

Victorian Motorless Flight Group Inc.

trading as:

Melbourne Gliding Club

Association No. A0025166A

ABN 85 247 311 275

Annual Financial Report & Accounts

For the year ended 30th June 2021



Victorian Motorless Flight Group Inc.
GPO Box 1096
Melbourne, Vic. 3001

VMFG Inc.: A club facilitating the sport of Gliding
Based at Bacchus Marsh Aerodrome, Victoria

Prepared by Tony Carling – Treasurer

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Assoc. No. A0025166A & ABN 85 247 311 275

Annual Financial Report & Accounts
For the year ended 30th June 2021

Report by the committee

Your Committee submits to the members of the VMFG Inc. this annual financial report with accounts for the year ended 30th June 2021

Committee Members:

The names of the Committee Members in office at the date of this report are:

Tighe Patching	(President)	Paul Spooner
James Curry	(Secretary)	Alice Berriman
Tony Carling	(Treasurer)	Roger Krueger
		Iain Gilmore

Principal Activities:

The principal activities of the Club during the year were those of a club providing instruction in, and facilitation of, the sport of gliding. There has been no significant change in the nature of these activities during the year. These activities have been consistent with the Statement of Purposes of VMFG Inc.

Results:

The net result of the Club for the financial year was:

	Year ended 30 June 2021 \$	Year ended 30 June 2020 \$	Year ended 30 June 2019 \$	Year ended 30 June 2018 \$
Surplus / (loss) after cash expenses	\$29,952	\$40,651	\$63,791	\$38,003
Operating Surplus / (loss)	\$33,985	(\$24,191)	(\$5,354)	(\$35,158)

Significant Changes in the State of the Financial Affairs of the Club:

The financial affairs of the Club have been significantly impacted by the COVID-19 pandemic restrictions, with 22 weekends cancelled due to COVID restrictions.

Major tug expenditure during the year for overhaul and refurbishment of BCK airframe had been provided for but were at the upper end of cost estimates.

The club sold glider CQP for \$24,000. This prompted the Committee to undertake a review of the Glider Future Maintenance Provision and a decision was made to reduce the provision by \$34,500 to account for reduced liability associated with sold gliders.

Events subsequent to the End of the Financial Year:

The club continues to be considerably impacted by COVID restrictions and recurring lockdowns. The club has sufficient cash and asset and equipment reserves to remain a going concern however provision for future maintenance and asset replacement will be impacted. Club underlying cash burn for fixed costs and basic aircraft maintenance (net of membership fees) is approximately \$15,000 per year.

Signed for and on behalf of the VMFG Committee:

Tighe Patching - President
Committee Member

Date: 30/08/2021

Tony Carling - Treasurer
Committee Member

Date: 30/08/2021



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On the basis of information provided by the directors of Victorian Motorless Flight Group Inc., the Treasurer has compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements.

This Special Purpose Financial Report with Accounts is intended only to assist the membership in making decisions as to the financial affairs of the club. No other reliance can be placed on this report or these statements.

In the opinion of the Committee of the VMFG Inc.:

(a) the attached income and expenditure statement gives a true and fair view of the financial results of the Club for the year ended 30th June 2021

(b) the balance sheet report gives a true and fair view of the state of the affairs of the Club as at 30th June 2021

(c) at the date of this report, there are reasonable grounds to believe that the Club will be able to pay its debts as and when they fall due;

(d) the accounts have been prepared by a competent person; and

so kept the accounting records that true and fair accounts of the Club can be prepared from time to time.

Signed for and on behalf of the VMFG Committee

Tighe Patching - President
Committee Member

Date: 30/08/2021

Tony Carling - Treasurer
Committee Member

Date: 30/08/2021



Victorian Motorless Flight Group Inc.

Assoc. No. A0025166A & ABN 85 247 311 275

Annual Financial Report & Accounts For the year ended 30th June 2021

Qualified Report by the Reviewer

I, Robyn Lyall, have conducted a review of the accounts which are presented to the members of the VMFG in the attached Special Purpose Financial Report. I am not a registered auditor, and have undertaken the review in a purely honorary capacity, not having received any remuneration for the review.

The Committee of the VMFG is responsible for the preparation of the financial statements and solely responsible for the information they contain, and they have determined that the accounting policies are appropriate to meet the needs of the members. I confirm that I have had no role in the preparation of this report and have not been party to any expenditure of club funds, or approval of such expenditure during the financial year represented by this report.

The financial statements have been prepared for distribution to the members as part of the Annual General Meeting. No reliance can be placed on this report or these statements prepared as a Special Purpose Financial Report other than by the members, or for any other purpose than that for which it was prepared. Nor is any opinion expressed as to whether the accounting policies used and described in Note 1 are appropriate to the needs of the members.

