership of the RSL
- 2020** Elected President Phillip Island RSL
- 2020** Elected President- HMAS Sydney Association
- 2022** Joined Legacy to assist elderly Veterans
- 2022** Elected Vice President of the Vietnam Veterans Museum Sub-Branch
- 2023** Elected President of the Vietnam Veterans Museum Sub-Branch

Chris Thompson has given exceptional and dedicated service to the Phillip Island RSL and we congratulate him on his induction to the Hall of Fame RSL Victoria.



## Day Club

The PIRSL Day Club Monday weekly meetings were very successful. Day Club leaders Gwyneth Carvell and Julie Jolly were outstanding in bringing the Club together and organizing weekly activities, for our more than 30, and increasing membership.

Excursions to the Cranbourne Gardens, Wonthaggi Historical Museum and BBQ lunch at the Cowes foreshore were all well attended and appreciated. A Monthly Trade Table organized by Elaine Ingles with

a variety of items, was always busy raising funds for the Day Club. Special Days for Easter Hat Parade and Melbourne Cup added colour. Guest Speakers discussed issues of interest to members.

The Day Club was ably supported by Committee members Cheryl Overton, Bob Woods and myself. Management and staff were only too willing to assist in making the Day Club a successful experience with generous funding and preparation for every meeting.



## ANZAC Appeal

### The ANZAC Appeal during April raised approximately \$16,000

Thank you to Michael, Christine and their team for all of their hard work.

ANZAC Day and Remembrance Day Appeals raise funds to help Veterans and it takes many of our wonderful volunteers to sell badges to the public and we couldn't do these appeals without your help.

### A big thank you to our caring volunteers.



## Welfare and Volunteers

### The Phillip Island RSL has a very active Welfare area and provide many services to our veterans and members.

We have an Advocate who is there to help Veterans and their families with wellbeing services and DVA matters. Also, we run Welfare cars to take members to medical and hospital appointments and a

wonderful home visit team who likes to call in for a chat with veterans and RSL members.

All these services are available due to the fact that we have priceless volunteers, so if you feel you could give some of your time to help with these necessary services, please contact the RSL. You will receive a very warm welcome.

## Activity Totals: 1/01/2023 - 31/12/2023

Category	Activity	Hours	Volunteers	Average
<b>ADMINISTRATION &amp; MANAGEMENT</b>	Administration Support Volunteer	11.00	1	11.00
	Fundraising Volunteer	159.50	3	53.17
	Sub Branch Committee Member	1680.49	6	280.08
	Support Volunteer - Other	4.00	1	4.00
	<b>Category Total Hours</b>	<b>1854.99</b>		
<b>APPEALS</b>	ANZAC Day Appeals San Remo IGA	9.00	1	9.00
	ANZAC Day Appeals Coles	10.00	1	10.00
	ANZAC Day Appeals Woolworths	8.00	1	8.00
	Appeals Officer	19.00	1	19.00
	Appeals Volunteer - Other	362.01	4	90.50
	<b>Category Total Hours</b>	<b>408.01</b>		
<b>COMMUNITY SUPPORT ACTIVITIES</b>	Breakfast Club Volunteer	342.78	9	38.09
	Mens Shed Volunteer	95.00	1	95.00
	<b>Category Total Hours</b>	<b>437.78</b>		
<b>HERITAGE &amp; COMMEMORATIONS</b>	Memoriabilia & Library Volunteer	26.92	1	26.92
	<b>Category Total Hours</b>	<b>26.92</b>		
<b>VETERAN SUPPORT</b>	Day Club Volunteer	81.00	2	40.50
	Home and Hospital Visitor	135.25	4	33.81
	Medical Transport Driver - All Areas	630.79	11	57.34
	Medical Transport Driver - Local/Wonthaggi	152.50	13	11.73
	Welfare Committee Member	22.28	1	22.28
	Welfare Volunteer - Other	9.00	1	9.00
	<b>Category Total Hours</b>	<b>1030.82</b>		
<b>Total Hours</b>		<b>3758.52</b>		

## Cadets

### **317 Unit of the Wonthaggi Cadets is building up its Cadet Staff and the number of Cadets.**

In the 18 months that this unit has been running, it has also obtained a lot of equipment for

By the unit when they go on one of the several weekend Camps during the year plus their week-long camp at Puckapunyal Army Base, where the Cadets learn Field work, Map and Chart reading and learn to survive in the bush without luxuries, just like an army soldier.



The Cadets are based at the North Wonthaggi Primary School and parade on Tuesday nights from 18:30 – 21:30

If you have any 13 to 16-year olds that may be interested in the Cadets, please bring them along on a Tuesday night. You would be most welcome.

The RSL are a major sponsor of the 317 Unit of the Wonthaggi Cadets.



## The RSL Breakfast Program at Cowes Primary School

### **Myself and a band of fabulous volunteers provide Wednesday breakfast at the school for the entire school population.**

We have a group of ten volunteers who rotate on a roster each week of each school term, some attending every week.

The shopping is done the day before (donated by PIRSL) and our bread is all donated by Bakers Delight, Cowes to whom we are very grateful.

We arrive at 7am to prepare many loaves of bread (toasted) with all the familiar toppings, Honey, Vegemite and Jam. Some prefer just butter and

others nothing on their toast, Raisin Toast and Two large patters of many different types of fruit are cut up, we also provide Qukes (mini Cucumbers), tomatoes and carrot sticks. The Watermelon is the firm favourite.

We as volunteers find the experience very rewarding, the immediate feedback from the children is wonderful.

Anyone wishing to assist as a volunteer needs to have a working with children check and can contact myself or the RSL to enquire about volunteering with our program.





## Major Prize Giveaways

### Harvey Norman \$1000 Voucher Giveaway Winners

Neil Cullen & Robyn Mathews

### Mother's Day \$500 Hamper Winner

Leah

### Kings Birthday Fundraiser 70 inch TV Giveaway

Paul Whitehead

### Father's Day Mitre 10 \$2500 Voucher Giveaway

Adam

### AFL Grand Final Ticket's Giveaway

Christopher Disher & Lindsay Grass

### Christmas Tree Promotion

500,000 Point Renewal Promotion



## RSL Active

### On the 8th – 10th December 2023, Phillip Island RSL hosted 10 Veterans who participated in RSL Active.

These Veterans came from different areas of Victoria and enjoyed an action filled week-end of the Island.

