



The Creek

ALBION PARK HARNESS RACING CLUB

Annual Report

2022 - 2023







Table of Contents

CHAIRPERSON'S REPORT	2
INITIATIVES & ACHIEVEMENTS.....	6
TREASURER'S REPORT	8
FINANCIAL STATEMENTS	12
INDEPENDENT AUDITOR'S REPORT	28
SPONSORS & PARTNERS	31



2022 - 2023 CHAIRPERSON'S REPORT

On behalf of our executive, administration and staff, thank you for the opportunity to represent you for the third successive year.

Following a period of constructive discontent, the Club is working collaboratively with Racing Queensland and the State Government to deliver what has been promised to our code - a World Class Harness Racing facility and new home of metropolitan harness racing at Norwell!

We expect this new site should be functioning in 2026.

This new facility will assist unlock the next growth phase for the local industry by having on-course stabling and training facilities for up to 200 horses: this should create a pathway for new participants to become involved at grass roots level, coupled with expected interstate migration of some existing trainers.

Ladbrokes Sunshine Stars Yearling Sale

The Club's inaugural Ladbrokes Sunshine Stars Yearling Sale last March attracted record nominations, and despite adverse weather conditions, a good attendance.

Our vision was that competition in the sale, conducted by Nutrien Equine, would lead to bigger and better outcomes for Queensland prizemoney levels from breeders and owners through to trainers and drivers.

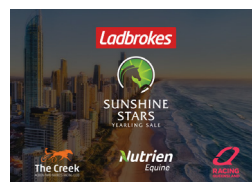
In a tough, challenging economic environment, a bevy of sales in the week after auction day saw gross turnover jump to a creditable \$2,128,500.

The sale clearance also took a quantum leap to a pleasing 79.6 per cent.

We are comfortable with final figures and look forward to the 2024 auction. Thanks to those participants who provided constructive, welcome feedback to our post-sale survey for the '23 edition.

The 2024 Ladbrokes Sunshine Stars Yearling Sale will be held at Albion Park on Sunday, February 11, earlier than 2023.

This decision was made by this Club and Nutrien Equine, acting on feedback from vendors and purchasers.



Constellations Carnival #2

Total Constellations stakes for 2023 increased from \$1.7million to \$2.1million, attracting 197 starters from interstate, about 10 per cent more than the previous year.

The carnival, now has 25 Group races over the winter; 11 Group 1, 3 Group 2 and 11 Group 3.

Local trainers enjoyed increased success: below are state-based trainer breakdown results:-

Group 1	VIC (4)	NSW (4)	QLD (3)
Group 2	VIC (1)	NSW (0)	QLD (2)
Group 3	VIC (5)	NSW (1)	QLD (5)

Congratulations to locals Grant Dixon and Shannon Price, who experienced Group success over the carnival:-

G Dixon	G1 – 1	G3 – 2
S Price	G1 – 1	G3 – 2



Life Membership

It is always a delight to name new Life Members, and so it is that we pay tribute to those whose names were etched into our history this year:-

- Janine Bengston
- Maureen Garrard
- Dr John Mammino
- Katie Price
- Don Ross
- Kay Seymour

Please join me in raising a glass to the Class of '23 Albion Park Life Members.



Wagering

In a 'softening' wagering marketplace, interest in the Albion Park product remained consistent.



The Club continues to work with Racing Queensland and SKY Channel to optimise opportunities through effective programming and innovation.

Further initiatives should be rolled out during '23-'24, thanks to initiatives the Club has worked on with stakeholders.

Our Stars

Congratulations to all our Metropolitan Club Award Winners for 2022:-

Metropolitan Drivers Premiership	Pete McMullen
Metropolitan Trainers Premiership	Chantal Turpin
Metropolitan Owner of the Year	Solid Earth Pty Ltd
Metropolitan Horse of the Year	Big Wheels
Metropolitan Mare of the Year	Aunty Bella
Mini Trots Drivers of the Year	Jonny Fury & Hannah Anforth



Media Matters

Chris Barsby, who continues to lead the way in harness race calling in Australia, advocates for 'The Creek' and provides invaluable support to the club throughout our carnivals as well as being our race caller.