In my Review, I assessed the accounts, bank statements and other financial data of the Club. I also evaluated the significant accounting estimates. These procedures were undertaken to form an opinion as to whether in all material respects the accounts are presented fairly in accordance with the accounting policies deemed necessary by the Committee. The opinion expressed in this report has been formed on the above basis.

Review

I believe that this Special Purpose Financial Report with Accounts represents the operating results in a true and fair way for the year, and also that the balance sheet gives a true and fair view of the assets and liabilities of the club as at 30th June 2021. with the following caveats:

1. The Club has determined for the FY21 year and for future years to account for memberships on a billings basis, whereas all other accounting work is done on a accruals basis. This means if a member joins in May, all the membership income is recognised immediately, and no allocation is made for providing membership services in the following year. This has resulted in the Club recognising an additional \$8k of income in the FY21 year which is highly material to the club's reported results. Furthermore, in the event of a significant change in Club memberships in future years, this will result in the financial results in future years also overstating or understating income." Refer Note 2 & 31.
2. The Club has put aside provisions to fund future major maintenance of the Tugs and Gliders. These estimates are undertaken in a complex spreadsheet maintained by a sole individual. While it is highly prudent to allocate funds for future expenditure for major equipment, there are very real concerns with regard to the process of ensuring succession planning with regard to undertaking those estimates which I believe the club should address.

Robyn Lyall

Date: 30/08/2021

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Income and Expenditure Statement
For the year ended 30th June 2021

	Notes	2021 \$	2020 \$	2019 \$	2018 \$	2017 \$
OPERATING INCOME						
Flying Revenue	1	68,124	84,680	111,697	106,675	115,004
Subscriptions + Charges	2, 31	23,136	19,461	18,296	15,281	18,630
Sundry Revenue incl Hangar Income	3	6,594	4,735	4,272	5,478	6,542
Grants and Donations Received	3	1,616	2,116	14,395	-	459
Interest Earned	4	1,491	2,796	724	1,107	1,853
Total Income		100,962	113,789	149,384	128,541	142,487
OPERATING EXPENSES						
Administration	5	2,824	1,905	6,093	2,970	3,192
Advertising & Promotional Activities		227	-	-	-	91
Avgas & Oils	5a	14,670	15,709	18,049	24,166	24,647
Awards & Trophies	31	(752)	794	862	871	1,089
Bank Fees	6	432	396	485	456	454
Clubhouse Costs	7	6,235	5,225	2,507	10,698	3,029
General Gliding Related Costs	8	5,711	3,421	1,281	4,182	5,451
GFA Fees	9, 31	5,027	1,172	4,969	3,273	4,380
Gliders - Maintenance & Expenses	10	4,028	7,915	16,633	13,282	8,862
Insurance - Premiums Paid	12	8,956	8,615	8,030	7,271	8,162
Meeting & Events	13	38	638	485	(58)	715
Miscellaneous	14	1,217	1,485	1,593	2,279	1,673
Theft & Loss	27	-	-	-	1,000	-
Towing Services by other Clubs	15	5,386	6,137	9,019	4,680	5,331
Tugs - Maintenance & Expenses	16	8,799	7,329	9,079	8,691	9,052
Cost of Airfield Vehicle	14a	37	4,474	1,310	1,183	3,407
BMAM Charges	17	8,175	7,924	5,198	5,596	4,754
Total Day to Day Operating expenses		71,010	73,139	85,593	90,538	84,289
Surplus / (Loss) after cash expenses		29,952	40,651	63,791	38,003	58,199
Provisions for:						
	Notes	2021 \$	2020 \$	2019 \$	2018 \$	2017 \$
Bad Debts	26	1	0	(2,000)	1	(10,050)
Depreciation	18	26,536	27,805	28,613	30,328	31,819
Tugs - Future Maintenance	19	13,534	19,211	23,453	23,374	26,294
Glider - Future Maintenance	19, 31	(33,909)	1,370	1,749	1,452	1,887
Provision for uninsured aircraft	20	11,624	16,455	17,330	18,006	23,744
Total Expenses both Operating and Non Operating		88,795	137,980	154,738	163,699	157,982
Operating Surplus / (Loss)		12,166	(24,191)	(5,354)	(35,158)	(15,495)

Income and Expenditure Statement
For the year ended 30th June 2021

	Notes	2021 \$	2020 \$	2019 \$	2018 \$	2017 \$
SUMMARY of operations						
Operating Result						
Income from trading (excl interest)		99,470	110,993	148,660	127,434	140,634
Less expenses		(71,010)	(73,139)	(85,593)	(90,538)	(84,289)
Operating Surplus / (Loss)		28,460	37,855	63,067	36,896	56,345
Deduct non-cash expense provisions		(17,785)	(64,842)	(69,145)	(73,161)	(73,693)
Profit on Sale Assets (does not equal cash received)	23	21,818	-	-	-	-
Operating Surplus / (Loss) after Provisions		32,493	(26,987)	(6,078)	(36,265)	(17,348)
Add other income (Interest Received)		1,491	2,796	724	1,107	1,853
Operating Surplus / (Loss)		33,985	(24,191)	(5,354)	(35,158)	(15,495)