Andrew Tolley organised activities including Indoor Rock Climbing, Surfing, Mountain bike riding and Go-karts at the track.

**Congratulation to all who worked on this week-end. The Veterans had a great time.**



## Sponsorship, Grants & Donations

**We are delighted that we could support these organizations, events & community groups within the Phillip Island & Bass Coast regions. We have donated money, vouchers & our venue to these groups over the 2023 year with a total of over \$100,000.**

Phillip Island Football Netball Club	Phillip Island Probus	Wooli Beach Surf Lifesaving Club
Phillip Island Bowls Club	Bass Coast Health	Fight MND Australia
Phillip Island Board Riders	Cowes Primary School	Phillip Island Toy Drive
PICAL	New Heaven College	RSL Bowls Teams
Phillip Island Golf Club	Carols By the Bay	RSL Golf Club
Wonthaggi Australian Cadets	Island Voice	Edinburgh Shield Bowls Teams
Cowes Yacht Club	Phillip Island Health Hub	Phillip Island Auxiliary Group
Artists Society Phillip Island	PIMHAG	Phillip Island Movie Club
Senior Citizens Club Phillip Island	Phillip Island Home for the Aged	Cowes Classic
Phillip Island Fire Brigade	Soldier On	Surf Challenge Event

**Phillip Island Football Netball Club** **\$5,000.00**

2023 Grant recipient for 1/2 share of Coffee Machine

**PIMHAG** **\$500.00**

2023 Grant recipient for Insurance for administration

**Phillip Island Urban Fire Brigade** **\$4,999.00**

2023 Grant recipient for AF-X2 floor scrubber

**Phillip Island Homes For The Aged Assn Inc** **\$5,000.00**

2023 Grant recipient for upgrade Wi-Fi at Melaleuca Aged Care

**Phillip Island Probus Inc** **\$939.00**

2023 Grant recipient for Portable Speaker

**Australian Army Cadets** **\$5,081.82**

2023 Grant recipient for MPP4 Hercules solid 6mm steel BBQ with trolley regulator and gas bottle including lid & GME 5/1-watt handheld UHF radio x 10 units

**Bass Coast Health** **\$21,000.00**

2023 Grant recipient for 3 dialysis chairs at the Phillip Island Community Hospital





## Sponsorship, Grants & Donations





## Pension Advocate

**My name is Lawrence Buck and I have recently started working with the Phillip Island RSL, mainly as a Compensation Advocate.**

I have been an advocate for 2 years working the Southeast areas of Victoria. It does not matter if you have seen Active service or not. I assist veterans, serving and former, with any matters regarding the Department of Veteran affairs.

**These range from.**

- Organising a white card
- Non liability Health Care
- Completing paperwork
- Lodgement of claims

- Incapacity claims
- Having existing pensions re assessed
- Applications for increase due to a worsening of accepted conditions and generally sorting out what a veteran is entitled to.

**Other areas of service are.**

- Organising an Occupational Therapist
- Exercise classes

Any welfare concerns and the list goes on.

It is a free service offered by Phillip Island RSL for the Region 10 area, so if you have any concerns, organise an appointment to come and see me, or we can discuss issues over the phone or by email.

## The Community Men's Shed

"The Shed" is open three days a week, (Tuesday to Thursdays inclusive) membership has remained static for a number of years and in the past twelve months under the expert guidance of the shed Coordinator and the advisory panel, the shed has been upgraded with new machinery and the members take pride in the community and internal projects undertaken.

The tasks undertaken however, are just the by-product of the members getting together for the camaraderie and social outlet that the shed provides.



## Library

**The RSL has a big selection on books on all the conflicts that Australia has been involved in.**

We have our Librarian Mark (who is a veteran) that takes pride in keeping the Library in order. Thank you Mark and you will find the Library open on Tuesdays 10 am - 12 noon.

When next in the RSL wonder down and check out the books on offer. The Library is there for all RSL members to use.



## Memorabilia

We have a extensive variety of memorabilia throughout the building and the grounds at the RSL.

We have a 25 pounder away getting some restoration work and we are eagerly awaiting its return.

We are working toward lots more new items and displays in the near future.





# **PHILLIP ISLAND RSL SUB-BRANCH INC.**

**ABN: 62 187 546 251**

**AUDITED FINANCIAL STATEMENTS -  
SPECIAL PURPOSE MEMBERS' REPORT  
FOR THE YEAR ENDED  
31 DECEMBER 2023**



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

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# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Statement of Surplus or (Deficit) and Other Comprehensive Income for the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
Revenue	2	9,104,433	7,290,013
Cost of good sold	2	(1,767,217)	(1,337,909)
<b>Gross profit</b>		<b>7,337,216</b>	<b>5,952,104</b>
Interest income		47,279	10,461
Administration expenses		(306,803)	(281,240)
Advertising and promotion		(97,343)	(71,669)
Employee benefits expense		(3,658,359)	(2,778,042)
Gaming machine entitlement amortisation		(257,220)	(404,417)
Occupancy costs		(856,691)	(403,788)
Welfare & Charitable Expenses		(359,454)	(197,247)
Welfare Veteran Expenses		(139,238)	(16,982)
Other expenses		(824,367)	(732,126)
<b>Total expenses</b>		<b>(6,499,475)</b>	<b>(4,885,511)</b>
<b>Surplus Before Income Tax Expense</b>		<b>885,020</b>	<b>1,077,054</b>
Income tax expense		-	-
<b>Surplus Before Income Tax Expense</b>		<b>885,020</b>	<b>1,077,054</b>
Other comprehensive income for the year (net of tax)		-	-
<b>Total Comprehensive Income for the year attributable to the members</b>		<b>885,020</b>	<b>1,077,054</b>

The accompanying notes form part of these financial statements.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Statement of Financial Position as at 31 December 2023

