



2019 ANNUAL REPORT



Notice of Annual General Meeting

The 145th Annual General Meeting of the Tasmanian Racing Club will be held in the Ophir Doll Room at Ladbrokes Park Elwick on Monday 18th November 2019 at 6.00pm.

AGENDA

1. Welcome by the Chairman
2. Apologies
3. Confirmation of the Minutes of the 144th Annual General Meeting
4. Presentation of Annual Reports and Audited Accounts for the year ended 31 July 2019
5. Election of three (3) Members to the Committee:
The periods of appointment of Committee Members Kim Boyer, Suzie Jacobson and Peter Maczi expire at the AGM in accordance with the rules of the TRC. All three are eligible to stand for re-election and have indicated that they intend to offer themselves for re-election.
6. Appointment of Auditor
7. Other matters
8. Conclusion

By order of the TRC Committee.

Brendan Blomeley
Chief Executive Officer

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Chairman's Report

I am pleased to report that the 2018/2019 Financial Year was a good one for the Tasmanian Racing Club and for thoroughbred racing in Tasmania.

In the previous year the Club reported a profit of \$13,892. I am pleased to announce that for 2018/19 the Club has recorded a profit of \$168,407.

We had good attendances at our major race days and saw further growth on Hobart Cup Day.

No racing has been conducted since the Cup due to the reconstruction of the track. The Club is very pleased with the progress and quality of work associated with this major undertaking. The planned re-opening on January 31st – Derby Day – will be a big event and the commencement of a new and exciting era in Tasmanian thoroughbred racing.

I want to thank our staff for the new initiatives and events for Members during this non-racing period. Thank you to Bianca Stiglic, Rodney Boucher, Olivia Appleby, Nadine Patmore and volunteer, Tony Scott.

In February, after four years as CEO, Shayne Stevenson resigned to pursue other career opportunities. We wish him well in his future endeavours. A big thank you to our Acting CEO – Suzie Jacobson. Suzie has made a major contribution to the Club through her strong leadership.

Welcome to our new CEO, Brendan Blomeley. I am confident he will make a significant contribution to our Club.

The TRC has continued to work on the establishment of a new thoroughbred Museum at Elwick. Thanks are due to Ken Anderson and Debra and Peter Maczi for their efforts on this. I would also like to thank Ken and Jenny Briggs for their excellent work in identifying and restoring a large amount of our valuable memorabilia.

I want to thank all our major partners and sponsors – CUB, Tabcorp, Treasury Wines, THA, Schweppes, Aviso Tas Insurance Brokers, Gee Gee Horse Stud, Kevin Sharkie, Magic Millions, StrathAyr, Raine and Horne, Silk Laser Clinics, Little Bee and the Carbine Club.

Our working relationship with Tasracing is strong. I am optimistic this will continue with new Tasracing Chairman Gene Phair and CEO Paul Eriksson.

Thoroughbred racing in Tasmania has been strong this year on the back of two significant stakes increases in 2018 and a major new Tasbred Bonus Scheme. The latter saw a resurgence in Tasmanian owners supporting the Magic Millions sale in February.

The TRC has been a strong advocate for restoration of appropriate stakes levels through its involvement in Racing Clubs Tasmania. That organisation is looking at longer term sustainability solutions for our industry and has actively lobbied for the introduction of a Point Of Consumption Tax and the use of proceeds from that tax to increase stakes money. TRC will continue to be actively involved in supporting those endeavours.

We continue to work with the Tasmanian Trotting Club, Hobart Greyhound Racing Club and Tasracing on maintenance and upgrades at our Elwick facility.

Progress on excision of land at the northern end of our property and closure of compensation associated with the Brooker Highway Project has been disappointingly slow but is continuing.

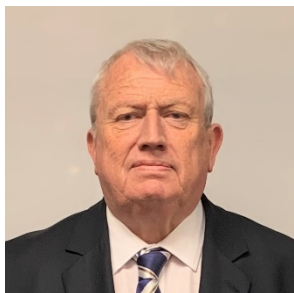
Lastly, thank you to our Committee and their partners for their significant contributions during the year, and to all our loyal members for their continuing support.

Andrew Scanlon

Chairman



Committee Members



Andrew Scanlon
Chairman



Kim Boyer
Vice Chair



Tony Field
Treasurer



Ross Burrige
Committee Member



Martin Wallace
Committee Member



Cam Sorell
Committee Member



Suzie Jacobson
Committee Member



Peter Maczi
Committee Member



Cam Jones
Committee Member

Committee Meetings

During the year the Committee met on 11 occasions. Committee members also met regularly at Sub-Committee meetings, conducted in accordance with the Rules of the Tasmanian Racing Club, to formalise recommendations prior to submission to the Committee.

Attendance by Committee at Committee Meetings was as follows:

Committee Member	No. Meetings	
Andrew Scanlon (Chairman)	9	
Kim Boyer (Vice Chair)	9	
Tony Field (Treasurer)	11	
Ross Burridge	6	
Martin Wallace	8	
Cam Sorell	11	
Suzie Jacobson	10	
Peter Maczi	8	Appointed as a Committee Member on 20 th November 2018
Cam Jones	4	Appointed as a Committee Member on 30 th January 2019

** Committee Members have been in office at the start of the financial year to the date of this report unless otherwise stated.*



Obituary

The TRC were saddened by the loss of Mr Alan Spence, Mr Athol Cook and Mr Bob Matthey who were all Members for Life of the TRC.