Balance Sheet
For the year ended 30th June 2021

	Notes	2021	2020	2019	2018	2017
		\$	\$	\$	\$	\$
CURRENT ASSETS						
Cheque Account		7,756	16,526	7,062	12,736	17,400
Term Deposit		104,081	102,630	100,000	-	-
Debit Mastercard		1,094	1,869	500	-	-
PayPal Account		51	5	-	124	342
Cash Management Account		96,906	107,870	162,721	235,015	226,920
Prepayments	21	1,050	4,009	4,545	3,745	7,856
Member Accounts (Receivable)		3,670	4,300	924	4,327	2,627
Provision for Doubtful Debts	26b	(500)	(500)	(500)	(2,500)	(2,500)
GST Paid (awaiting refund)	8	5,816	6,303	4,128	1,438	5,710
Promotional Items Inventory	30	1,221	-	-	-	-
TOTAL CURRENT ASSETS		221,144	243,011	279,380	254,887	258,355
NON-CURRENT ASSETS						
Land and Buildings @ cost & WDV	22	91,655	92,841	79,859	72,598	73,340
Gliders at Depreciated Value	23	361,092	380,214	400,325	421,478	443,727
Tugs at Depreciated Value	23	150,000	16,971	18,288	19,642	21,035
Equipment at Depreciated Value	23	43,167	28,699	34,058	39,442	45,385
Website under construction		-	-	-	2,500	-
TOTAL NON-CURRENT ASSETS		645,914	518,725	532,530	555,659	583,487
TOTAL ASSETS		867,059	761,736	811,911	810,546	841,842
Less CURRENT LIABILITIES						
Sundry Liabilities (Memberships timing)	25	0	5,406	12,649	9,815	9,578
Members Debentures	3	-	-	-	36,150	31,950
Members Accounts (in credit)	26a	2,076	2,411	6,462	1,448	-
Prepaid Gift Vouchers		1,000	1,000	1,000	1,000	1,000
Accruals for External Liabilities	24	(3,048)	6,596	7,620	15,462	13,642
Sundry Liabilities & Rounding	29	(2)	(2)	2,557	895	(2)
TOTAL CURRENT LIABILITIES		26	15,412	30,288	64,771	56,168
Less PROVISIONS						
Provision for Tug Maintenance	19	48,871	74,172	103,105	99,449	124,879
Provision for Glider Maintenance	19	16,891	50,800	49,430	49,463	48,011
Provision for uninsured aircraft	20	144,268	132,644	116,189	98,859	80,853
Scholarship Fund	28	21,481	21,481	21,481	1,232	-
TOTAL PROVISIONS		231,511	279,097	290,205	249,002	253,743
TOTAL LIABILITIES		231,536	294,508	320,492	313,773	309,911
NET ASSETS		635,522	467,227	491,418	496,772	531,931
MEMBERS EQUITY						
Made up as:						
Members' Funds Brought Forward		262,533	286,724	292,078	327,237	342,731
Current year surplus (loss)		33,985	(24,191)	(5,354)	(35,158)	(15,495)
Asset Revaluation Reserve	23	339,005	204,694	204,694	204,694	204,694
Closing Members' Funds		635,522	467,227	491,418	496,772	531,931
TOTAL MEMBERS' FUNDS		635,522	467,227	491,418	496,772	531,931

Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021

General

Statement of significant accounting policies

These financial statements are a Special Purpose Financial Report prepared in order to provide accounts which satisfy the needs of the members to understand the financial position of the Club at the end of the financial year. Under SAC 1, (Statement of Accounting Concepts) the Committee has determined that the club is not a Reporting Entity, and as such a Special Purpose Financial Report, rather than a General Purpose Financial Report is appropriate. The Committee has also determined that the club is a Tier One entity under the Associations Incorporation Reform Act 2012. Such Associations do not need to have their financial statements reviewed or audited, unless a majority of members present at a general meeting vote to do so.

These statements have been prepared in accordance with the following accounting standard with the following exceptions. 1. A cashflow statement has not been prepared. 2. The Club starting in the FY21 year now accounts for membership income on a billing basis, not an accruals basis. In the opinion of the Committee, a technical Accounting Standards based cashflow statement would not aid Members, and accounting for memberships on an accruals basis adds little value to understanding the Club results.

AASB 101: Presentation of Financial Statements (Not for Profit, Compilation)

These statements have been prepared on an accruals basis from the records of the Club. They are based on historical costs and do not take into account changing money values.