	Note	2023 \$	2022 \$
<b>Current Assets</b>			
Cash & cash equivalents	11	3,374,866	4,838,607
Trade & other receivables	3	140,240	143,109
Inventories	4	100,861	112,311
<b>Total Current Assets</b>		<b>3,615,967</b>	<b>5,094,027</b>
<b>Non Current Assets</b>			
Trade & other receivables	3	1,589,196	1,589,196
Plant and equipment	5	1,206,653	1,120,016
Gaming licence entitlements	6	2,219,559	2,476,779
Term deposits		2,000,000	-
<b>Total Non Current Assets</b>		<b>7,015,408</b>	<b>5,185,991</b>
<b>Total Assets</b>		<b>10,631,375</b>	<b>10,280,018</b>
<b>Current Liabilities</b>			
Trade payables & other liabilities	7	1,056,192	1,032,772
Lease liability	8	69,416	85,392
Gaming entitlements liability	9	809,521	593,506
Provisions	10	391,199	371,895
<b>Total Current Liabilities</b>		<b>2,326,328</b>	<b>2,083,565</b>
<b>Non Current Liabilities</b>			
Lease liability	8	-	130,460
Gaming entitlements liability	9	1,213,330	1,855,261
Provisions	10	31,222	35,257
<b>Total Non Current Liabilities</b>		<b>1,244,552</b>	<b>2,020,978</b>
<b>Total Liabilities</b>		<b>3,570,880</b>	<b>4,104,543</b>
<b>Net Assets</b>		<b>7,060,495</b>	<b>6,175,475</b>
<b>Equity</b>			
Retained surplus		7,060,495	6,175,475
<b>Total Equity</b>		<b>7,060,495</b>	<b>6,175,475</b>

The accompanying notes form part of these financial statements.

**PHILLIP ISLAND RSL SUB-BRANCH INC.**

ABN: 62 187 546 251

**Statement of Changes in Equity  
for the Year Ended 31 December 2023**

	<b>Retained surplus \$</b>	<b>Total \$</b>
<b>Balance at 1 January 2022</b>	<b>5,098,421</b>	<b>5,098,421</b>
Surplus attributable to members	1,077,054	1,077,054
Other comprehensive income for the year	-	-
<b>Balance at 31 December 2022</b>	<b>6,175,475</b>	<b>6,175,475</b>
Surplus attributable to members	885,020	885,020
Other comprehensive income for the year	-	-
<b>Balance at 31 December 2023</b>	<b>7,060,495</b>	<b>7,060,495</b>

The accompanying notes form part of these financial statements.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 \$	2022 \$
<b>Cash Flows from Operating Activities</b>			
Cash receipts from customers		9,134,600	7,351,018
Cash payments to suppliers and employees		(7,687,317)	(5,188,092)
Interest received		47,279	10,461
Interest paid		(60,200)	(273,393)
<b>Net cash inflow from operating activities</b>	11(b)	<b>1,434,362</b>	<b>1,899,994</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of plant and equipment		(325,752)	(856,828)
Purchase of Term deposits		(2,000,000)	-
<b>Net cash (outflow) from investing activities</b>		<b>(2,325,752)</b>	<b>(856,828)</b>
<b>Cash Flows from Financing Activities</b>			
Repayment of lease liability		(572,351)	(263,887)
Increase in related party loans		-	(6,376)
<b>Net cash (outflow) from financing activities</b>		<b>(572,351)</b>	<b>(270,263)</b>
<b>Net increase /(decrease) in cash held</b>		<b>(1,463,741)</b>	<b>772,903</b>
Cash at beginning of financial year		4,838,607	4,065,704
<b>Cash at end of financial year</b>	11(a)	<b>3,374,866</b>	<b>4,838,607</b>

The accompanying notes form part of these financial statements.

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This special purpose financial report has been prepared for distribution to the members of the Sub-Branch to fulfil the Association's financial reporting requirements under the Associations Incorporation Reform Act 2012 and the Australian Charities and Not-for-Profits Commission Act 2012 (the Acts). The accounting policies used in the preparation of this report, as described below, are consistent with the financial reporting requirements of the Acts, and are, in the opinion of the committee, appropriate to meet the needs of members.

The requirements of Australian Accounting Standards, Accounting Interpretations, and other professional reporting requirements, do not have mandatory applicability to the Sub-Branch, except to the extent required by the Act, because it is not a "reporting entity".

#### Basis of Accounting

The report has been prepared in accordance with the requirements of the following applicable Australian Accounting Standards and Accounting Interpretations:

AASB 107: Statement of Cash Flows  
AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors;  
AASB 110: Events after the Balance Sheet Date;  
AASB 1048: Interpretation of Standards; and  
AASB 1054: Australian Additional Disclosures

No other Accounting Standards, Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

#### Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The following is a summary of the material policies adopted by the company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### Cash and Cash Equivalents

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

#### Inventory

Inventory is valued at the lower of cost or net realisable value basis. Costs are assigned on a first-in first-out basis.

#### Gaming Licence Entitlements

The Sub-branch has elected to account for its gaming entitlements on a cost basis. That is, entitlements are recorded at cost and amortised on a straight line basis over their useful lives, whilst the VCG loan is reduced by each quarterly instalment until the liability is reduced to \$nil.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Financial Instruments

##### Initial recognition and measurement

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

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in AASB 15.63.

##### Classification and subsequent measurement

###### *Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit and loss.

A financial liability is measured at fair value through profit and loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability, that is, it is the rate that discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if:

- it is incurred for the purpose of repurchasing or repaying in the near term;
- it is part of a portfolio where there is an actual pattern of short-term profit taking; or
- it is a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in effective hedging relationships)

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of a financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to accumulated surplus upon derecognition of the financial liability.

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Financial Instruments (cont'd)

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses are taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.

#### *Financial asset*

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit and loss

on the basis of the two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset is subsequently measured at amortised cost if it meets the following conditions:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principle amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income if it meets the following conditions:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principle amount outstanding on specified dates; and
- the business model for managing the financial assets comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the conditions of amortised cost and fair value through other comprehensive income's measurement conditions are subsequently measured at fair value through profit and loss.