I would also like to acknowledge that Brittany Graham continues to deliver informative insights through the live crosses on SKY Channel.

We are very fortunate to have these dedicated media professionals leading the way nationally.

Sponsors

The Club wishes to further acknowledge the generous, loyal stable of sponsors for their continual support.

The name Ladbrokes is synonymous with racing, worldwide, and we are proud to have achieved the largest three-year

sponsorship deal in the history of the Club, thanks to this massive, progressive wagering operator.

We are fortunate to have Ladbrokes as our principal wagering partner; we thank Ladbrokes not only for their support of this Club, but of harness racing in general.

On the subject of international companies with close links to this Club, hats off to Garrards, the Brisbane-based, family-based organisation which has been with this Club as a sponsor for more than an incredible two decades.

Put simply, if you think of racing, of any code, the name Garrards isn't far from the forefront. We're proud to have our name associated with that family.

Controlling Body/Government

We acknowledge the ongoing support and collaboration with Racing Queensland, and thank the controlling body for being in our corner.

By building relationships on trust and inclusion, engage intentionally and productively support each other, the Albion Park Harness Racing Club and Racing Queensland have formed a solid bond.

Racing Minister, the Honourable Grace Grace, MP, has provided genuine interest, leadership and support of the racing industry.

Betting tax reforms now enable 80 per cent of wagering taxes to be returned to the three codes. The Investment Growth Plan, which was put in place earlier in 2023, deliver an additional \$4.9million in prizemoney for harness racing.

Embracing Pacing

Embracing Pacing, the Club's Ladies Sub-Committee, hosted several fundraising and social events throughout the year.

The team hosted an important fundraiser night for local horseman Brett Cargill, who has been unable to work due to ill health.

Thanks to the hard work of the members of the sub-committee, many guests attended, some from as far as New Zealand, as well as Victoria.

Through the efforts of the Embracing Pacing team and generous sponsors, a large sum of money was raised to assist Brett with medical expenses and ongoing rehabilitation.



The Future

The Inter Dominion returns to 'The Creek' in 2023, having been last hosted here back in 2001.

A large number of local pacers and trotters will be nominated for ID23; work is well underway by Racing Queensland to deliver a landmark series.

The club sees an immediate need to create new pathways to harness racing ownership through syndication.

As the cost to purchase pacers/trotters continue to climb, syndications will be needed to connect prospective owners and smooth the way for them to enter industry ownership.

We will consider mutually commercial partnerships to help seize this opportunity.

Continued innovation will be paramount to maintain the present growth achieved. The Club continues to take a leadership role, with various initiatives likely to be launched in '23/'24.

Along with sustained innovation, alternative income streams must be achieved to future-proof our industry.



'The Creek' Team

I am appreciative of my fellow volunteer Board Members for their passion and dedication, not only for this Club, but for the industry in general.

Similarly, our hard-working staff provide a commitment to ensure we provide safe racing and excellent patron experiences.

Thank you to everyone who has taken part in the conduct of 'The Creek' during the latest financial year. We wish you good health, happiness, safety and more winners!

Brad Steele

Chairperson



THE QUEENSLAND
CONSTELLATIONS
JUNE 16 - JULY 22



INITIATIVES & ACHIEVEMENTS 2022 - 2023

MEMBERSHIP & HOSPITALITY

- Introduction of new membership offers for Social and Platinum members
- Membership events
- Membership giveaways across summer & winter carnivals
- Membership 'freebies' including complementary food & beverage vouchers and much more



RACING

During 2022-2023 a number of new races were run or developed including:

- QLD Constellations four-night Winter Carnival
- The Hayden – new race created and run during Winter Carnival
- Haras Des Trotteurs The Great Square – new race created and run during Winter Carnival
- Changeover @ Burwood Stud \$20k mares race service giveaway
- Stance Equitec – Prize packs giveaway, every first Tuesday of the month
- PSP Friday Frenzy - \$100 Garrards voucher, every Friday
- Inter-Regional Championships – created and to be held during ID23 carnival
- Ladbrokes Protostar – \$500,000 2yo open feature to be held Winter 2024

ACTIVATION & EVENTS

- AQWA Constructions Rising Sun
- AQWA Constructions Rising Sun Barrier Draw at Crystalbrook Vincent
- Garrards Sunshine Sprint Long Lunch and Barrier Draw
- Garrards Sunshine Sprint
- Ladbrokes Blacks a Fake Golf Day and Barrier Draw
- Ladbrokes Blacks a Fake Calcutta
- Dual Sulky Challenge races
- Mini Blacks A Fake
- Little Legends Parties
- Members Parties



FACILITIES, FOOD & BEVERAGE

- Permanent Winning Post Marquee
- Temporary Home Straight Enclosure Marquee
- Long term temporary barns
- Seasonal menus at Pacers & Chasers
- Cocktail Furniture (Corporate Suite)
- Corporate Suite renovation – grandstand access and exclusivity





SPONSORSHIP

New sponsorships and renewals achieved during 2022-2023 included:

- APG
- Atlas Copco
- AQWA Constructions
- Burwood Stud
- Entain Group Pty Ltd (Ladbrokes)
- Garrards Horse and Hound
- Haras Des Trottiers
- Kelato Animal Health
- Pelican Waters Resort
- Pryde's EasiFeed
- Selective Motors
- Somerset Farms
- Stance Equitec
- Standardbredsalinone
- PSP HD
- Trump Bloodstock
- Ultimate Tools
- View Hotels
- Wolf Signs
- 2023 Winter Carnival Sponsors (Betavet, Breakfast Creek Hotel, Maer Group, Sulky.app)

MARKETING

Marketing initiatives across 2022-2023 included:

- Further website development
- Increased email & SMS communications
- Member & guest vouchers
- Growth of communications database
- Summer, Winter & ID23 websites
- Digital advertising
- Growth of social media channels





TREASURER'S REPORT

2022-2023

For the 3rd consecutive year, your club has achieved another profitable outcome. At the time of drafting this report, the club has recorded total net profit of some \$834,000 over the prior 3 years which continues to strengthen your club's balance sheet.

The 2022-2023 financial year included increases in Media Rights of \$105,500 and positive initiatives including the Sunshine Stars Sales generating additional \$183,000 revenue for the Club.

Club sponsorship revenue has also continued to improve despite challenging conditions increasing to \$412,833 which is up from \$169,098 FY 2020 however Membership revenue is slightly lower.

The ability to attract and retain both front and back of

house catering staff following the pandemic and SEQ Floods continues to impact total profit.

Asset depreciation continued to climb due to replacement of assets damaged in the SEQ Floods.

The Creek delivered a total profit of \$152,535, which is below the previous year's, however the third consecutive year of operational profit.

On another positive note, Interest on Investments is climbing due to increased interest rates in the market.

A handwritten signature in black ink that reads "Peter Bell". The signature is written in a cursive, slightly slanted style.