Income

Note 1 - Flying revenue

The Flying Revenue amount of \$68,124 comprises the revenue as follows:

		2021	2020	2019	2018
		\$	\$	\$	\$
Glider Revenue	(1a)	14,810	20,373	23,162	23,384
Tug Revenue	(1a)	36,162	43,423	50,134	48,641
AEF Revenue	(1b)	11,314	12,455	26,188	26,152
Miscellaneous (incl SSO, camp charges etc.)		5,837	8,429	12,213	8,497
		68,124	111,697	106,675	115,004

Flying revenue was significantly impacted by the COVID-19 restrictions.

(1a) Flying hours for Club aircraft are as follows:

		2021	2020	2019	2018
		hrs	hrs	hrs	hrs
Gliders					
CQP		0	18	53	8
NDG		100	126	161	129
VCS		50	45	47	76
VMF		26	29	74	62
VWR		114	142	175	171
XOA		26	36	46	37
ZRD		25	52	52	96
Tow aircraft					
BCK		0	0	75	101
TNC		101	125	98	72
Total		442	572	781	753
Capacity		1,280	1,280	1,280	1,280
Fleet utilisation		35%	45%	61%	59%

Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021

Note 2 - Subscriptions and Charges

This account contains revenue from membership fees charged to members. Accounting approach up until June 30, 2021 has been to prorate the fees based on the portion of the membership in the current financial year. (i.e. membership paid on May 1 would be two months in the current year and 10 months in the next year). As of July 1, 2021 the memberships fees will be taken fully into account the year in which they are received.

Membership subscription fees received during the year were impact by approximately \$4,500 in relation to the 3-month membership renewal holiday provided to all members in recognition of COVID restrictions.

Membership of the club of the club and GFA is as follows:

	2021	2020	2019	2018
Club Members	127	108	108	109
Club - flying (active)	94	91	91	89

Active flying membership excludes Associate (Social) and non-active life members.

Note 3 - Sundry revenue & Grants and Donations Received

This is income from Camp Fees, Hangar Rental, Account Finance Charges, Donations, Development Funds. Key items are hangar rental (\$6,146); and Victorian Government club COVID-19 grant (\$1,500).

Note 4 - Interest earned

This is income from interest earned on funds retained within the Club's bank accounts including the Term Deposit.

Expenses

Note 5 - Administration

This account holds costs associated with the administration of the club. This includes the costs associated with the club Post Office Box, Xero Accounting package, WildApricot membership system, email and cloud systems, website, web domain names, and log books etc.

Note 5a - Avgas & Oils

The price of Avgas as of June 30, 2021 was \$0.17/litre lower than at June 30, 2020 (including GST)

Note 6 - Bank Fees

Costs associated with maintaining bank accounts, the credit card facility, PayPal, and other payment facilities are listed in this account.

Note 7 - Clubhouse costs

This account contains the VMFG portion of expenses for running the clubhouse. The ratio split of operating costs between clubs is based on the published GFA Membership totals per club. The ratio split of capital costs between clubs is on an equal basis per club. No account has been received for this year so an estimated amount based on the prior year has been accrued.

Note 8 - General gliding related costs

This account contains costs associated with items related to gliding activities which are included in specific accounts and includes: Parachute repacks, Tow ropes, Tost Rings, Waste Oil collection, web cams. Also includes \$2,200 adjustment to GST refund balance sheet item following review of the GST account.

Note 9 - GFA fees

These reflect the purchase of prepaid memberships for AEF flights recovered through the sale of AEF flights and GFA forms used with Friend and Family flights.

Note 10 - Glider maintenance & expenses

There was no single major expense this year. Expenses included GFA Form 2 charges, VWR canopy edge repair, VMF wing repairs, NDG aileron repair, batteries, tapes and mylar. Costs associated with NDG wheel-up landing were recovered from the pilot.

Note 11 - No longer in use

Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021

Note 12 - Insurance Premiums Paid

The club pays for commercial insurance cover for 3rd party liability and hull cover on some aircraft to ensure the club remains viable in the event of a significant multi-asset loss event. The costs for this insurance are captured in this account.

Note 13 - Meetings and Events

This account contains the costs associated with Committee and Panel meetings room hire and the Annual Awards Dinner offset by member event fees charged. Due to COVID, all meetings and events were held virtually.

Note 14 - Miscellaneous / 14a Cost of Airfield Vehicle

Expenditure in these categories includes costs associated with glider trailers maintenance and registration, vehicle & bus costs including registration, and internet/phone charges.

Note 15 - Towing Services by Other Clubs

Cost of towing services provided by other clubs.