The Sub-Branch initially designates a financial instrument as measured at fair value through profit and loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as accounting mismatch) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the Sub-Branch was documented appropriately, so as the performance of the financial liability that was part of an Sub-Branch's financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of the financial instruments to measure at fair value through profit and loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Financial Instruments (cont'd)

##### Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

##### *Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

##### *Derecognition of financial assets*

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Sub-Branch no longer controls the asset (i.e. no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as at fair value through other comprehensive income, the cumulative gain or loss previously accumulated in an investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity which was elected to be classified under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in an investments revaluation reserve is not reclassified to profit or loss, but is transferred to accumulated surplus.

##### Impairment

The Sub-Branch recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Financial Instruments (cont'd)

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Sub-Branch uses the following approaches to impairment, as applicable under AASB 9:

- the general approach;
- the simplified approach;
- the purchased or originated credit impaired approach; and
- low credit risk operational simplification.

#### *General approach*

Under the general approach, at each reporting period, the Sub-Branch assesses whether the financial instruments are credit impaired, and if:

- the credit risk of the financial instrument has increased significantly since initial recognition, the Sub-Branch measures the loss allowance of the financial instrument at an amount equal to the lifetime expected credit losses; and
- there is no significant increase in credit risk since initial recognition, the Sub-Branch measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

#### *Simplified approach*

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables or contract assets that result from transactions that are within the scope of AASB 15, that contain a significant financing component; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to derive an expected credit loss, (i.e. diversity of its customer base, appropriate groupings of its historical loss experience etc).

#### *Purchased or originated credit-impaired approach*

For a financial asset that is considered to be credit impaired (not on acquisition or origination), the Sub-Branch measures any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (e.g. default or past due event);
- where a lender has granted to the borrower a concession, due to borrower's financial difficulty, that the lender would not otherwise consider;
- where it is probable the borrower will enter bankruptcy or other financial reorganisation; and
- the disappearance of an active market for the financial asset because of financial difficulties.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Financial Instruments (cont'd)

##### *Low credit risk operational simplification approach*

If a financial asset is determined to have low credit risk at the initial reporting date, the Sub-Branch assumes that the credit risk has not increased significantly since initial recognition and accordingly can continue to recognise a loss allowance of 12-month expected credit loss.

In order to make such determination that the financial asset has low credit risk, the Sub-Branch applies its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has strong capacity to meet its contractual cash flow obligations in the near term; and
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or lower than the credit risk of the jurisdiction in which it operates.

##### *Recognition of expected credit losses in financial statements*

At each reporting date, the Sub-Branch recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (e.g. loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

#### **Impairment of Assets**

At each reporting date, the Sub-Branch reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

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

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Leases

At inception of a contract, the Sub-Branch assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Sub-Branch where the Sub-Branch is a lessee.

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

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

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, the lessee is reasonably certain to exercise the options;
- and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

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

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

Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Sub-Branch anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

#### Employee benefits

Provision for employee benefits represents amounts accrued for annual leave.

The current portion for this provision includes the total amount accrued for annual leave entitlements. Based on past experience, the Sub-Branch does not expect the full amount of annual leave classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the Sub-Branch does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Revenue

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent that it is probable that the economic benefits will flow to the Sub-Branch and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

#### Gaming and TAB Revenue

The gaming revenue directly attributable to the Sub-Branch is recognised as the residual value after deducting the return to customers from the wagering and gaming turnover net of the amounts of revenue collected by the venue on behalf of Intralot and the Government. The Sub-Branch recognises only the Sub-Branch's portion of revenue.

#### Bar and Kitchen Revenue

Revenue is recognised when the significant risks and rewards of ownership of the goods passes to the buyer and can be measured reliably. Risks and rewards are considered passed to the buyer at the time of the delivery of the goods to the customer.

#### Membership Revenue

Revenue from membership fees are recognised progressively over the period to which the membership relates. Membership fees are levied on a financial year basis.

#### Interest Revenue

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

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

#### Income Tax

The Sub-Branch is not liable for income tax. The ongoing Income Exempt Charity status is subject to the Sub-Branch meeting the terms of the Deed of Settlement with the Commissioner of Taxation of the Commonwealth of Australia.

#### Goods and Services Tax (GST)

Revenues and expenses are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST. Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financial activities, which are disclosed as operating cash flows.

#### Comparative Figures

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

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

### Prior period restatement

During the conduct of the 2023 audit, it was noted that the 2022 audited financial report disclosed as paid, gaming entitlements leasing charges which had been deferred and paid all together in May 2023. This resulted to an amendment in the gaming entitlements schedule in respect to carrying amount of assets, liability & leasing charges as at balance date. The amount recorded has been reclassified and impacting the comparative figures as outlined below:

<b>Restatement of balances</b>	<b>Previous balance</b>	<b>Adjustments</b>	<b>Restated Balance</b>
<b>Statement of Financial Position</b>			
Current Assets	5,094,027	-	5,094,027
Non-Current Assets	5,186,921	(930)	5,185,991
Current Liabilities	2,034,039	49,526	2,083,565
Non-Current Liabilities	1,935,068	85,910	2,020,978
Total equity	6,267,221	91,746	6,175,475
<b>Statement of Surplus or (Deficit) and Other Comprehensive Income</b>			
Revenue	5,962,565	-	5,962,565
Expenditure	4,793,765	91,746	4,885,511
Surplus After Income Tax Expense	1,168,800	91,746	1,077,054

### Significant accounting judgments

In the process of applying the Sub-Branch's accounting policies, management have not made any judgments, apart from those involving 'normal' estimations, which have had a significant effect on amounts recognised in the financial statements.