Membership

Life Members

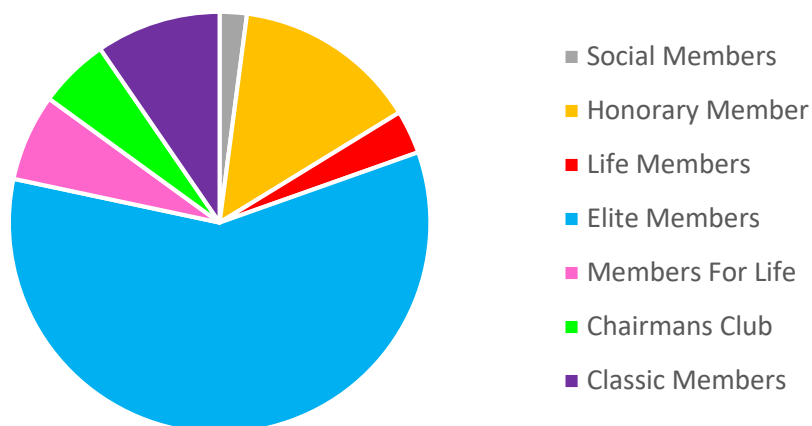
Mr R Burridge
Mr G Harper
Mr R Howlett
Dr M Loughhead
Dr G McLeod
Dr B Tarranto
Mr A Trethewey
Mr M Wisby

Members For Life

Mr W Anning
Mr R Banks AM
Mr R Berry
Mr D Boxall
Dr A Buchan
Mr G Cobern
Mr P Dolan
Mr M Downey
Mr S Elliss
Mr R Garity
Mr K Graver OAM
Mr N Gray
Mr I Kean
Mr G McShane
Mr V Smith
Mr C Sorell

Chairman's Club

Australian Trainers Association
Aviso Tas Insurance Brokers
AWM Electrical
Beetle Black Media
Bennett's Petroleum
Cambridge Self Storage
D & W Electrical
Hazell Bros
PFD Food Service
Rogerson and Birch Surveyors
Snap Printing
Spendthrift Australia
Unique Doors & Windows



Members

Mr B Ackerley	Mr G Costelloe	Mr M G Hughes	Mr F Newton	Mr A Smith
Mr D L Adams	Ms T Cowle	Mr D Hutchinson	Mr M Norman	Mr M Smith
Mr I Anderson	Mr I Creese	Ms S Jacobson	Mrs N Norman	Mr P W Smith
Mr K Anderson	Mr P Crowe	Mr D Jago	Mr M Notman	Ms M Sommerville
Mr R W Archer	Mr L Cubit	Mr A Johnson	Mr W Notman	Mr B Sorell
Mr J Atkins	Mr I Cummins	Mr A Jones	Ms S Novak	Mr M Spencer
Mr P Ayers	Mr S Cusack	Mr C Jones	Mr S O'Brien	Mr G Spurr
Ms E Ball	Mr C Daly	Mr S Joyce	Ms S Oldham	Mr M Stubbings
Ms S Ball	Mr S Davies	Ms L Joyce	Mr J Patmore	Mr P Stucki
Mr G Barrett	Ms S Dixon	Mr A Kain	Mr K R Pearce	Ms T Taylor
Mr J Berry	Ms B Doherty	Ms E Keid	Mrs T M Pearce	Ms T Tennick
Mr P Bester	Mr A Donald	Mr C Kent	Mr G R Pears	Ald B Thomas
Mr K Beveridge	Mr R Downie	Mr G King	Mr J Peters	Ms B Thomson
Mr J Bevis	Mr A Eaton	Mr P King	Mr R J Polley	Ms D Thurley
Mr J Bevis	Mr C Elliss	Mr R Latham	Mr R Poulson	Mr D K Trevor
Ms C C Bidencepe	Mr J Elliss	Ms D Lawler	Ms N Purcell	Mrs F Twining
Mr J D Blake	Mr J Erends	Mr T Leo	Ms J Raymond	Mr A E Upton
Ms L Bloomfield	Mr N Evans	Mr W Lewin	Mr M Reid	Mr W E Upton
Mr R Booth	Mr R Falconer	Mr J Long	Mr D Richards	Mr A Usher
Mr C Bovell	Mr T Field	Ms E W Long	Mr M Robinson	Mr P A Virth
Mr G W Bowers	Mr P Geard	Mr A Lyden	Mr P Ross	Mr D J Vos
Ms K Boyer	Mr R Gudden	Mr B Lynch	Mr M Rowbottom	Mr M Wallace
Mr K Brazendale	Mr S Gunn	Mr R A W Lynch	Mr R Sadek	Mr N Wallis
Mr R Brooks	Ms J Hart	Mr P Maczi	Mr A Scanlon	Mr NM Warmbrunn
Mr J Broughton	Ms S G Hayles	Ms M Maedler	Mrs C Scanlon	Mr A Westbrook
Mr D Butters	Mrs J Heather	Mr L V Marsh	Mr M Schofield	Mr F D Westwood
Mr C Carpenter	Ms M Heffernan	Ms K McInnes	Mr B Schwaiger	Mr P M Wherrett
Mr P Casey	Ms K Henry	Mr D Mcleod	Mr J Schwaiger	Ms S White
Mr D Cherry	Mr D W Higgins	Ms P McQuade	Mr R Schwanke	Mr G Willis
Mrs S Cherry	Ms P Hikairo	Ms M McTaggart	Mr J Scott	Ms M Wilson
Ms C Churchill	Mr J Hill	Mr J Morrison	Mr T Scott	Clr D Winter
Mr M Clarkson	Mr B Hope	Mr T Mullen	Ms J Scott	Mr G Woodham
Mr J Conway	Mr J Horne	Mr B Neill	Mr A Shadforth	Ms A Woolnough
Mr B Cooper	Mr C R Hues	Mr D Newland	Mr B Sheahen	