Note 16 - Tugs - Maintenance & Expenses (Excludes Long-term items charged to Maintenance Provision - see Note 19)

TNC: \$6,924; costs were mainly associated with the 100hr Inspection; TNC starter motor; TNC carburettor swap; flap selector; and oil filter spares and lube oil

Note 17 - BMAM Charges

BMAM (Bacchus Marsh Aerodrome Management) charge fees to cover the cost of running the Bacchus Marsh aerodrome. This account contains these fees as applied to the club.

Note 18 - Depreciation

Depreciation is a key figure in the clubs accounts due to the high capital value of the fleet. The figure used in these accounts is that in the depreciation schedule presented later in this report.

Note 19 - Future Maintenance

Aircraft maintenance is one of the largest expenses in the gliding club and has a significant impact on the year end financial position. Many of the expenses in the category fall due over long periods of time (> 10 years). The club recognizes this by taking up long term provisions ensuring funds are progressively set aside to meet these demands.

The provision for future Tug major maintenance items is primarily engine replacement/overhaul and airframe overhaul and fabric replacement. All other maintenance items are charged to annual maintenance paid expense. The provision amounts are determined by the Committee based on Tug Master research and estimate of future costs and are informed by historical actual costs.

Movements to the Tow Aircraft Maintenance Fund:

	2021	2020	2019	2018
	\$	\$	\$	\$
Fund starting balance	74,173	103,105	99,449	124,879
Current year accrual allocation	13,534	19,211	23,453	23,374
Expenditure acquitted against accrued funds	(38,835)	(48,143)	(19,797)	(48,804)
Closing fund balance	48,872	74,173	103,105	99,449

Tug major maintenance expenditure acquitted against the fund

(NB: Excluding GST)	2021	2020	2019	2018
	\$	\$	\$	\$
TNC: Airframe/Engine	-	-	-	48,804
BCK: Airframe/Engine	38,835	48,144	19,796	-

BCK airframe overhaul continued during the year and the aircraft is expected back on line during September. A further \$13,000 costs have been paid subsequent to June 30, 2021.



**Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021**

Movements to the Glider Maintenance Fund:

	2021	2020	2019	2018
	\$	\$	\$	\$
Fund starting balance	50,800	49,430	49,463	48,011
Expenditure acquitted against accrued funds	0	0	(1,782)	0
Current year accrual allocation	591	1,370	1,749	1,452
Reduction in liability associated with sold gliders	(34,500)			
Closing fund balance	16,891	50,800	49,430	49,463

The Glider maintenance Fund was reduced by \$34,500 to account for maintenance liability associated with gelcoat replacement for sold gliders (XQB, GVU, IZI, GSA, CQP). (July 2021 Committee resolution)

Note 20 - Provision for Uninsured Aircraft

The club has chosen to self-insure various club aircraft where it considers it can manage the risk more cost-effectively than via paying 3rd party insurance premiums. This approach means that club members take on additional risk.

The club sets its flying rates based on commercial insurance and self-insurance reserve requirements.

Provision for Uninsured Aircraft Balance

	2021	2020	2019	2018
	\$	\$	\$	\$
Provision for Uninsured Aircraft Opening Balance	132,644	116,189	98,859	80,853
Expenditure acquitted against accrued funds	0	0	0	0
Increase to Provision	11,624	16,455	17,330	18,006
Provision for Uninsured Aircraft Closing Balance	144,268	132,644	116,189	98,859

The club currently applies the following risk management insurance approach

	Ground risk	Transport risk	Liability	Flight Risk
BCK	V	NA	C	V
TNC	C	NA	C	V
VWR	V	V	C	V
VMF	C	V	C	V
NDG	V	V	C	V
ZRD	C	V	C	V
VCS	V	V	C	V
XOA	V	V	C	V

LEGEND

C = Commercial insurance
V = VMFG

Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021

Note 21 - Prepayments

Prepayments in the current year related to pre-purchased GFA Day Member forms on hand at year end.

Note 22 - Land and Buildings

The SE Hangar Bay 6, Bus Shelter, and the Duo Discus hangar are being depreciated over 40 years, Note: all other buildings were acquired prior to the Club amortising buildings.

	2020	2020	2019	2018
	\$	\$	\$	\$
Bacchus Marsh Land & Buildings at cost (MGC share)	15,774	15,774	15,774	15,774
Bus Shelter (MGC share) at Depreciated value	7,568	7,767	7,967	0
North Hangar at cost	5,237	5,237	5,237	5,237
South Hangar at cost	21,480	21,480	21,480	21,480
Club Workshop-Hangar at cost	16,000	16,000	16,000	16,000
Duo Hangar at Depreciated value	12,095	12,732	13,402	14,107
SE Hangar West Bay 6 at Depreciated value	13,502	13,852		
Total Land & Buildings	91,655	92,841	79,859	72,598

Note 23 - Gliders & Tugs; Fixed Assets Analysis

Refer to the separate sheet within this report for full detail of depreciated values of all aircraft & equipment.