Peter Bell
Hon. Treasurer





Financial Statements

FOR

**ALBION PARK
HARNESS RACING CLUB INC**

FOR THE YEAR ENDED
30 JUNE 2023

ALBION PARK HARNESS RACING CLUB INC

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Revenue	2	3,221,595	2,988,254
Other Income		61,114	10,667
Racing Expense		(642,052)	(574,995)
Members Expense		(7,018)	(11,099)
Audit Fees		(16,470)	(15,250)
Bank Charges		(6,520)	(5,290)
Employee Expenses		(1,040,475)	(1,006,695)
Legal		(24,446)	(105,036)
Drivers Room		(3,960)	(2,525)
Repairs and Maintenance		(157,142)	(108,460)
Administration		(65,908)	(65,986)
Prizemoney Contribution		(50,695)	(28,200)
Promotional Activities		(232,567)	(185,762)
Travel and Entertainment		(33,440)	(24,690)
Sunshine Stars Expenses		(142,357)	-
Depreciation		(194,283)	(169,544)
Fair Value Gains/(Losses) on Financial Assets		(120)	(3,280)
Food and Beverage cost of sales		(187,093)	(141,353)
Other Expenses		(325,627)	(242,840)
Profit/(loss) before income tax		152,535	307,915
Income tax expense		-	-
Profit/(loss) after income tax		152,535	307,915
Other comprehensive Income		-	-
Total Comprehensive Income/(Loss) for the year		152,535	307,915

The accompanying notes form part of these Financial Statements

ALBION PARK HARNESS RACING CLUB INC

STATEMENT OF FINANCIAL POSITION

AS OF 30 JUNE 2023

	Note	2023	2022
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	3,482,011	2,934,841
Trade and other receivables	4	429,029	1,192,455
Inventories		44,775	40,554
Financial Assets at Fair Value through Profit or Loss	5	3,760	3,880
Other Current Assets	6	120,635	45,518
Total Current Assets		4,080,210	4,217,248
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	935,647	909,986
Total Non-Current Assets		935,647	909,986
TOTAL ASSETS		5,015,857	5,127,234
CURRENT LIABILITIES			
Trade and Other Payables	8	418,473	636,256
Other Current Liabilities	9	193,051	252,939
Employee Provisions		35,927	22,167
Total Current Liabilities		647,451	911,363
TOTAL LIABILITIES		647,451	911,363
NET ASSETS		4,368,406	4,215,871
EQUITY			
Retained earnings		4,368,406	4,215,871
TOTAL EQUITY		4,368,406	4,215,871

The accompanying notes form part of these Financial Statements

ALBION PARK HARNESS RACING CLUB INC

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023	2022
		\$	\$
		Inflows	Inflows
		(Outflows)	(Outflows)
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts in the course of operations		4,236,267	2,148,082
Payments to suppliers and employees		(3,529,219)	(2,335,027)
Interest received		60,834	10,227
Dividends received		280	440
Net Cash provided by (used in) Operating Activities		768,162	(176,278)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	-
Purchase of property, plant and equipment		(220,992)	(450,997)
Net Cash provided by (used in) Investing Activities		(220,992)	(450,997)
CASH FLOW FROM FINANCING ACTIVITIES			
Net Cash provided by Financing Activities		-	-
NET INCREASE / (DECREASE) IN CASH HELD		547,170	(627,275)
CASH AT THE BEGINNING OF THE REPORTING PERIOD		2,934,841	3,562,116
CASH AT THE END OF THE REPORTING PERIOD	3	3,482,011	2,934,841

The accompanying notes form part of these Financial Statements

ALBION PARK HARNESS RACING CLUB INC

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2023

	Retained Earnings \$	Total \$
At 1 July 2021	3,907,956	3,907,956
Comprehensive Income		
Profit/(loss) for the year	307,915	307,915
Other Comprehensive Income	-	-
Total Comprehensive Income / (Loss)	307,915	307,915
At 30 June 2022	4,215,871	4,215,871
At 1 July 2022	4,215,871	4,215,871
Comprehensive Income		
Profit/(loss) for the year	152,535	152,535
Other Comprehensive Income	-	-
Total Comprehensive Income / (Loss)	152,535	152,535
At 30 June 2023	4,368,406	4,368,406

The accompanying notes form part of these Financial Statements

Note 1 Statement of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements of Albion Park Harness Racing Club Inc (the Association) are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Association has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Association.