Racing Officials

Hon Surveyor	Nicholas Griggs
Veterinary Surgeon	Mark Buckerfield
Starter	David Evans
Assistant Starter	Dion McHenry
Judge	Ken Beck
Photo Finish Operator	Mikayla Webber
Farrier	Larry Brooks
Official Photographer	Milton Pettit
Handicapper	Victorian Handicapper Panel
Course Announcer	Colin McNiff
Racecourse Manager	Sam Webster
Clerk of Course	Christie Burt / Sarah Cotton
Clerk of Scales	Ms J Smith / Ms K Laurence
Chaplain	Rev Ross Ellwood



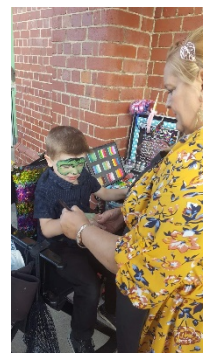
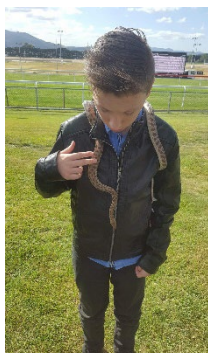
Group, Listed and Feature Races

Prize Money	Race Name	Winner (Trainer)	Owner	DST	WGT	Jockey	Time	Date
GROUP 3								
\$250,000	TAB Hobart Cup	EASTENDER (Barry Campbell)	D J Martin, J L Brooks, L Polglase, D Amos, D Mullett, A T Gunn, A J Renzella, N Thurlow, B Schaeche, R W Reece, D R Hutton, P G Johnson, J Knowles	2400m	56.5kg	Craig Newitt	02:30.40	10/02/2019
\$150,000	Seppelt Bow Mistress	LIFE ON THE WIRE (Scott Brunton)	J M Brunton, R H Field, B M Hertrick, T J Daly, Wyncity Racing, L Haley, Z K Haley, P K Jones, B J Walker, J K McGee, K J McGee, D J West, M C Kingston, Hardway Racing, A M Ackerley, A McIntyre, R S Robinson, B A Spinks	1200m	56.5kg	Jason Maskiell	01:13.30	8/02/2019
LISTED								
\$150,000	Schweppes Tasmanian Derby	COSSETOT (James Cummings)	Godolphin	2200m	57kg	Craig Newitt	02:20.80	8/02/2019
\$100,000	TAB Tasmanian Guineas	THE INEVITABLE (Scott Brunton)	We Deserve This, D McPherson, AG McFarlane, PY McFarlane, AE Upton, T Lord, BJ Button, GEJ Costelloe, TJ Daly, RA Parsons, R J Dutton, RH Field, TJR Bowden, M Stubbings, JA Smith, A McIntyre, NJ Collis, MA Degroot, WE Upton	1600m	57kg	Sigrid Carr	01:38.90	11/01/2019
\$100,000	Seppelt Elwick 2YO Stakes	MYSTICAL PURSUIT (Adam Trinder)	W G Roser	1100m	55kg	Chris Graham	01:06.10	27/01/2019
\$100,000	Magic Millions Thomas Lyons	MYSTIC JOURNEY (Adam Trinder)	W G Roser	1400m	53.5kg	Anthony Darmanin	01:25.60	10/02/2019
\$100,000	Strathayr Strutt Stakes	ROCK DOVE (James Cummings)	Godolphin	2100m	56kg	Brendon McCoull	02:12.10	10/02/2019
FEATURE								
\$30,000	Carbine Club 3YO Handicap	LADY PLUCK (Scott Brunton)	G J Richards, D M Richards, C G White, A G Colquhoun, S T Laycock, N J Michlik, T J Cowen, B P Finch, K C Butterworth, R G Marsh, R S Robinson, B A Spinks, B A Sheahen, Hardway Equine, M A Notman, J R Bazan, S P Brunton	1200m	55kg	Sigrid Carr	01:14.40	8/02/2019
\$50,000	Great Northern Summer Cup	EASTENDER (Barry Campbell)	D J Martin, J L Brooks, L Polglase, D Amos, D Mullett, A T Gunn, A J Renzella, N Thurlow, B Schaeche, R W Reece, D R Hutton, P G Johnson, J Knowles	2200m	59kg	Craig Newitt	02:21.00	27/01/2019
\$30,000	Great Northern Super Crisp Brighton Cup	APPMAT (Brendan McShane)	B W McShane, J McShane, A J Beadman, C O Beadman, C J Beadman	2100m	54kg	Nikita Beriman	02:10.50	11/01/2019
\$25,000	Tony Carrick 3YO Vase	GEE SECONDOVER (Leon, Dean & Trent Wells)	P A Geard, E J Geard	1100m	59KG	Craig Newitt	01:06.90	17/11/2018
\$25,000	2YO Alexandra Plate	GEE BAY WATCH (Leon, Dean & Trent Wells)	P A Geard, E J Geard	1000m	57kg	Sigrid Carr	01:03.10	28/12/2018
\$30,000	Goodwood Handicap	O'LONH STAR (John Keys)	J Collins, G Harding, K L White, E L Connolly, D A Hart, I W Whitechurch, G D Delon, A L Keys	1100m	54kg	Teagan Voorham (a)	01:05.40	6/11/2018
\$25,000	Winzenberg Handicap	GEE DOUBLE DEE (Leon, Dean & Trent Wells)	P A Geard, E J Geard	1100m	55.5kg	Troy Baker	01:06.30	28/12/2018
\$50,000	Sky Stakes	HELLOVA STREET (Scott Brunton)	L A Lamont, A J Virieux, S C Saltmarsh, M J Lamont, L C Virieux	1200m	58.5kg	Jason Maskiell	01:11.90	27/01/2019