Tow aircraft revaluation: As both tugs have recently completed major overhauls, the Committee elected to revalue VH-BCK and VH-TNC based on an estimated market value of \$75,000 each. A corresponding offset was charged to the Asset Revaluation Reserve.

Glider Sale: VH-CQP was sold for \$24,000 (including GST) generating \$21,818 cash (after GST).

Purchase of new equipment: The club purchased complete LXNAV S100 (Front/Rear) sets for the current glider fleet at a cost of \$19,414

Note 24 - Accrual for External Liabilities

As this report is on an accruals basis, this account is used to hold values for expenses recognised in the current period which remain unrepresented or unpaid at the end of the financial year.

Primary items: Expenses - Bacchus Marsh Gliding Committee of Mgt (\$5,595)

Note 25 - Sundry Debtors

This account is for the portion of Membership payments which relate to the following financial year. This treatment was ceased as of June 30, 2021. Memberships are now fully taken into account to revenue in the year in which they are received.

Note 26 - Member Accounts in Credit and Provision for Bad Debts

(26a) Member Accounts in Credit: All old accounts were closed in 2016-2017 and credit balances taken up. The credit balance now relates solely to 6 current members with overpayments.

(26b) Given the timely invoicing procedures in place and tight debtor control, the Committee retained the reduced value of \$500. The \$300 outstanding balance reported as at risk last year has now been successfully collected. There have been no bad debts associated with current members since prior to 2015. There are no amounts considered at risk.

Note 27 - Theft & Loss

There were no charges against theft and loss

Note 28 - Scholarship Fund

This account represents monies donated to the club and set aside for flying scholarship. Amount included \$20,000 donation to the David Wilson Memorial Fund in 2019.



Assoc. No. A0025166A & ABN 85 247 311 275

Notes to the Annual Financial Report & Accounts
For the year ended 30th June 2021

Note 29 - Sundry Liabilities

This amount reflects funds received in the current year, typically for the annual dinner held subsequent to year end (applicable to 2018-2019).

Note 30 - Promotional Items Inventory

This account represents inventory of caps and bucket hats at acquisition price

Note 31 - Change in accounting treatment & comment re item relating to prior year

One-time impact of change in accounting treatment for recognition of timing of membership receipts (previously pro-rated) = \$8,349. * Spreadsheets error (exacerbated by inability to physically check GFA Forms stock) which led to overstatement of GFA forms onhand = (\$3,340). * Change in accrual treatment for Awards & Trophies night timing (no-longer accrued) = \$752 * Reduction of the Provision for Glider Future Maintenance associated with the sale of XQB, GVU, IZI, GSA, CQP = \$34,500

Depreciation Schedule

Victorian Motorless Flight Group Inc.

For the year ended 30 June 2021

Name	Rate	Effective Life	Method	Cost	Opening Value	Purchases	Disposals	Depreciation	Closing Value
Airfield Bus									
Airfield Bus		10.00	SL	10,000.00	6,117.81	0.00	0.00	1,000.00	5,117.81
Total Airfield Bus				10,000.00	6,117.81	0.00	0.00	1,000.00	5,117.81
Bus Shelter - At Cost									
Bus Shelter		40.00	SL	7,983.98	7,767.43	0.00	0.00	199.60	7,567.83
Total Bus Shelter - At Cost				7,983.98	7,767.43	0.00	0.00	199.60	7,567.83
Club Workshop - at Cost									
Club Workshop	0.00%	0.00	SL	16,000.00	16,000.00	0.00	0.00	0.00	16,000.00
Total Club Workshop - at Cost				16,000.00	16,000.00	0.00	0.00	0.00	16,000.00
Duo Hanger - at Cost									
Duo Hanger	5.00%	0.00	DV	29,008.18	12,731.68	0.00	0.00	636.58	12,095.10
Total Duo Hanger - at Cost				29,008.18	12,731.68	0.00	0.00	636.58	12,095.10
L&B - at Cost									
L&B		0.00	None	15,774.27	15,774.27	0.00	0.00	0.00	15,774.27
Total L&B - at Cost				15,774.27	15,774.27	0.00	0.00	0.00	15,774.27
North Hanger - at Cost									
North Hangar	0.00%	0.00	SL	5,236.80	5,236.80	0.00	0.00	0.00	5,236.80
Total North Hanger - at Cost				5,236.80	5,236.80	0.00	0.00	0.00	5,236.80
Other Equipment - at Cost									
Cambridge 302 DDV VAR-E-11	10.00%	0.00	SL	1,704.86	0.00	0.00	0.00	0.00	0.00
Cambridge 302 VAR-E-19	10.00%	0.00	SL	1,704.85	0.00	0.00	0.00	0.00	0.00
ELT's for Fleet	10.00%	0.00	SL	3,200.00	0.00	0.00	0.00	0.00	0.00
Expeditions trailer R92-888	5.00%	0.00	SL	580.52	232.18	0.00	0.00	29.03	203.15
Expeditions trailer R92-888	5.00%	0.00	SL	4,839.42	1,705.90	0.00	0.00	241.97	1,463.93
Flarm equipment pool	10.00%	0.00	SL	9,339.55	0.00	0.00	0.00	0.00	0.00
Glider ground handling equipment		10.00	SL	3,689.37	2,020.07	0.00	0.00	368.93	1,651.14
Golf Buggy	10.00%	0.00	DV	3,636.36	2,017.22	0.00	0.00	201.72	1,815.50
LXNAV S100 Vario SN33848		10.00	SL	2,355.55	0.00	2,355.55	0.00	3.87	2,351.68
LXNAV S100 Vario SN33851		10.00	SL	2,355.55	0.00	2,355.55	0.00	3.87	2,351.68
LXNAV S100 Vario SN33852		9.00	SL	2,355.55	0.00	2,355.55	0.00	4.30	2,351.25