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

Conceptual Framework for Financial Reporting (Conceptual Framework)

The Association has adopted the revised Conceptual Framework from 1 July 2021. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the Association's financial statements.

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

The Association has adopted AASB 1060 from 1 July 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of International Financial Reporting Standards (IFRS) for small and medium sized enterprises (SMEs). As a result, there is increased disclosure in these financial statements for key management personnel and related parties.

Basis of preparation

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB') and the Associations Incorporation Act (Qld). The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Association's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 1 (I).

(a) Members Capital

Albion Park Harness Racing Club Inc. is an Incorporated Association.
Therefore, there is no authorised or issued capital.

(b) Property, Plant and Equipment

Property, plant and equipment are included at cost.
For plant and equipment gifted to the Club, the cost is recorded as its fair value at the date of acquisition.

The depreciable amount of all fixed assets is depreciated over their useful lives commencing from the time the asset is held ready for use.

Note 1 Statement of Significant Accounting Policies (continued)

(c) Depreciation

The depreciable amount of all fixed assets including building and capitalised lease assets, is depreciated on a straight-line basis over their useful lives to the entity commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciable Rate
Plant and Equipment	7% - 50%
Furniture and Fittings	10% - 20%
Catering and Refurbishment Costs	20%
Leasehold Improvements	10% - 34%
Motor Vehicle	10% - 20%

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

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

(d) Impairment of Assets

At each reporting date, the Association reviews the carrying value of its tangible assets to determine whether there is any indication that those assets have been impaired. If such 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 Association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(e) Income Tax

The Association does not pay income tax and accordingly tax effect accounting procedures are not followed.

(f) Employees Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable after one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

As the Management Committee believes it is probable that employees will not in future years use more than their annual entitlement of sick leave, no provision for accrued sick leave has been made as the leave will be an expense of the period.

Note 1 Statement of Significant Accounting Policies (continued)

(g) Revenue

Revenue from contracts with customers

The Association applies AASB 15 to recognise revenue when an agreement is enforceable and contains performance obligations to transfer goods or services that are sufficiently specific to determine when the obligation has been satisfied. For an arrangement that is not within the scope of AASB 15, and not otherwise within the scope of other standards, it would be treated as contribution income under AASB 1058 (for example a cash donation without conditions).

Revenue from contracts with customers is recognised at an amount that reflects the consideration to which the Association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Association identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Government Grants

Revenue from grants received under enforceable agreements, where there are sufficiently specific performance obligations imposed, is deferred in the statement of financial position as a 'contract liability' until the obligations are satisfied. If the performance obligations are not sufficiently specific, revenue will be recognised immediately under AASB 1058 when the Association obtains control of the cash.

If conditions are attached to the grant which must be satisfied before the Association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a 'contract liability' until those conditions are satisfied.

Other Revenue

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

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

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

(h) Financial Assets at Fair Value through Profit or Loss

Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Association's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Fund has applied the practical expedient, the Association initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The Association's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Note 1 Statement of Significant Accounting Policies (continued)

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortised cost (debt instruments)*
- Financial assets at fair value through OCI with recycling of cumulative gains and losses (debt instruments)
- Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)
- Financial assets at fair value through profit or loss*.

*These are the financial assets most relevant to the Association.

Financial assets at amortised cost (debt instruments)

The Association measures financial assets at amortised cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Financial assets at fair value through profit or loss

The Association's financial assets at fair value through profit or loss include financial assets mandatorily required to be measured at fair value. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the profit or loss based on the exit price as reported by the managers of the trusts.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Fund's statement of financial position) when:

- The rights to receive cash flows from the asset have expired or
- The Association's has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

When the Association has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Association continues to recognise the transferred asset to the extent of its continuing involvement. In that case, the Association also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Association has retained.

Note 1 Statement of Significant Accounting Policies (continued)

(i) GST

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

(j) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

(k) Contract Liabilities – Deferred Revenue

Contract Liabilities represent the consolidated entity's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the consolidated entity recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the consolidated entity has transferred the goods or services to the customer.