Hobart Cup Carnival

The Hobart Cup Carnival kicked off with Schweppes Tasmanian Derby Day on Friday 8th February 2019. The day saw some great races with Life On The Wire ridden by Jason Maskiell and trained by Scott Brunton, taking out the Seppelt Bow Mistress. James Cummings trained Cossetot ridden by Craig Newitt, taking out the Schweppes Tasmanian Derby.

The Little Bee Family Fun Day showed a large number of families on The Lawn at Elwick with many activities keeping the children entertained all afternoon.



TAB Hobart Cup Day on Sunday 10th February 2019 was as exciting as ever, with Eastender ridden by Craig Newitt and trained by Barry Campbell, exploding away in the home straight to take out the 2019 TAB Hobart Cup.

Off the track there was plenty of glitz and glamour, with local designer Marilena Di Florio taking out the Silk Laser Clinics Fashions on the Field.

Hobart Cup Day attendees were treated to a performance by Daryl Braithwaite, after the racing had concluded. His hit “The Horses” was definitely a crowd favourite!



Sponsors

Australian Trainers Association
Aviso Tas Insurance Brokers
AWM Electrical
Barber King
Beetle Black Media
Bennetts Petroleum
Brunton Racing
Cambridge Self Storage
Carbine Club of Tasmania
Carlton United Breweries
D & W Electrical
Diageo
Dimension IV
Ella Bache
Elwick Function & Events
FOXTEL for Business
Gee Gees Horse Stud
Hazell Bros
Hobart Events
Hype TV
It's All About the Shoes
JRP Property Maintenance
Kevin Sharkie
Little Bee
Magic Millions
Myer
National Breast Cancer Foundation
Network Gaming
Off the Track
PFD Food Services
Racehorse Owners Association Tasmania
Raine and Horne
Relish Catering
Rogerson and Birch Surveyors
Royal Australian Navy
Salters Hire
Schweppes
Silk Laser Clinics Hobart
Snap Printing
Spendthrift Australia
StrathAyr
Tabcorp
TASkeno
Tasmanian Horse Transport
Tasmanian Hospitality Association
Tasmania's Own Redline
The Wakeful Club
Treasury Wine Estate
Unique Doors and Windows
Variety the Children's Charity
W L Shields
Winzenberg Family
Women In Tourism & Hospitality

Independent Auditors Report



Independent Auditor's Report

To the members of the Tasmanian Racing Club Inc.

Qualified opinion

We have audited the *Financial Report* of the Tasmanian Racing Club Inc. (the Association).

In our opinion, except for the effects on the *Financial Report* of such adjustments, if any, as might have been required had the limitation referred to in the basis for qualified opinion paragraph not existed, the *Financial Report* presents fairly, in all material respects, the financial position of Tasmanian Racing Club Inc. as at 31 July 2019, and of its financial performance and its cash flows for the year then ended, in accordance with the basis of preparation described in Note 1 to the financial statements.

The *Financial Report* comprises:

- Statement of financial position as at 31 July 2019
- Statement of comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended
- Notes including a summary of significant accounting policies
- Committee Declaration

Basis for qualified opinion

Gettakings and sponsorship income are significant sources of revenue for the Association. It is not always practicable for organisations of this nature to establish control over the collection of gettakings and sponsorship income prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from these sources were limited, our audit procedures with respect to gettakings and sponsorship income had to be restricted to the amounts recorded in the financial records. We therefore are unable to express an opinion whether gettakings and sponsorship income revenue of the Association are complete.

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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* (the Code) that are relevant to our audit of the *Financial Report* in Australia. We have fulfilled our other ethical responsibilities in accordance with the Code.

1

KPMG, an Australian partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Liability limited by a scheme approved under Professional Standards Legislation.



Emphasis of matter – basis of preparation and restriction on use and distribution

We draw attention to Note 1 to the Financial Report, which describes the basis of preparation.

The Financial Report has been prepared to assist the Association in meeting the requirements of the Associations Incorporation Act.

As a result, the Financial Report and this Auditor's Report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Our report is intended solely for the members of the Tasmanian Racing Club Inc. and should not be used by or distributed to parties other than the members of the Tasmanian Racing Club Inc. We disclaim any assumption of responsibility for any reliance on this report, or on the Financial Report to which it relates, to any person other than the members of the Tasmanian Racing Club Inc. or for any other purpose than that for which it was prepared.