LXNAV S100 Vario SN33853		10.00	SL	2,355.55	0.00	2,355.55	0.00	3.87	2,351.68
LXNAV S100 Vario SN33854		10.00	SL	2,355.55	0.00	2,355.55	0.00	3.87	2,351.68
LXNAV S100 Vario SN33855		10.00	SL	2,355.55	0.00	2,355.55	0.00	3.87	2,351.68
LXNAV S100D Rear Seat Vario Repeater SN11082		10.00	SL	1,320.25	0.00	1,320.25	0.00	2.17	1,318.08
LXNAV S100D Rear Seat Vario Repeater SN11083		9.00	SL	1,320.25	0.00	1,320.25	0.00	2.41	1,317.84
LXNAV S100D Rear Seat Vario Repeater SN11085		10.00	SL	1,320.25	0.00	1,320.25	0.00	2.17	1,318.08
LXNAV S100D Rear Seat Vario Repeater SN11090		10.00	SL	1,320.25	0.00	1,320.25	0.00	2.17	1,318.08
MIG Welder MAINT-24	10.00%	0.00	SL	1,050.00	0.00	0.00	0.00	0.00	0.00
Mini Wedge Softie Parachute		5.00	SL	3,503.70	342.71	0.00	0.00	342.71	0.00
PARA ??	5.00%	0.00	SL	2,547.00	1,683.11	0.00	0.00	127.35	1,555.76
Parachute PARA-01	5.00%	0.00	SL	1,950.00	65.02	0.00	0.00	65.02	0.00
Parachute PARA-02	5.00%	0.00	SL	1,898.05	62.20	0.00	0.00	62.20	0.00
Parachute PARA-07	5.00%	0.00	SL	1,905.46	585.71	0.00	0.00	95.27	490.44
Parachute PARA-08	5.00%	0.00	SL	1,828.31	644.44	0.00	0.00	91.42	553.02
Parachute PARA-09	5.00%	0.00	SL	2,400.00	1,380.00	0.00	0.00	120.00	1,260.00
Parachute Purchase FX Fee		5.00	SL	20.00	5.96	0.00	0.00	4.00	1.96
Power FLARM (ASF) x 5		10.00	SL	21,639.00	11,836.41	0.00	0.00	2,163.90	9,672.51
Radios - Fleet	10.00%	0.00	SL	5,313.77	0.00	0.00	0.00	0.00	0.00
Total Other Equipment - at Cost				92,164.52	22,580.93	19,414.30	0.00	3,946.09	38,049.14

SE Hangar Bay West 6 - at Cost

SE Hangar West Bay 6		40.00	SL	14,000.00	13,851.78	0.00	0.00	350.00	13,501.78
Total SE Hangar Bay West 6 - at Cost				14,000.00	13,851.78	0.00	0.00	350.00	13,501.78

South Hanger - at Cost

South Hanger	0.00%	0.00	SL	21,479.51	21,479.51	0.00	0.00	0.00	21,479.51
Total South Hanger - at Cost				21,479.51	21,479.51	0.00	0.00	0.00	21,479.51

Tug - VH - BCK

BCK Radio installation cost		10.00	SL	1,350.00	766.11	0.00	0.00	135.00	631.11
BCK Radio Purchase		10.00	SL	1,725.00	978.91	0.00	0.00	172.50	806.41
Tug - BCK	5.00%	0.00	DV	50,000.00	12,237.09	0.00	0.00	611.85	11,625.24
Tug - VH-BCK - Revaluation to market	5.00%	0.00	DV	61,937.24	0.00	61,937.24	0.00	0.00	61,937.24
Total Tug - VH - BCK				115,012.24	13,982.11	61,937.24	0.00	919.35	75,000.00

