

**AAC FALLS CREEK INC****INCOME AND EXPENDITURE STATEMENT  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2024**

	<i>Note</i>	2024 \$	2023 \$
<b>OPERATING STATEMENT</b>			
Accommodation Booking Income		237,914	207,958
Members' Subscriptions		94,003	90,120
Non Refundable Joining Fee		27,704	10,359
Interest		6,454	-
Other Fees and Income		11,558	7,797
Government Grant		-	-
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TOTAL INCOME		\$377,633	\$316,234
<b><u>LESS EXPENDITURE</u></b>			
AAC Capitation		6,877	-
Accommodation Booking Commission		20,645	21,176
Accounting & Audit		2,700	2,700
Administration Expenses	2	30,910	30,643
Doubtful Debts		246	3,416
Lodge Depreciation		47,738	46,913
Lodge Operating Expenses	3	241,991	178,973
Racing		-	3,000
		<hr/>	<hr/>
TOTAL EXPENSES		\$351,107	\$286,821
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<b>OPERATING SURPLUS (LOSS)</b>		<b>\$26,526</b>	<b>\$29,413</b>

*These statements should be read in conjunction with the accompanying notes.*

**AAC FALLS CREEK INC****BALANCE SHEET AS AT 31ST DECEMBER, 2024**

	2024 \$	2023 \$
<b>CURRENT ASSETS</b>		
Cash in Operating Account	168,367	297,871
Cash in Cash Management Accounts	-	-
Members' Subscriptions Overdue	20,567	9,898
- Less Provision for Doubtful Debts	(3,416)	(3,416)
Bendigo Visa	1,033	450
CBA Term Deposit	150,000	-
Prepayments	14,928	22,529
Accrued Income	6,454	-
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TOTAL CURRENT ASSETS	\$357,933	\$327,332
<b>NON-CURRENT ASSETS</b>		
Lodge Building	1,585,338	1,556,889
Less Accumulated Depreciation	(827,623)	(791,067)
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Lodge Building	\$757,715	\$765,822
Lodge Furniture & Fittings	35,845	32,899
Less Accumulated Depreciation	(24,417)	(22,327)
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Lodge & Furniture Fittings	\$11,428	\$10,572
Lodge Plant & Equipment at Cost	106,499	86,739
Less Accumulated Depreciation	(64,123)	(59,294)
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Lodge Plant & Equipment	\$42,376	\$27,445
Kitchen Upgrade at Cost	123,726	123,726
Less Accumulated Depreciation	(56,050)	(52,956)
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Kitchen Upgrade	\$67,676	\$70,770
Capital Works	46,734	46,734
Less Accumulated Depreciation	(2,337)	(1,168)
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	\$44,397	\$45,566
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TOTAL NON-CURRENT ASSETS	\$923,592	\$920,175
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<b>TOTAL ASSETS</b>	<b>\$1,281,525</b>	<b>\$1,247,507</b>
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*These statements should be read in conjunction with the accompanying notes.*

# **AAC FALLS CREEK INC**

## **BALANCE SHEET AS AT 31ST DECEMBER, 2024**

	Note	2024 \$	2023 \$
<b>LESS CURRENT LIABILITIES</b>			
Trade Creditors		6,841	10,523
GST Liability		3,414	(5,591)
Unearned Income - Subscriptions		17,717	19,908
Unearned – Accommodation		-	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>\$27,972</b>	<b>\$24,840</b>
<b>NON CURRENT LIABILITIES</b>			
<b>TOTAL LIABILITIES</b>		<b>\$27,972</b>	<b>\$24,840</b>
<b>NET ASSETS</b>		<b>\$1,253,553</b>	<b>\$1,222,667</b>
<b>MEMBERS' EQUITY – OPENING BALANCE</b>		<b>1,222,667</b>	<b>1,184,299</b>
Debenture Movement			
Debenture Inflow		32,360	19,680
Debenture Outflow		(14,000)	(6,000)
Net Debenture Flow		18,360	13,680
Capital Raising Inflow		(14,000)	(4,725)
Net Surplus/(Loss)		26,526	29,413
<b>MEMBERS' EQUITY – CLOSING BALANCE</b>		<b>\$1,253,553</b>	<b>\$1,222,667</b>