Other Information

Other Information is financial and non-financial information in Tasmanian Racing Club Inc.'s annual reporting which is provided in addition to the Financial Report and the Auditor's Report. Management is responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

Responsibilities of committee members for the Financial Report

Committee members are responsible for:

- the preparation and fair presentation of the Financial Report in accordance with the financial reporting requirements of the Associations Incorporation Act 1964 (Tasmania) 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.
- implementing necessary internal control to enable the preparation of a Financial Report that is free from material misstatement, whether due to fraud or error
- assessing the Association's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they 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 objective is:

- 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. They 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 the 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.suasb.gov.au/auditors_responsibilities/ar3.pdf.
This description forms part of our Auditor's Report.

KPMG

Hobart
23 October 2019

Financial Statements

Tasmanian Racing Club Inc
Statement of Financial Position
as at 31 July 2019

	Notes	2019 \$	2018 \$
Assets			
<i>Current</i>			
Cash and cash equivalents	4	272,258	316,310
Trade and other receivables	5	353,064	330,272
Inventories	6	41,839	35,320
Total current assets		667,161	681,902
<i>Non-Current</i>			
Property, plant and equipment	7	788,261	688,288
Total non-current assets		788,261	688,288
Total assets		1,455,422	1,370,190
Liabilities			
<i>Current</i>			
Trade and other payables	8	72,061	251,836
Employee benefits	10	45,462	47,392
Total current liabilities		117,523	299,228
<i>Non-current</i>			
Employee benefits	10	2,827	4,645
Total non-current liabilities		2,827	4,645
Total liabilities		120,350	303,873
Net assets		1,335,072	1,066,317
Equity			
Accumulated Funds		1,027,441	859,034
Reserves		307,631	207,283
Total equity		1,335,072	1,066,317

The notes on pages 5 to 14 are an integral part of these financial statements.

Tasmanian Racing Club Inc
Statement of Changes in Equity
for the year ended 31 July 2019

	Accumulated Funds \$	Asset Revaluation Reserve \$	Equity \$
Balance at 1 August 2017	845,142	207,283	1,052,425
<i>Changes in equity for the year ended 31 July 2018</i>			
Total comprehensive income for the period			
Surplus for the year	13,892	-	13,892
Other comprehensive income	-	-	-
Total comprehensive income for the period	<u>13,892</u>	<u>-</u>	<u>13,892</u>
Balance at 31 July 2018	<u>859,034</u>	<u>207,283</u>	<u>1,066,317</u>
Balance at 1 August 2018	859,034	207,283	1,066,317
<i>Changes in equity for the year ended 31 July 2019</i>			
Total comprehensive income for the period			
Surplus for the year	168,407	-	168,407
Other comprehensive income	-	100,348	100,348
Total comprehensive income for the period	<u>168,407</u>	<u>100,348</u>	<u>268,755</u>
Balance at 31 July 2019	<u>1,027,441</u>	<u>307,631</u>	<u>1,335,072</u>

Revaluation Reserve

The revaluation reserve relates to Museum Exhibits and Memorabilia and Land measured at fair value in accordance with applicable Australian Accounting Standards.

The notes on pages 5 to 14 are an integral part of these financial statements.

Tasmanian Racing Club Inc
Statement of Comprehensive Income
for the year ended 31 July 2019

	Note	2019 \$	2018 \$
Revenue from operations			
Revenue	2	1,340,879	1,316,016
Interest income		382	446
Total revenue		1,341,261	1,316,462
Expenditure			
Food, beverage and catering expenses		371,041	416,998
Advertising and promotion		34,403	40,320
Accounting, legal and consultancy		40,850	37,553
Bank charges		9,869	9,815
Cleaning and Laundry expenses		1,670	10,095
Communication and utilities		12,767	13,023
Depreciation		9,888	12,353
Equipment and services expenses		120,150	127,348
Insurance expenses		8,080	2,861
Wages and salaries		440,579	483,298
Sponsorship and member costs		35,035	32,027
Racebook expenses		19,562	32,817
Other expenses		68,960	84,062
Total expenditure		1,172,854	1,302,570
Surplus / (Deficit) for the period		168,407	13,892
Other comprehensive income			
Revaluation of land		100,348	-
Total other comprehensive income		100,348	-
Total comprehensive income for the period		268,755	13,892

The notes on pages 5 to 14 are an integral part of these financial statements.

Tasmanian Racing Club Inc
Statement of Cash Flows
for the year ended 31 July 2019

	Note	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Receipts from Customers		1,361,385	1,375,962
Cash paid to Suppliers and Employees		(1,398,608)	(1,228,293)
Interest Received		382	446
NET CASH FROM / (USED BY) OPERATING ACTIVITIES	12	<u>(36,841)</u>	<u>148,115</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of Property, Plant & Equipment		(9,513)	(5,370)
NET CASH FROM / (USED BY) INVESTING ACTIVITIES		<u>(9,513)</u>	<u>(5,370)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Advances- Museum Trust Fund		2,302	379
NET CASH FROM / (USED BY) FINANCING ACTIVITIES		<u>2,302</u>	<u>379</u>
Net increase/(Decrease) in Cash and Cash Equivalents		(44,052)	143,124
Cash and Cash Equivalents at Beginning of Financial Year		316,310	173,186
CASH AND CASH EQUIVALENTS AT 31 JULY	4	<u>272,258</u>	<u>316,310</u>

The notes on pages 5 to 14 are an integral part of these financial statements.

