

Treasurer's Report for Year Ending 30 June 2015

Forbes Golfers Association Inc

I present the Special Purpose Financial Statements for the year ended 30 June 2015 for your information.

Again we have had a challenging year financially. Our income from membership, game fees, sponsorship and donations being insufficient to cover our combined outgoings on operations and capital works. In summary, FGA has produced a cash deficit of \$39,335 for the year, reflecting a positive cash flow on operations but an unavoidable and high level of capital expense.

While the asset levy on games played raised \$30,779, grants received in 2014/15 only totalled \$5,000 and net capital expenses were \$72,746, resulting in a net capital expense of \$36,967.

In response to this, please note the following:

1. As stated by our President in his report, from 2015/16 onwards, FGA will receive ongoing financial and in kind support from the Forbes Shire Council for the continuous improvement of the golf course. We estimate that the asset levy will raise \$45,000 in 2015/16, which will be more than matched by Council's support for machinery (\$30,000), general maintenance (\$15,000) and water (over \$5,000). In addition, Council has agreed to an extension of the repayment period on the commercial loan for the irrigation installation. A championship standard golf course in Forbes would be impossible without FSC's backing.
2. FGA's New Holland Tractor will be paid off early next calendar year, considerably lowering our capital commitments.
3. For the near future, the Management Committee has decided not to initiate any further projects unless they are grant funded – 2 new grant applications have been lodged recently by the Management Committee and the Ladies Committee has successfully won a grant to re-furbish the Halfway House toilets. We encourage sub-committees to develop projects and to apply for grants to finance them.
4. FGA's long term aim is to build up sufficient reserves via the asset levy to be able to finance essential capital expenditure, in conjunction with Council and grant agencies.

Our freeze on non-essential capital expenditure should go a long way in the near future for FGA being able to get on top of the unenviable 2014/15 situation. The Management Committee believes that from 2015/16 onwards, the necessary major improvement works will have been completed and FGA's cash flow situation will stabilise.

Thank you to our commercial sponsors and our individual donors who have made a considerable impact on our finances. Of note this year are the increased substantial member donations towards specific projects. In addition, there have been very generous donations of machinery time, materials and labour for ongoing maintenance and capital projects. All of this considerably reduces the financial burden of FGA and its members.

Thank you to our bookkeeper, Michelle Todd and accountant/auditor, BWR Accountants for their contribution to the clubs administration.

In conclusion, despite an overall growth in assets, I reiterate that your club is currently in a tight cash situation. Your Management Committee has a plan to correct this, while ensuring course maintenance continues to build on the high standards already achieved.

J B Bruce
Treasurer
21 October 2015