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

	2023	2022
	\$	\$
<b>2 SURPLUS FOR THE YEAR</b>		
Surplus has been determine after:		
Revenue		
- Bar	1,945,817	1,475,043
- Gaming	3,921,094	3,605,037
- Kitchen	2,879,490	1,998,560
- Other	358,032	211,373
	9,104,433	7,290,013
Costs of goods sold		
- Bar	612,537	532,660
- Gaming	92,488	83,478
- Kitchen	1,062,192	721,771
	1,767,217	1,337,909
<b>3 TRADE &amp; OTHER RECEIVABLES</b>		
<b>Current</b>		
Receivables	9,173	12,355
Provision for impairment of receivables	-	-
	9,173	12,355
Other receivables	29,276	49,487
Prepayments	101,791	81,267
	140,240	143,109
<b>Non Current</b>		
Loan – Phillip Island RSL Patriotic Fund <b>13</b>	1,589,196	1,589,196
	1,589,196	1,589,196
<b>4 INVENTORIES</b>		
Stock on hand - food & bar (at cost)	100,861	112,311
	100,861	112,311



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

	2023	2022
	\$	\$
<b>5 PLANT AND EQUIPMENT</b>		
Plant and Equipment - at cost	216,425	74,810
Less: Accumulated depreciation	(46,740)	(30,580)
	<u>169,685</u>	<u>44,230</u>
Motor Vehicles - at cost	137,603	65,536
Less: Accumulated depreciation	(45,467)	(29,695)
	<u>92,136</u>	<u>35,841</u>
Gaming machines - at cost	1,245,815	1,143,931
Less: Accumulated depreciation	(300,983)	(103,986)
	<u>944,832.00</u>	<u>1,039,945</u>
	<u>1,206,653</u>	<u>1,120,016</u>
<b>6 GAMING LICENCE ENTITLEMENTS</b>		
2022 Entitlements at cost	2,572,199	2,572,199
Less: Accumulated Amortisation	(352,640)	(95,420)
	<u>2,219,559</u>	<u>2,476,779</u>
<b>7 TRADE PAYABLES &amp; OTHER LIABILITIES</b>		
<b>Current</b>		
Trade creditors	253,225	169,552
Accruals and other payables	752,785	819,813
Accrued income - Prepaid membership fees	50,182	43,407
	<u>1,056,192</u>	<u>1,032,772</u>
<b>8 LEASE LIABILITY</b>		
<b>Current</b>		
Gaming machine lease payable	<u>69,416</u>	<u>85,392</u>
<b>Non Current</b>		
Gaming machine lease payable	<u>-</u>	<u>130,460</u>
<b>9 GAMING ENTITLEMENTS LIABILITY</b>		
<b>Current</b>		
Gaming entitlements liability	<u>809,521</u>	<u>593,506</u>
<b>Non Current</b>		
Gaming entitlements liability	<u>1,213,330</u>	<u>1,855,261</u>

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

	2023 \$	2022 \$
<b>10 PROVISIONS</b>		
<b>Current</b>		
Provision for annual leave	274,628	257,805
Provision for long service leave	116,571	114,090
	391,199	371,895
<b>Non Current</b>		
Provision for long service leave	31,222	35,257
<b>11 NOTES TO THE STATEMENT OF CASH FLOWS</b>		
<b>(a) Reconciliation of Cash</b>		
Cash 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:		
Cash on hand	183,820	168,710
Cash at bank	3,191,046	4,669,897
	3,374,866	4,838,607
<b>(b) Reconciliation of Net Cash used in Operating Activities to Operating Surplus</b>		
Operating surplus after income tax	885,020	1,077,054
<i>Non Cash Flows in Operating surplus:</i>		
Gaming machine entitlement amortisation	257,219	404,416
Depreciation expense	239,115	129,824
TGS payments forgiven	-	-
Finance change on lease liability	-	-
<i>Change in Operating Assets &amp; Liabilities:</i>		
(Increase)/decrease in trade debtors and other assets	2,869	9,768
(Increase)/decrease in inventories	11,450	(20,542)
(Decrease)/increase in trade creditors and accrued income	23,420	236,308
(Decrease)/increase in provisions	15,269	63,166
Net cash from / (used in) operating activities	1,434,362	1,899,994

# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Notes To and Forming Part of the Financial Statements for the Year Ended 31 December 2023 (cont'd)

	2023	2022
	\$	\$
<b>12 EVENTS AFTER REPORTING DATE</b>		
There have been no events subsequent to the balance date that have had an impact requiring disclosure in the financial statements or notes thereto.		
<b>13 RELATED PARTY TRANSACTIONS</b>		
The loan to the Phillip Island RSL Sub Branch Patriotic Fund is non interest bearing with no fixed payment terms and is unsecured.		
The following table provides the total amount of transactions that have been entered into with related parties for the year:		
- Rent paid from the Sub-Branch to the Patriotic Fund	530,349	128,788

### 14 DETAILS

The registered office and principal place of business is:

Phillip Island RSL Sub-Branch Inc.  
225-243 Thompson Ave,  
Cowes VIC 3922



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Declaration by Members of the Committee

The Members of the Committee ('the Committee') of Phillip Island Sub-Branch Inc. declare that in the Committee's opinion:

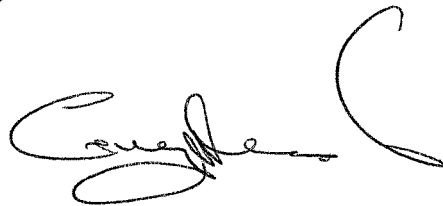
- (a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- (b) the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-Profit Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-Profit Commission Regulation 2022.



Committee Member,

Date: 20/3/24



Committee Member

Date: 20/3/2024

**Independent Audit Report  
To the Members of Phillip Island Sub-Branch Inc**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the accompanying financial report, being a special purpose financial report, of Phillip Island Sub-Branch Inc ("the Sub Branch"), which comprises the statement of financial position as at 31 December 2023, the statement of surplus or deficit and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies, and the Committee's declaration.

In our opinion the financial report of the Sub Branch is properly drawn up, including:

- a. giving a true and fair view of the Sub Branch's financial position as at 31 December 2023 and of its financial performance for the year ended; and
- b. complying with Australian Accounting Standards to the extent described in Note 1 and with the Associations Incorporation Reform Act 2012 and Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012 (ACNC Act).

**Basis for Opinion**

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

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

**Emphasis of Matter - Basis of Accounting**

Without modifying our opinion, we draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared for distribution to members for the purpose of fulfilling the Committee's financial reporting responsibilities under the Associations Incorporation Reform Act 2012 and the ACNC Act. As a result, the financial report may not be suitable for another purpose.

**Committee's Responsibility for the Financial Report**

The Committee of the Sub Branch is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the Associations Incorporation Reform Act 2012 and the ACNC Act. The Committee's responsibility also includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Sub Branch'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 Committee either intends to liquidate the Sub Branch or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Sub Branch's financial reporting process.