1 SIGNIFICANT ACCOUNTING POLICIES

The Tasmanian Racing Club Inc. ("the TRC" or "the Club") is a not-for-profit entity domiciled in Australia. The operations of the Club are conducted from TAB Park, Glenorchy, Tasmania 7010. The Club provides thoroughbred racing services and catering services at TAB Park.

(A) STATEMENT OF COMPLIANCE

In the opinion of the Committee, the Tasmanian Racing Club Inc (TRC) is not a reporting entity. The financial report of the TRC has been drawn up as a special purpose financial report to meet the needs of and for distribution to the members and to meet the requirements of the Associations Incorporation Act 1964.

The special purpose financial report has been prepared in accordance with the requirements of the recognition and measurement aspects of all applicable Australian Accounting Standards, ("AASBs") and Interpretations adopted by the Australian Accounting Standards Board ("AASB") and other authoritative pronouncements of the AASB that have a material effect. The financial report does not include the disclosure requirements of the following pronouncements having a material impact:

- AASB 7 Financial Instruments: Disclosures
- AASB 13 Fair Value Measurement
- AASB 124 Related Party Disclosures

(B) BASIS OF PREPARATION

This financial report is in Australian Dollars which is the presentation and functional currency of the TRC.

The financial report has been prepared on the accrual basis of accounting using the going concern assumption. Except for certain classes of property, plant and equipment carried at fair value, all other assets and liabilities are carried at historical cost.

The accounting policies have been applied consistently by the TRC. Where relevant, certain comparative amounts are reclassified to conform to the current year's presentation.

The preparation of a financial report requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The significant judgements and estimates relating to TRC relates to the valuation of land and buildings. Refer to note 7 for further information on the determination of fair value.

(C) CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

TRC has initially applied AASB 9 *Financial Instruments* from 1 August 2019. This standard replaces AASB 139 *Financial Instruments: Recognition and Measurement* and replaces the 'incurred loss' model in with an 'expected credit loss' model. The effect of initially applying these standards does not have a material effect on the financial statements.

(D) PROPERTY, PLANT AND EQUIPMENT

(i) *Owned Assets*

Items of property, plant and equipment are stated at cost (except for museum exhibits and memorabilia, land and buildings which are stated at fair value) less accumulated depreciation (see below) and impairment losses (see accounting policy G).

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

(ii) *Subsequent Costs*

The TRC recognises in the carrying amount of an item of property, plant and equipment the cost of replacing part of such an item when that cost is incurred, if it is probable that the future economic benefits embodied within the item will flow to the TRC and the cost of the item can be measured reliably. All other costs are recognised in the statement of comprehensive income as an expense as incurred.

(iii) *Revaluations of Non-current Assets*

Classes of non-current assets measured at fair value (museum exhibits and memorabilia, land and buildings) are revalued with sufficient regularity to ensure the carrying amount of each asset does not materially differ from fair value at reporting date. Revaluation increments, on an individual asset basis, are recognised in the asset revaluation reserve except that amounts reversing a decrement previously recognised as an expense for the individual asset are recognised as revenues in the statement of comprehensive income. Revaluation decrements are only offset against revaluation increments relating to the same individual asset and any excess is recognised as expense.

(iv) *Depreciation*

Depreciation is charged to the statement of comprehensive income on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Land and Museum Exhibits & Memorabilia are not depreciated. The estimated useful lives in the current and comparative periods are as follows:

Plant and Equipment	5 years
---------------------	---------

The residual value, if not insignificant, is reassessed annually.

(E) TRADE AND OTHER RECEIVABLES

Trade and other receivables are initially measured at the transaction price less allowances for expected credit losses (ECLs). Trade receivables are generally settled within 30 days.

Loss allowances for receivables are measured at an amount equal to lifetime ECLs. Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument. When estimating ECLs, TRC considers supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions and are measured in a way that reflects an unbiased and probability-weighted amount and the time value of money.

(F) INVENTORIES

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of selling.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprises cash balances and at call deposits. Bank overdrafts that are repayable on demand and form an integral part of the TRC's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

(G) IMPAIRMENT OF NON-FINANCIAL ASSETS

The carrying amounts of the TRC's assets, other than inventories (see accounting policy E), are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the statement of comprehensive income, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

(i) *Calculation of Recoverable Amount*

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

(ii) *Reversals of Impairment*

An impairment loss in respect of a receivable carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(H) EMPLOYEE BENEFITS

(i) *Defined Contribution Plans*

Obligations for contributions to defined contribution superannuation plans are recognised as an expense in the statement of comprehensive income as incurred.

(ii) *Wages, Salaries, Annual Leave, Sick Leave and Non-monetary Benefits*

Liabilities for employee benefits for wages, salaries, annual leave and sick leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to reporting date, are calculated at undiscounted amounts based on remuneration wage and salary rates that the TRC expects to pay as at reporting date, including related on-costs such as workers compensation and superannuation.

(I) TRADE AND OTHER PAYABLES

Trade and other payables are stated at their amortised cost. Trade payables are non-interest bearing and are normally settled on 60-day terms.