*These statements should be read in conjunction with the accompanying notes.*

## AAC FALLS CREEK INC

### NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2024

#### NOTE 1: STATEMENT OF ACCOUNTING POLICIES

The financial statements are a special purpose financial report that have been prepared in accordance with applicable Accounting Standards and other mandatory professional reporting requirements (*Urgent issues Group Consensus Views*) and the requirements of the Associations Incorporation Reform Act 2012. The financial statements have also been prepared on the basis of historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the material accounting policies adopted by AAC Falls Creek Inc. in the preparation of the financial statements.

a) Income Tax

The Club is not liable for income tax because its income is exempt under section 23(g) of the Income Tax Assessment Act 1936 (Clth), and as a member income is excluded under the principal of mutuality.

b) Inventories

Inventories consist of sundry general stocks and are measured at the lower of cost and net realisable value.

c) Fixed Assets and Depreciation

The Club's building is brought to account at cost.

The depreciable amount of all fixed assets is depreciated over their useful lives commencing from the time the asset is held ready for use. Leasehold improvements over the shorter of either the unexpired period of the lease, or the estimated useful lives of the improvements.

Depreciation has been applied on the following basis:

Lodge Building & Extensions	2.5%	Prime Cost
Floor Coverings	15%	Diminishing Value
Fixtures & Fittings	15%	Diminishing Value
Plant & Equipment	15%	Diminishing Value
Computer & Equipment & Kitchen Utensils	100%	Prime Cost

The carrying amount of fixed assets is reviewed regularly by the Committee, to ensure it is not in excess of the recoverable amount of those assets.

d) Leases

The Club's lease payments to the Alpine Resorts Commission are charged as an operating lease expense in the periods in which they are incurred.

## AAC FALLS CREEK INC

### NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2024

#### NOTE 1: STATEMENT OF ACCOUNTING POLICIES (Cont'd)

##### e) Employee Entitlements

Provision is made for the Club's liability for employee entitlements arising from services rendered by employees arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at their nominal amount. There are no employee entitlements payable later than one year.

Contributions are made by the Club to an employee superannuation fund are charged as expenses when incurred.

##### f) Income Recognition

Annual subscriptions are recognised as income when invoices are due and payable. Booking fees are recognised as income when a booking is paid for. Instalments of joining fees are recognised as a receivable when past due, and debentures are only issued when joining fees are paid in full.

#### NOTE 2: ADMINISTRATION EXPENSES

	2024	2023
	\$	\$
Bank Charges	2,589	2,336
Secretarial	19,641	18,389
Licence Fees	3,852	1,316
Printing, Postage & Stationery	67	978
Meeting Expenses	1,745	1,580
Booking System	3,016	6,044
TOTAL ADMINISTRATION EXPENSES	<u>\$30,910</u>	<u>\$30,643</u>

#### NOTE 3: LODGE OPERATING EXPENSES

FCRM Service Fee	39,758	18,536
FCRM Site Rent	15,681	4,830
Electricity	7,584	6,434
Advertising	-	520
Fire Levy	1,093	1,043
Freight	50	440
Gas	21,571	15,679
Insurances*	55,962	40,175
Lodge Management Fee	33,131	30,640
Repairs & Maintenance	42,752	30,655
Supplies	22,531	28,361
Apps & Subscriptions	242	86
Telephone & Internet	1,247	1,574
Travel Expenses	105	-
Computer Expenses	284	-
TOTAL LODGE OPERATING EXPENSES	<u>\$241,991</u>	<u>\$178,973</u>

\*For 2024 the insurance was not expensed fully, instead this was amortised on a pro-rata basis, therefore only 9 months have been expensed.

## AAC FALLS CREEK INC

### NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2024

#### NOTE 4: MEMBERS EQUITY

The Association's members' equity comprises monies received for debentures plus retained earnings (accumulated losses) and as such the accounts do not show an individual split up of members' equity.

#### NOTE 5: PROVISIONS

The 2024 Financial Statements include a provision for Doubtful Debts, in the Balance Sheet totalling \$3,416.

#### NOTE 6: SEGMENT REPORTING

The Club operates in the sporting sector, providing ski accommodation facilities to members, reciprocal members and their guests, at the Falls Creek Alpine Resort in Australia.

#### NOTE 7: NOTES TO THE STATEMENT OF CASH FLOWS

- (a) Reconciliation of Cash  
For the purposes of the Statement of cash flows, cash includes on hand and in the banks, at call deposits and investments in money marketing instruments, net of bank overdrafts.