(l) Fair Value of Assets and Liabilities

The Association measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

"Fair value" is the price the company would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the entity at the end of the reporting period (ie. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

(m) Comparative Figures

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

(n) Critical Accounting Estimates and Judgements

The committee members evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Association.

Key Estimates

Estimation of Useful lives of assets

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

Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience, historical collection rates, the impact of the Coronavirus (COVID-19) pandemic and forward-looking information that is available. The allowance for expected credit losses, as disclosed in note 9, is calculated based on the information available at time of preparation. The actual credit losses in future years may be higher or lower.

The committee do not consider there to be any other key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that have a significant risk of causing a material misstatement to carrying amounts of assets/liabilities in next annual reporting period.

Key Judgements

The committee do not consider there to be any critical judgements concerning the recognition and measurement of assets, liabilities, income and expenses.

ALBION PARK HARNESS RACING CLUB INC

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
2 Revenue		
Racing subsidy revenue	1,197,544	1,185,746
Race day revenue	776,132	650,016
Sponsorship revenue	412,833	381,209
Membership revenue	22,147	30,465
Capital Grants Revenue	110,259	332,648
Sunshine Stars Revenue	182,561	-
Catering and function revenue	520,119	408,170
Total	3,221,695	2,988,264
3 Cash and Cash Equivalents		
Cash Assets		
Cash at Bank and on Hand	3,482,011	2,934,841
Total	3,482,011	2,934,841
4 Trade and Other Receivables		
Trade Receivables	285,278	1,073,295
Provision for Doubtful Debts	(264)	(264)
	285,014	1,073,031
Accrued Revenue	144,015	119,424
Total	429,029	1,192,455
5 Financial Assets at Fair Value through Profit or Loss		
Investment Portfolios at Market Value	3,760	3,880
Total	3,760	3,880
Securities in listed corporations held for trading purposes to generate income through the receipt of dividends and capital gains.		
6 Other Current Assets		
Deposits to Suppliers	-	1,304
Prepayments	120,635	44,214
Total	120,635	45,518

	Note	2023 \$	2022 \$
7 Property, Plant and Equipment			
Plant and Equipment			
At cost		726,565	556,328
Less accumulated depreciation		(305,570)	(249,995)
Net Book Value		420,995	306,333
Furniture, fixtures and fittings			
At Cost		104,547	78,820
Less accumulated depreciation		(37,599)	(21,980)
Net Book Value		66,949	56,840
Temporary Infastructure			
At Cost		41,310	41,310
Less accumulated depreciation		(29,516)	(25,784)
Net Book Value		11,794	15,526
Catering & Fit Out			
At Cost		78,816	78,816
Less accumulated depreciation		(42,937)	(31,110)
Net Book Value		35,879	47,706
Leasehold Improvement			
At Cost		417,681	411,231
Less accumulated depreciation		(188,681)	(122,034)
Net Book Value		229,000	289,197
Motor Vehicles			
At Cost		211,638	211,639
Less accumulated depreciation		(40,608)	(17,255)
Net Book Value		171,031	194,384
Total Net Book Value		935,647	909,986

7 Property, Plant and Equipment (continued)

Impairment of Assets

In accordance with note 1(d) the club has reviewed its Property, Plant and Equipment for Impairment and has determined that there are no indicators of impairment of those assets.