**Independent Audit Report  
To the Members of Phillip Island Sub-Branch Inc (cont'd)**

***Auditor's Responsibilities for the Audit of the Financial Report***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

Stannards Accountants and Advisors

James Dickson  
Director  
Date:



# PHILLIP ISLAND RSL SUB-BRANCH INC.

ABN: 62 187 546 251

## Detailed Surplus or (Deficit) Statement for the Year Ended 31 December 2023

	2023	2022
Bar sales	1,945,817	1,475,043
Gaming sales	3,921,094	3,605,037
Kitchen sales	2,879,490	1,998,560
Other income	358,032	211,373
	<b>9,104,433</b>	<b>7,290,013</b>
Bar COGS	(612,537)	(532,660)
Gaming COGS	(92,488)	(83,478)
Kitchen COGS	(1,062,192)	(721,771)
Other COGS	-	-
	<b>(1,767,217)</b>	<b>(1,337,909)</b>
Gross Profit	<b>7,337,216</b>	<b>5,952,104</b>
<b>Other income</b>		
Interest income	47,279	10,461
<b>Total Other Income</b>	<b>47,279</b>	<b>10,461</b>
<b>Other Operating Expenses</b>		
Administration expenses	(306,803)	(281,240)
Advertising and promotion	(97,343)	(71,669)
Committee and member expenses	(213,856)	(66,475)
Depreciation expense	(239,115)	(129,824)
Employee benefits expense	(3,658,359)	(2,778,042)
Finance charges	(60,200)	(273,393)
Gaming Statement - Gaming on-costs	(51,507)	(56,225)
Gaming machine entitlement amortisation	(257,220)	(404,417)
Occupancy costs	(856,691)	(403,788)
Professional fees	(14,312)	(22,693)
Other expenses	(245,377)	(183,516)
<b>Total Other Operating Expenses</b>	<b>(6,000,783)</b>	<b>(4,671,282)</b>
<b>Welfare &amp; Charitable Expenses</b>		
Commemorative Day Expenses	(4,418)	(6,613)
Committee Honorarium	-	(9,900)
Donations and community outreach	(88,766)	(42,297)
Subsidies	(134,050)	(78,973)
Transport expenses	(18,284)	(8,008)
Welfare related employee benefits expense	(97,423)	(46,765)
Other welfare expenses	(16,513)	(4,691)
<b>Total Welfare expenses</b>	<b>(359,454)</b>	<b>(197,247)</b>
<b>Welfare Veteran Expenses</b>		
Committee and members expenses	(162)	(3,462)
Cost of living assistance	(3,524)	(13,520)
League Support Fee	(127,610)	-
Mens shed expenditure	(455)	-
Other veterans welfare expenses	(7,487)	-
<b>Total Welfare expenses</b>	<b>(139,238)</b>	<b>(16,982)</b>
<b>Surplus</b>	<b>885,020</b>	<b>1,077,054</b>

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**

**AUDITED FINANCIAL STATEMENTS -  
SPECIAL PURPOSE MEMBERS' REPORT  
FOR THE YEAR ENDED  
31 DECEMBER 2023**

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

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PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND  
ABN 73 418 859 933

**Statement of Surplus or (Deficit) and Other Comprehensive Income  
for the Year Ended 31 December 2023**

Note	2023 \$	2022 \$
Revenue	553,903	129,401
Expenses	(361,176)	(385,539)
<b>Surplus / (Deficit) Before Income Tax Expense</b>	<b>192,727</b>	<b>(256,138)</b>
Income tax expense	-	-
<b>Surplus / (Deficit) After Income Tax Expense</b>	<b>192,727</b>	<b>(256,138)</b>
Other comprehensive income for the year (net of tax)	-	-
<b>Total Comprehensive Income for the year attributable to the</b>	<b>192,727</b>	<b>(256,138)</b>

The accompanying notes form part of these financial statements.

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

**Statement of Financial Position**  
**as at 31 December 2023**

Note	2023 \$	2022 \$
<b>Current Assets</b>		
Cash & cash equivalents	490,597	170,875
Other Receivables	8,047	7,960
<b>Total Current Assets</b>	<b>498,644</b>	<b>178,835</b>
<b>Non Current Assets</b>		
Land - at cost	2,025,000	2,025,000
Buildings and improvements - at cost	4,959,503	4,871,000
Buildings and improvements - accumulated depreciation	(608,876)	(487,101)
Car Park - at cost	376,000	376,000
Car Park - accumulated depreciation	(36,126)	(29,190)
Plant and equipment - at cost	2,342,724	2,307,430
Plant and equipment - accumulated depreciation	(1,766,943)	(1,636,115)
Motor Vehicle - at cost	102,097	102,097
Motor Vehicle - accumulated depreciation	(96,812)	(94,689)
<b>Total Non Current Assets</b>	<b>7,296,567</b>	<b>7,434,432</b>
<b>Total Assets</b>	<b>7,795,211</b>	<b>7,613,267</b>
<b>Current Liabilities</b>		
Trade Creditors	23,857	30,347
Accruals	-	4,293
<b>Total Current Liabilities</b>	<b>23,857</b>	<b>34,640</b>
<b>Non Current Liabilities</b>		
Phillip Island RSL Sub-Branch (unsecured and interest free)	1,589,196	1,589,196
<b>Total Non Current Liabilities</b>	<b>1,589,196</b>	<b>1,589,196</b>
<b>Total Liabilities</b>	<b>1,613,053</b>	<b>1,623,836</b>
<b>Net Assets</b>	<b>6,182,158</b>	<b>5,989,431</b>
<b>Equity</b>		
Retained surplus	6,182,158	5,989,431
<b>Total Equity</b>	<b>6,182,158</b>	<b>5,989,431</b>

The accompanying notes form part of these financial statements.

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

**Statement of Changes in Equity  
for the Year Ended 31 December 2023**

	Welfare Equity Contribution	Reserves	Retained surplus	Total  \$
<b>Balance at 1 January 2022</b>	36,524	1,632,997	4,576,048	6,245,569
Deficit attributable to members	-	-	(256,138)	(256,138)
<b>Balance at 31 December 2022</b>	36,524	1,632,997	4,319,910	5,989,431
Surplus attributable to members	-	-	192,727	192,727
<b>Balance at 31 December 2023</b>	36,524	1,632,997	4,512,637	6,182,158

The accompanying notes form part of these financial statements.