REVENUE

(i) Catering revenue

Revenue from the sale of goods through the catering function is recognised in the statement of comprehensive income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, the costs incurred or to be incurred cannot be measured reliably, there is a risk of return of goods or there is continuing management involvement with the goods.

(ii) Membership revenue

Membership revenue is recognised in the statement of comprehensive income in proportion to the stage of completion of the transaction at the balance sheet date. The subscription period is 1 August to 31 July each year and therefore any membership revenue received prior to 31 July that relates to the following membership period is treated as deferred income.

(iii) Sponsorship income

Sponsorship revenue is recognised in the statement of comprehensive income in proportion to the stage of completion of the transaction at the balance sheet date which generally results in income being recognised at the completion of each particular race day the sponsorship relates to. Any sponsorship funds received prior to 31 July that relates to a future race day event is treated as deferred income.

(iv) Interest Income

Interest income is recognised in the statement of comprehensive income as it accrues, using the effective interest method.

(J) INCOME TAX

The TRC is exempt from taxation pursuant to section 50-45 of the Income Tax Assessment Act 1997.

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

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(A) NEW STANDARDS AND INTERPRETATIONS NOT YET ADOPTED

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future periods. The TRC has decided against early adoption of these standards. The following table summarises those future requirements, and their impact:

Standard Name	Effective date for the TRC	Requirements
AASB 15 Revenue from Contracts with Customers	1 August 2019	New standard in which revenue is recognised to depict the transfer of control of promised goods and services to a customer (rather than when risks and rewards transfers) at the amount that reflects the consideration to which the entity expects to be entitled.
AASB 1058 Income for Not-for-profit Entities	1 August 2019	New standard that replaces the income recognition requirements relating to private sector not-for-profit (NFP) entities, as well as the majority of income recognition requirements relating to public sector NFP entities previously reflected in <i>AASB 1004 Contributions</i> .
AASB 16 Leases	1 August 2019	New standard that abolishes the concept of the operating lease for lessees by creating a single model for lessees and recognises a 'right of use' asset and financial liability for all leases.

The TRC is in the process of finalising its review of the application of these standards and at this stage does not believe the changes will have a significant impact on the financial statements.

2 REVENUE AND OTHER INCOME

	2019	2018
	\$	\$
Membership revenue	39,091	42,706
Sponsorship income	148,821	160,833
Food and beverage revenue	767,442	845,497
Cleaning reimbursement income	49,188	45,116
Equipment & room hire revenue	14,700	9,571
Recovered Costs	63,030	77,853
TasRacing Compensation	104,764	-
Bookmaker income	900	1,200
Gatetakings	32,474	33,572
Feature meeting car spaces and van site hire	47,042	37,943
Video and race book sales	11,071	22,096
Other income	62,356	39,629
Total revenue and other income	1,340,879	1,316,016

3 AUDITORS REMUNERATION

	2019	2018
	\$	\$
Audit of Financial Report	11,800	11,500
Other Services	1,000	1,000
Total Auditors' Remuneration	12,800	12,500

4 CASH AND CASH EQUIVALENTS

	2019	2018
	\$	\$
Cash at Bank	241,551	287,647
Cash at Bank- Museum Trust Fund Account	23,655	21,353
Cash On Hand	7,052	7,310
Cash and Cash Equivalents in the Statement of Cash Flows	272,258	316,310

Interest on Museum Trust Fund as at 31 July 2019 was 0.10% (2018: 0.50%).

5 TRADE AND OTHER RECEIVABLES

		2019	2018
		\$	\$
<i>Current</i>			
Trade Receivables		8,237	32,410
Accrued income		47,313	-
GST Receivable		14	362
Other Receivables	(i)	297,500	297,500
		<u>353,064</u>	<u>330,272</u>

(i) In 2016 approximately 2 hectares of land was compulsorily acquired by the State Government. As at the date of signing these financial statements the compensation to be received by the Club has yet to be agreed. As title of this land has passed to the State Government, the Directors have estimated the compensation to be received based on the per hectare rate implicit in the Valuer General's valuation of the remaining land holdings. This estimated compensation was used in calculating the gain on disposal recognised in the year of disposal.

6 INVENTORIES

	2019	2018
	\$	\$
Stock on Hand	41,839	35,320
	<u>41,839</u>	<u>35,320</u>

7 PROPERTY, PLANT & EQUIPMENT

	Freehold Land (fair value)	Museum Exhibits & Memorabilia (fair value)	Plant & Equipment	Total
Cost or Fair Value	\$	\$	\$	\$
Opening Balance as at 1 August 2017	375,561	284,430	282,433	942,424
Other Acquisitions	-	-	5,370	5,370
Closing Balance as at 31 July 2018	<u>375,561</u>	<u>284,430</u>	<u>287,803</u>	<u>947,794</u>
Opening Balance as at 1 August 2018	375,561	284,430	287,803	947,794
Revaluation	100,348	-	-	100,348
Other Acquisitions	-	-	9,513	9,513
Closing Balance as at 31 July 2019	<u>475,909</u>	<u>284,430</u>	<u>297,316</u>	<u>1,057,655</u>