Asset Name	Carrying amount 1 July 2021 \$	Additions Cost / Fair Value \$	Disposals \$	Depreciation \$	Carrying amount 30 June 2022 \$
Plant & Equipment	273,649	126,580	(33,744)	(60,152)	306,333
Furniture & Fittings	37,149	37,876	(6,326)	(11,859)	56,840
Temporary Infrastructure	19,342	-	-	(3,816)	15,526
Catering & refurbishment costs	57,891	2,858	(1,113)	(11,930)	47,706
Leasehold Improvements	281,684	72,045	-	(64,532)	289,197
Motor Vehicles	-	211,639	-	(17,255)	194,384
Total	669,715	450,998	(41,183)	(169,544)	909,986

Asset Name	Carrying amount 1 July 2022 \$	Additions Cost / Fair Value \$	Disposals \$	Depreciation \$	Carrying amount 30 June 2023 \$
Plant & Equipment	306,333	188,814	(1,048)	(73,104)	420,995
Furniture & Fittings	56,840	25,727	-	(15,618)	66,949
Temporary Infrastructure	15,526	-	-	(3,732)	11,794
Catering & refurbishment costs	47,706	-	-	(11,827)	35,879
Leasehold Improvements	289,197	6,450	-	(66,648)	228,999
Motor Vehicles	194,384	-	-	(23,353)	171,031
Total	909,986	220,991	(1,048)	(194,282)	935,647

ALBION PARK HARNESS RACING CLUB INC

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

	2023	2022
	\$	\$
8 Trade and Other Payables		
Trade payables	176,635	369,867
GST Payable / (Receivable)	37,632	71,127
Accrued Expenses	50,814	81,721
Employee benefits	103,166	74,305
Other payables	50,226	39,235
	418,473	636,256
9 Other Liabilities		
Deferred Revenue - Capital Grants	-	110,259
Deferred Revenue - Other	193,051	142,681
	193,051	252,939
10 Remuneration of Auditors		
During the financial year the following fees were paid or payable for services provided by PKF Brisbane Audit, the auditor of the Association, its network firms and unrelated firms:		
<i>Audit services - PKF Brisbane</i>		
Audit of financial statements	15,600	14,500
<i>Other services - PKF Brisbane</i>		
General advice matters	870	750
	16,470	15,250

11 Association Details

The Registered Office & Principal Place of Business of the club is:

Albion Park Harness Racing Club
 Albion Park Raceway
 Amy Street
 ALBION QLD 4010

12 Contingent Assets and Liabilities

There were no other contingent assets and liabilities against or incurred by the club.

13 Post Balance Date Events

There have been no events subsequent to balance date affecting this report.

14 Key Management Personnel Compensation

	2023	2022
	\$	\$
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel (KMP).		
KMP compensation	154,331	191,818

15 Other Related Party Transactions

In FY23, the Association funded the purchase of two weanlings for sale in the Sunshine Stars yearling sales. The purchase was facilitated through GSM Racing Pty Ltd, a Director related entity, acting in an agency capacity on behalf of the Association.

All transactions with related parties were on normal commercial terms.

Outstanding balances

There were no balances outstanding at the end of the reporting period in relation to transactions with related parties.

In the Management Committee's opinion:

- the attached financial statements and notes comply with the Australian Accounting Standards – Simplified Disclosures and the Associations Incorporation Act (Qld);
- the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable.

On behalf of the Management Committee



Brad Steele
CHAIRMAN

Dated this 30th day of September 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALBION PARK HARNESS RACING CLUB INC

Report on the Financial Report

Opinion

We have audited the accompanying financial report of Albion Park Harness Racing Club Inc (“the Association”), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Management Committees’ declaration.

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

- a) Giving a true and fair view of the Association’s financial position as at 30 June 2023 and of its performance for the year ended on that date; and
- b) Complying with Australian Accounting Standards – Simplified Disclosures.

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

Independence

We are independent of the Association in accordance with the auditor independence 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.

Management Committees’ Responsibilities for the Financial Report

The Management Committees of the Association are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the Associations Incorporation Act (QLD) and for such internal control as the management committees determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.



In preparing the financial report, the Management committees are 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 the Management committees either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in 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.

A stylized, handwritten-style signature of the PKF logo.

PKF BRISBANE AUDIT

A handwritten signature in blue ink that reads 'C. Bradley'.

CAMERON BRADLEY
PARTNER

30 SEPTEMBER 2023
BRISBANE



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