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

**Statement of Cash Flows**  
**for the Year Ended 31 December 2023**

	Note	2023 \$	2022 \$
<b>Cash Flows from Operating Activities</b>			
Cash receipts from customers		548,442	124,546
Cash payments to suppliers		(110,297)	(82,113)
Interest received		5,374	613
Interest paid		-	-
<b>Net cash (outflow) / inflow from operating activities</b>	6(b)	<b>443,519</b>	<b>43,046</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of plant and equipment		(123,797)	(102,724)
<b>Net cash (outflow) from investing activities</b>		<b>(123,797)</b>	<b>(102,724)</b>
<b>Cash Flows from Financing Activities</b>			
Increase in related party loan		-	6,376
<b>Net cash (outflow) from financing activities</b>		<b>-</b>	<b>6,376</b>
<b>Increase / (Decrease) in cash held</b>		<b>319,722</b>	<b>(53,302)</b>
Cash at beginning of financial year		170,875	224,177
<b>Cash at end of financial year</b>	6(a)	<b>490,597</b>	<b>170,875</b>

The accompanying notes form part of these financial statements.



**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
ABN 73 418 859 933

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

This special purpose financial report has been prepared for distribution to the members of the Sub-Branch to fulfil the Fund's financial reporting requirements under the Australian Charities and Not-for-Profits Commission Act 2012 (the Act). The accounting policies used in the preparation of this report, as described below, are consistent with the financial reporting requirements of the Act, and are, in the opinion of the committee, appropriate to meet the needs of members.

The requirements of Australian Accounting Standards, Accounting Interpretations, and other professional reporting requirements, do not have mandatory applicability to the Fund, except to the extent required by the Act, because it is not a "reporting entity".

**Basis of Accounting**

The report has been prepared in accordance with the requirements of the following applicable Australian Accounting Standards and Accounting Interpretations:

AASB 107: Statement of Cash Flows  
AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors;  
AASB 110: Events after the Balance Sheet Date;  
AASB 1048: Interpretation of Standards; and  
AASB 1054: Australian Additional Disclosures

No other Accounting Standards, Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

**Reporting Basis and Conventions**

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The following is a summary of the material policies adopted by the fund in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

**Cash and Cash Equivalents**

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

**Property, Plant and Equipment**

Property, plant and equipment are included at cost or at valuation.

All assets, excluding freehold land and buildings from which rental income is derived are depreciated over their estimated economic lives. The carrying value of property, plant and equipment is reviewed regularly such that it does not exceed its recoverable amount.

**Financial instruments**

**Initial recognition and measurement**

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

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**  
**Financial instruments (cont'd)**

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in AASB 15.63.

**Classification and subsequent measurement**

*Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit and loss.

A financial liability is measured at fair value through profit and loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: Business Combinations applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are measured at amortised cost using the effective interest

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability, that is, it is the rate that discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if:

- it is incurred for the purpose of repurchasing or repaying in the near term;
- it is part of a portfolio where there is an actual pattern of short-term profit taking; or
- it is a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in effective hedging relationships)

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of a financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to accumulated surplus upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses are taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)  
Financial Instruments (cont'd)**

*Financial asset*

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit and loss

on the basis of the two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset is subsequently measured at amortised cost if it meets the following

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principle amount outstanding on specified dates.

A financial asset is subsequently measured at fair value through other comprehensive income if it meets the following conditions:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principle amount outstanding on specified dates; and
- the business model for managing the financial assets comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the conditions of amortised cost and fair value through other comprehensive income's measurement conditions are subsequently measured at fair value through profit and loss.

The Fund initially designates a financial instrument as measured at fair value through profit

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as accounting mismatch) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the Fund was documented appropriately, so as the performance of the financial liability that was part of an Fund's financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of the financial instruments to measure at fair value through profit and loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

**Derecognition**

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

*Derecognition of financial liabilities*

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**  
**Financial Instruments (cont'd)**

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

*Derecognition of financial assets*

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the Fund no longer controls the asset (i.e. no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as at fair value through other comprehensive income, the cumulative gain or loss previously accumulated in an investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity which was elected to be classified under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in an investments revaluation reserve is not reclassified to profit or loss, but is transferred to accumulated surplus.

**Impairment**

The Fund recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Fund uses the following approaches to impairment, as applicable under AASB 9:



**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

**Financial Instruments (cont'd)**

- the general approach;
- the simplified approach;
- the purchased or originated credit impaired approach; and
- low credit risk operational simplification.

*General approach*

Under the general approach, at each reporting period, the Fund assesses whether the financial instruments are credit impaired, and if:

- the credit risk of the financial instrument has increased significantly since initial recognition, the Fund measures the loss allowance of the financial instrument at an amount equal to the lifetime expected credit losses; and
- there is no significant increase in credit risk since initial recognition, the Fund measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

*Simplified approach*

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables or contract assets that result from transactions that are within the scope of AASB 15, that contain a significant financing component; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to derive an expected credit loss, (i.e. diversity of its customer base, appropriate groupings of its historical loss experience etc).

*Purchased or originated credit-impaired approach*

For a financial asset that is considered to be credit impaired (not on acquisition or origination), the Fund measures any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (e.g. default or past due event);
- where a lender has granted to the borrower a concession, due to borrower's financial difficulty, that the lender would not otherwise consider;
- where it is probable the borrower will enter bankruptcy or other financial reorganisation;
- the disappearance of an active market for the financial asset because of financial

*Low credit risk operational simplification approach*

If a financial asset is determined to have low credit risk at the initial reporting date, the Fund assumes that the credit risk has not increased significantly since initial recognition and accordingly can continue to recognise a loss allowance of 12-month expected credit loss.

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

**Financial Instruments (cont'd)**

In order to make such determination that the financial asset has low credit risk, the Fund applies its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has strong capacity to meet its contractual cash flow obligations in the near
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or lower than the credit risk of the jurisdiction in which it operates.