7 PROPERTY, PLANT & EQUIPMENT (CONTINUED)

	Freehold Land (fair value)	Museum Exhibits & Memorabilia (fair value)	Plant & Equipment	Total
Depreciation and Impairment Losses				
Opening Balance as at 1 August 2017	-	-	247,153	247,153
Depreciation Charge for the Year	-	-	12,353	12,353
Closing Balance as at 31 July 2018	-	-	259,506	259,506
Opening Balance as at 1 August 2018	-	-	259,506	259,506
Depreciation Charge for the Year	-	-	9,888	9,888
Closing Balance as at 31 July 2019	-	-	269,394	269,394
Carrying Amounts				
Carrying Balance as at 1 August 2017	375,561	284,430	35,280	695,271
Carrying Balance as at 31 July 2018	375,561	284,430	28,297	688,288
Carrying Balance as at 1 August 2018	375,561	284,430	28,297	688,288
Carrying Balance as at 31 July 2019	475,909	284,430	27,922	788,261

Museum Exhibits and Memorabilia

An independent valuation was last obtained as at 31 July 2014 for the museum exhibits and memorabilia by Wrightvaluers (Andrew Wright- AVAA Certified Practising Valuer). The valuation was based on market value for existing use, being the estimated amount at which property might be expected to change hands between by a willing buyer and a willing seller, neither being under the compulsion and each having reasonable knowledge of the relevant facts with equity to both. This assumes that the buyer and the seller contemplate retention facilities at their present location for continuation of current operations. The Directors have adopted this valuation as the fair value for Australian Accounting Standards purposes and will look at a revaluation in the 2020 financial year.

Land

An independent valuation of the land was performed on 8 April 2016 by the Tasmanian Government Valuer General (TW Grant). This valuation, which resulted in a land valuation of \$5,950,000 was performed in accordance with Tasmanian Valuation of Land Act 2001. The Directors have used this valuation in determining the carrying value of land as at 31 July 2019. In accordance with Australian Accounting Standards, the valuation obtained has been discounted (at a commercial rent) to reflect the encumbrance of remaining term of the non-commercial lease over the land as at balance date. As a result, land revaluation increments occur to recognise the lease term progression. As at 31 July 2019, \$100,348 has been recognised as a revaluation increment through other comprehensive income, largely reversing the decrement recognised from the 2016 valuation of \$100,629.

8 TRADE AND OTHER PAYABLES

	2019	2018
	\$	\$
Trade payables and accrued expenses	41,710	218,006
Revenue received in advance- sponsorship/membership/functions	6,696	12,477
Museum Trust fund	23,655	21,353
	<u>72,061</u>	<u>251,836</u>
<i>Reconciliation of movement in Museum Trust Fund</i>		
Opening balance at 1 August	21,353	20,974
New donations received	2,218	280
Interest accrued	86	112
Bank fees	(2)	(13)
Closing balance 31 July	<u>23,655</u>	<u>21,353</u>

9 FINANCING FACILITIES

	2019	2018
	\$	\$
This note provides information about the contractual terms of the Club's financing arrangements.		
The Club has access to the following lines of credit:		
Bank Overdraft	100,000	100,000
	<u>100,000</u>	<u>100,000</u>
Facilities Utilised at Reporting Date:		
Bank Overdraft	-	-
	<u>-</u>	<u>-</u>
Facilities Not Utilised at Reporting Date:		
Bank Overdraft	100,000	100,000
	<u>100,000</u>	<u>100,000</u>

Interest on bank overdrafts is charged at prevailing market rates. At 31 July 2019 the rate was 9.31% per annum (2018: 9.31% per annum).

10 EMPLOYEE BENEFITS

	2019	2018
	\$	\$
Current		
Liability for Annual Leave	28,884	32,491
Liability for Long Service Leave	16,578	14,901
	<u>45,462</u>	<u>47,392</u>

10 EMPLOYEE BENEFITS (CONTINUED)

	2019	2018
	\$	\$
Non-current		
Liability for Long Service Leave (non-current)	2,827	4,645
	<u>2,827</u>	<u>4,645</u>

11 OTHER COMMITMENTS

Key Management Personnel

There are no commitments under non-cancellable employment contracts not provided for in the financial statements.

12 RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES

	2019	2018
	\$	\$
<i>Cash Flows from Operating Activities</i>		
Surplus / (Deficit) for the period	168,407	13,892
<i>Adjustments for:</i>		
Depreciation	9,888	12,353
Operating Surplus / (Deficit) before changes in operating assets	<u>178,295</u>	<u>26,245</u>
(Increase)/Decrease in Trade and Other Receivables	(23,140)	(6,832)
(Increase)/Decrease in Inventories	(6,519)	4,631
Increase/(Decrease) in Trade and Other Payables	(181,729)	110,186
Increase/(Decrease) in Employee Benefits	(3,748)	13,885
Net Cash (used in) / from Operating Activities	<u>(36,841)</u>	<u>148,115</u>

Committee Declaration

In the opinion of the Committee of the Tasmanian Racing Club Inc. ("the TRC"):

- (a) the TRC is not a reporting entity;
- (b) the financial statements and notes, set out on pages 1 to 10 are drawn up, in accordance with the basis of preparation described in note 1 so as to present fairly the financial position of the TRC as at 31 July 2019 and of its performance, as represented by the results of its operations and its cash flows, for the financial year ending on that date; and
- (c) there are reasonable grounds to believe that the TRC will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Committee:



Andrew Scanlon

Chairman

Dated 22 October 2019

At, Hobart

Notes

Notes



AWAKEN YOUR SPIRIT

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