Cash at the end of the year is shown in the balance sheet as:

	2024	2023
Cash at Bank – Operating Account	168,367	297,871
Cash at Bank – CBA Term Deposit	150,000	-
Bendigo – Visa	1,033	450
	<u>\$319,400</u>	<u>\$298,321</u>

- (b) Reconciliation of Cash Flow from Operating Activities with Operating Surplus

Operating excess of income after expenditure	27,526	29,413
Non Cash Flows in Operating Profit:		
Depreciation	47,738	46,913
Provision for Doubtful Debts		3,416
Changes in Assets & Liabilities:		
Decrease (Increase) in Debtors	(10,669)	(6,479)
Decrease (Increase) in Prepayments	7,601	(22,529)
Increase (Decrease) in Creditors & Accruals	5,166	(5,538)
Increase (Decrease) in Unearned Income	(2,191)	(7,388)
	<u>\$75,171</u>	<u>\$37,808</u>

# AAC FALLS CREEK INC

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st DECEMBER 2024

	2024	2023
Cash Flows from Operating Activities		
Receipts from Members & Operations <i>(Including multi members)</i>	350,607	302,367
Interest		-
Payment to Suppliers and Clubs	(275,436)	(264,559)
Net Cash (Used In) Provided by Operating Activities 7(b)	<u>\$75,171</u>	<u>\$37,808</u>
Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(51,155)	(54,833)
Cash Flows from Financing Activities:		
Debenture Movements & Capital Raising	4,360	8,955
Net Increase (Decrease) in Cash Held	21,079	(8,070)
Cash at 1 <sup>st</sup> January, 2024	<u>298,321</u>	<u>306,391</u>
Cash at 31 <sup>st</sup> December, 2024 7(a)	<u>\$319,400</u>	<u>\$298,321</u>

**ANNUAL STATEMENTS GIVE TRUE AND FAIR VIEW OF FINANCIAL POSITION AND  
PERFORMANCE OF INCORPORATED ASSOCIATION**

We, Justin Checcucci and Will Zacharin , being members of the Committee of AAC Falls Creek Inc, certify that -

The Statements attached to this Certificate give a true and fair view of the financial position and performance of AAC Falls Creek Inc during and at the end of the financial year of the Association ending on 31<sup>st</sup> December, 2024.

Signed at Melbourne this 21st day of May 2025.

A handwritten signature in black ink, appearing to read 'Justin Checcucci', written in a cursive style.

Justin Checcucci  
Chairman

A handwritten signature in black ink, appearing to read 'Will Zacharin', written in a cursive style.

Will Zacharin  
Treasurer



## LEAD AUDITOR'S INDEPENDENCE DECLARATION

In accordance with the *Associations Incorporation Reform Act 2012 (Vic)*, I am pleased to provide the following declaration of independence to the committee members of AAC Falls Creek Inc.

As lead audit partner for the audit of the financial statements of AAC Falls Creek Inc for the year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- i) the auditor independence requirements as set out in the *Associations Incorporation Reform Act 2012 (Vic)* in relation to the audit; and
- ii) any applicable code of professional conduct in relation to the audit.

E. F. McPHAIL & PARTNERS



Narin Mom  
Partner

16 April 2025  
Melbourne

## Independent Auditor's Report To the Members of AAC Falls Creek Inc

### Opinion

We have audited the special purpose financial report of AAC Falls Creek Inc (the "Association"), which comprises the balance sheet as at 31 December 2024, the income and expenditure statement, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements including material accounting policy information and other explanatory information, and the annual statement by Committee.

In our opinion, the accompanying financial report of the Association is in accordance with the *Associations Incorporation Reform Act 2012 (Vic)*, including:

- (a) giving a true and fair view of the Association's financial position as at 31 December 2024 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1 to the financial report and the *Associations Incorporation Reform Act 2012 (Vic)*.

### Basis for Opinion

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

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

### Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Committee's financial reporting responsibilities under the *Associations Incorporation Reform Act 2012 (Vic)*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### Responsibilities of the Committee for the Financial Report

The Committee is responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the needs of the members and the *Associations Incorporation Reform Act 2012 (Vic)*, and for such internal control as the Committee determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The Committee is responsible for overseeing the Association's financial reporting process.

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

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

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee.
- Conclude on the appropriateness of the Committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during the audit.

E. F. McPHAIL & PARTNERS



Narin Mom  
Partner

16 April 2025  
Melbourne