*Recognition of expected credit losses in financial statements*

At each reporting date, the Fund recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (e.g. loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

**Impairment of Assets**

At each reporting date, the fund reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

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

**Revenue**

Rental and all other sources of income are accounted for on an accruals basis, such that revenue is recognised when it is earned.

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

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

**Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)**

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

**Income Tax**

The Fund is not liable for income tax. The ongoing Income Exempt Charity status is subject to the Fund meeting the terms of the Deed of Settlement with the Commissioner of Taxation of the Commonwealth of Australia.

**Goods and Services Tax (GST)**

Revenues and expenses are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST. Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financial activities, which are disclosed as operating cash flows.

**Significant accounting judgments**

The Committee evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. In the current financial year, all such estimates are deemed to be 'normal' estimations in the ordinary course of business.

PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND

ABN 73 418 859 933

Notes To and Forming Part of the Financial Statements  
for the Year Ended 31 December 2023 (cont'd)

	2023	2022
	\$	\$

**2 CONTINGENT LIABILITIES AND ASSETS**

The Fund's committee are not aware of any contingent liabilities or assets as at the date of signing this financial report.

**3 EVENTS AFTER THE REPORTING DATE**

There have been no events subsequent to the balance sheet date that have an impact that would require disclosure in the financial statements or notes thereto.

**4 ECONOMIC DEPENDENCY**

The Fund is economically dependent on the continued support of its bankers and the Returned & Services League of Australia (Victorian Branch) Inc. in meeting the bank covenant requirements imposed on their commercial loan. The Fund is also dependant on administrative support provided by the Phillip Island RSL Sub Branch Inc. Any change in one or more of the above would have a significant adverse on it's ability to continue to trade as a going concern.

**5 RELATED PARTY TRANSACTIONS**

The loan to the Phillip Island RSL Sub-Branch Fund is non interest bearing with no fixed payment terms and is unsecured.

The following table provides the total amount of transactions that have been entered into with related parties for the year:

- Rent paid from the Sub-Branch to the Patriotic Fund	530,349	128,788
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**6 NOTES TO THE STATEMENT OF CASH FLOWS**

**(a) Reconciliation of Cash**

Cash 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:

Cash at bank	490,597	170,875
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**(b) Reconciliation of Net Cash used in Operating Activities to Operating Surplus / (Deficit)**

Operating surplus / (deficit)	192,727	(256,138)
<i>Non Cash Flows in Operating surplus / (deficit):</i>		
Depreciation	261,662	281,504
Profit/ Loss on disposal of property, plant and equipment	-	-
<i>Change in Operating Assets &amp; Liabilities:</i>		
(Increase)/decrease in trade and other assets	(87)	(4,242)
(Decrease)/increase in trade creditors and accruals	(10,783)	21,922
Net cash from / (used in) operating activities	443,519	43,046

PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND  
ABN 73 418 859 933

**Declaration by Members of the Committee**

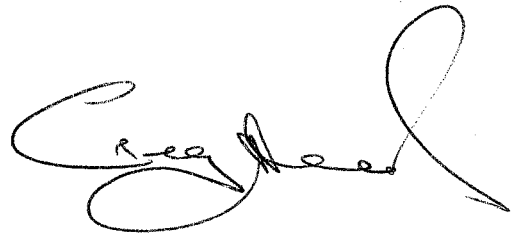
The Members of the Committee ('the Committee') of Phillip Island Sub-Branch Inc. Patriotic Fund declare that in the Committee's opinion:

- (a) there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- (b) the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-Profit Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-Profit Commission Regulation 2022.

Committee Member,  
Date: 23/3/24

23/3/2024





**Independent Audit Reports  
To the Members of Phillip Island RSL Sub-Branch (Patriotic Fund)**

**Report on the Audit of the Financial Report**

**Opinion**

We have audited the accompanying financial report, being a special purpose financial report, of Phillip Island RSL Sub-Branch (Patriotic Fund) ("the Fund"), which comprises the statement of financial position as at 31 December 2023, the statement of surplus or deficit and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies, and the committee's declaration.

In our opinion the financial report of the Fund is properly drawn up, including:

- a. giving a true and fair view of the Fund's financial position as at 31 December 2023 and of its financial performance for the year ended; and
- b. complying with Australian Accounting Standards to the extent described in Note 1 and with the Australian Charities and Not-for-Profit Commission Act 2012 (ACNC Act).

**Basis for Opinion**

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

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

**Emphasis of Matter - Basis of Accounting**

Without modifying our opinion, we draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared for distribution to members for the purpose of fulfilling the Committee's financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose.

**Committee's Responsibility for the Financial Report**

The Committee of the Fund is responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act. The Committee's responsibility also includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee is responsible for assessing the Fund'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 Committee either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

**Independent Audit Report  
To the Members of Phillip Island RSL Sub-Branch (Patriotic Fund) (cont'd)**

***Auditor's Responsibilities for the Audit of the Financial Report***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 at: <http://www.auasb.gov.au/Home.aspx>. This description forms part of our auditor's report.

Stannards Accountants and Advisors

James Dickson  
Director  
Date:

**PHILLIP ISLAND RSL SUB-BRANCH INC. PATRIOTIC FUND**  
**ABN 73 418 859 933**

**Detailed Surplus or (Deficit) Statement  
for the Year Ended 31 December 2023**

	<b>2023</b>	<b>2022</b>
<b>Income</b>		
Rent Received - Sub Branch	530,349	128,788
Interest received	5,374	613
Other Income	18,180	-
<b>Total Income</b>	<b>553,903</b>	<b>129,401</b>
<b>Operating Expenses</b>		
Depreciation	(261,662)	(281,504)
Repairs & Maintenance	(76,485)	(71,761)
Sundry expenses	(2,398)	(6,786)
<b>Total Operating Expenses</b>	<b>(340,545)</b>	<b>(360,051)</b>
<b>Welfare &amp; Charitable Expenses</b>		
Commemorative Day Expenses	(14,769)	(16,370)
Welfare related employee benefits expense	(2,000)	(7,319)
Other welfare expenses	(3,862)	(1,799)
<b>Total Welfare expenses</b>	<b>(20,631)</b>	<b>(25,488)</b>
<b>Surplus / (Deficit)</b>	<b>192,727</b>	<b>(256,138)</b>









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