Tug - VH - TNC

TNC Radio (installation cost)		10.00	SL	1,350.00	816.66	0.00	0.00	135.00	681.66
TNC Radio (Purchase)		10.00	SL	1,700.00	1,028.38	0.00	0.00	170.00	858.38
Tug - TNC	5.00%	0.00	DV	23,000.00	1,143.97	0.00	0.00	57.20	1,086.77
Tug - VH-TNC - Revaluation to market following major overhaul	5.00%	0.00	DV	72,373.19	0.00	72,373.19	0.00	0.00	72,373.19
Total Tug - VH - TNC				98,423.19	2,989.01	72,373.19	0.00	362.20	75,000.00

VH - NDG

Balance of charges re undercarriage upgrade on NDG	5.00%	0.00	DV	624.60	439.94	0.00	0.00	22.00	417.94
DG 1001	5.00%	0.00	DV	34,133.82	23,712.84	0.00	0.00	1,185.64	22,527.20
DG 1001	5.00%	0.00	SL	1,093.00	704.76	0.00	0.00	54.65	650.11

DG 1001 G meter and Vario display	5.00%	0.00 SL	1,163.09	749.99	0.00	0.00	58.15	691.84
DG 1001 glider VH-NDG	5.00%	0.00 DV	65,529.22	45,523.28	0.00	0.00	2,276.16	43,247.12
DG 1001 Import Costs	5.00%	0.00 DV	5,000.00	3,473.50	0.00	0.00	173.68	3,299.82
DG 1001 Import Costs	5.00%	0.00 DV	5,000.00	3,473.50	0.00	0.00	173.68	3,299.82
DG 1001 Import costs	5.00%	0.00 DV	5,000.00	3,473.50	0.00	0.00	173.68	3,299.82
DG 1001 Import costs	5.00%	0.00 DV	2,402.00	1,668.67	0.00	0.00	83.43	1,585.24
DG 1001 Instruments	5.00%	0.00 SL	2,661.35	1,716.01	0.00	0.00	133.07	1,582.94
DG 1001 Instruments	5.00%	0.00 SL	811.77	536.54	0.00	0.00	40.59	495.95
DG 1001 Quarantine Fees	5.00%	0.00 DV	40.00	27.78	0.00	0.00	1.39	26.39
DG 1001 Slot fees, Service fees, cartage etc	5.00%	0.00 DV	825.34	573.35	0.00	0.00	28.67	544.68
Retractable undercarriage upgrade Pt 1	5.00%	0.00 DV	6,165.00	4,342.51	0.00	0.00	217.13	4,125.38
VRM10 Variometer + VRM05 Variometer remote display	5.00%	0.00 SL	700.00	501.03	0.00	0.00	35.00	466.03
Total VH - NDG			131,149.19	90,917.20	0.00	0.00	4,656.92	86,260.28

VH - VCS

Glider - VCS	5.00%	0.00 DV	88,019.10	48,439.12	0.00	0.00	2,421.96	46,017.16
Total VH - VCS			88,019.10	48,439.12	0.00	0.00	2,421.96	46,017.16

VH - VMF

Glider - VMF	5.00%	0.00 DV	115,874.36	50,858.26	0.00	0.00	2,542.91	48,315.35
Total VH - VMF			115,874.36	50,858.26	0.00	0.00	2,542.91	48,315.35

VH - VWR

Brass plate with VH VWR	5.00%	0.00 DV	20.00	15.28	0.00	0.00	0.76	14.52
Customs Disbursement Charges	5.00%	0.00 DV	197.60	150.98	0.00	0.00	7.55	143.43
Glider VWR	5.00%	0.00 DV	164,521.18	125,716.42	0.00	0.00	6,285.82	119,430.60
Initial Package for Registration of DG 1001S Sailplane VH VWR	5.00%	0.00 DV	393.64	300.80	0.00	0.00	15.04	285.76
Materials for Fin Battery Facsimile VH VWR	5.00%	0.00 DV	59.95	45.81	0.00	0.00	2.29	43.52
Total VH - VWR			165,192.37	126,229.29	0.00	0.00	6,311.46	119,917.83

VH - XOA

SZD-51 Junior VH-XOA	5.00%	0.00 DV	13,750.00	10,689.99	0.00	0.00	534.50	10,155.49
Total VH - XOA			13,750.00	10,689.99	0.00	0.00	534.50	10,155.49

VH - ZRD

Glider - ZRD	5.00%	0.00 DV	82,495.50	53,079.82	0.00	0.00	2,653.99	50,425.83
Total VH - ZRD			82,495.50	53,079.82	0.00	0.00	2,653.99	50,425.83
Total		0.00	1,021,563.21	518,725.01	153,724.73	0.00	26,535.56	645,914.18