

TREASURER REPORT 2016

We are moving towards challenging years as revenue has remain flat while cost of running our Club has risen. For year 2016, the depreciation has increased substantially as we have spent quite a lot on capital expenditure.

For the year of 2017, we have proposed a capital expenditure of RM704,000.00 for 22 units of Club Car buggy. This is in line with our target of improving the facility of our Club. With this increase, we have achieved our optimal number of buggy. We are giving the option to our fellow golfers the choice of using buggy during competition as the number of caddies are dwindling. In doing so, we will be improving our revenue as the return on investment on buggy is quite high.

Over the years, we have invested quite a substantial sum in the purchasing of golf course equipment. In the foreseeable future, we will not be purchasing any new machinery but we have to replace old machinery. We have budgeted a sum of RM160,000.00 to purchase one unit green mower. Currently, these two green mowers have been in use for the past 12 to 15 years.

As for the pro-shop, the existing one is congested and we need to upgrade the pro-shop.

We have adopted a resolution to introduce CTOS Credit Reporting System to enable us to collect bad debts from our members. We have noticed that the amount due from members are increasing. Coupled with the uncertain economic future, we have to adopt this system to collect our member's dues as it constituted a major source of our revenue.

In moving forward, we have to be prudent in our spending. Though the capital expenditure is on the high side, we are confident that the fund used to purchase the buggies will be replenished very soon by the revenue generated from their usage. We are also confident that in years to come, we will not be having big capital expenditure. We have spent most of our club needs over the past 3 years.

Meanwhile all the things we do to upgrade our course would be futile if we as members do not clean our course, rake our bunkers and repair our green and divots. If each of us can contribute a small part, the sum of the part will help to make our course cleaner and more peasant to play.

We seek your cooperation to make our club great again.

As usual, happy golfing.

MICHAEL TANG