Sydney Cricket and Sports Ground Trust

AUDIT OPINION

The audits of the Trust and its controlled entity's financial statements for the year ended 28 February 2010 resulted in unqualified Independent Auditor's Reports.

OTHER INFORMATION

Unless otherwise stated, the following commentary relates to the consolidated entity.

Human Resources

This year I reviewed the following areas relating to human resources:

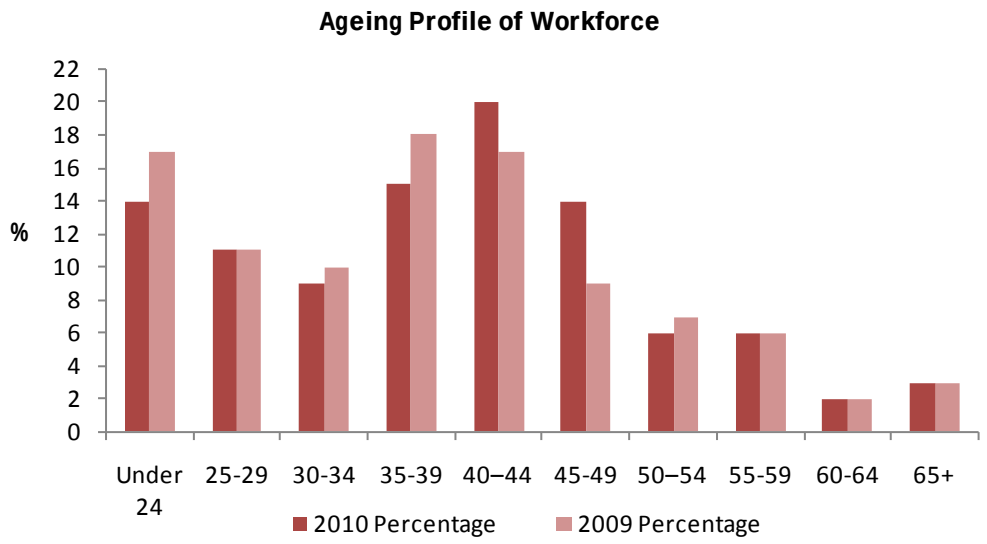
- employee age profile
- trend in long service leave liabilities
- extent of overtime.

A summary of the results of my review follows.

Workforce Ageing

Eleven per cent of the Trust's employees (10.0 per cent in 2008-09) are over 55 years of age and 17.0 (17.0) per cent over 50. Based on the age profile of its employees the Trust does not appear to have a significant risk from an ageing workforce.

The age profile of the Trust's employees is shown below:

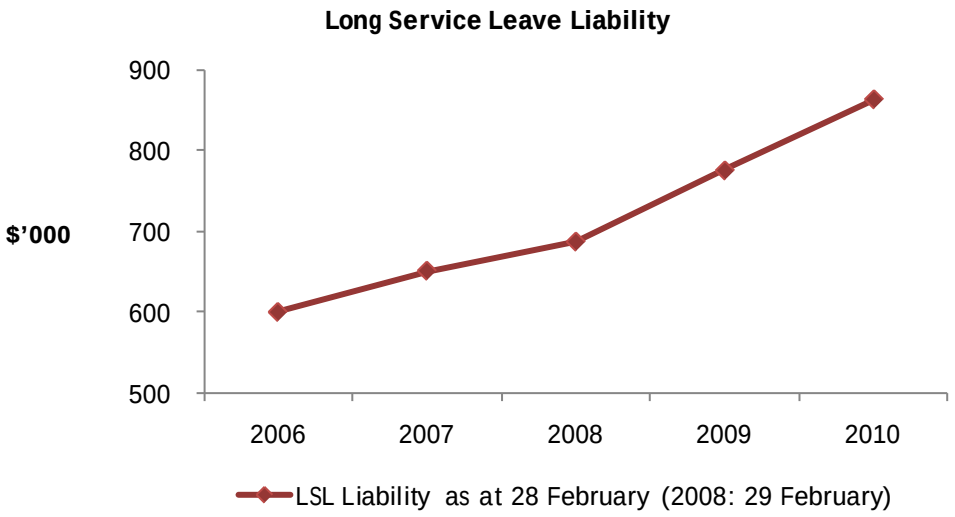


At 28 February	2010		2009	
Age Group	No. of Employees*	%	No. of Employees*	%
Up to 34	***34***	***34.0***	41	38.7
35-39	***15***	***15.0***	19	17.9
40-44	***20***	***20.0***	18	17.0
45-49	***14***	***14.0***	10	9.4
50-54	***6***	***6.0***	7	6.6
55-59	***6***	***6.0***	6	5.7
60-64	***2***	***2.0***	2	1.9
65+	***3***	***3.0***	3	2.8
Total	***100***	***100***	**106**	**100**

Source: Information provided by the Trust (unaudited)
* Number of employees based on full time equivalents

Long Service Leave Liability

The Trust's liability for long service leave entitlements at 28 February 2010 amounted to $863,000 ($775,000). This liability has increased by 43.8 per cent over the last five years.



The Trust will need to ensure it is has an adequate plan to fund this liability in the future, because long service leave liabilities continue to increase over time with increases in employee remuneration.

Overtime

Overtime payments in 2009-10 were $215,000 ($275,000), 3.2 per cent (4.1 per cent) of base salary expenses for the year. Thirty per cent (38.9 per cent) of employees received a payment for working overtime, receiving on average, $5,800 ($4,750) each in overtime payments.

FINANCIAL INFORMATION

Abridged Statements of Comprehensive Income

Year ended 28 February	2010 $'000	2009 $'000
Government grants	-	25,000
Membership	***15,795***	16,866
Hire fees	***17,885***	7,346
Catering	***12,269***	13,525
Other revenue	***25,003***	24,069
TOTAL REVENUE	***70,952***	86,806
Operating costs	***40,661***	34,657
Employee related expenses	***13,001***	13,471
Other expenditure	***13,896***	11,584
TOTAL EXPENDITURE	***67,558***	59,712
Gain/(Loss) on disposal of non-current assets	***2***	(166)
SURPLUS	***3,396***	26,928
OTHER COMPREHENSIVE INCOME		
Net increase in asset revaluation reserve	***14,439***	--
Superannuation actuarial gains/(losses)	***209***	(713)
TOTAL COMPREHENSIVE INCOME/(EXPENSES)	***14,648***	(713)
TOTAL COMPREHENSIVE INCOME	***18,044***	26,215

The Trust received an Australian Government grant of $25.0 million for the Victor Trumper Stand project in 2008-09. This project was completed in the previous year and no further government grants were received.

Hire fees and operating costs increased by $10.5 million and $6.0 million respectively, largely due to the Trust staging and promoting the Edinburgh Military Tattoo. Other events contributing to the increase included three concerts, four West Tigers home games and one soccer international.

Abridged Statements of Financial Position

At 28 February	2010 $'000	2009 $'000
Current assets	***21,298***	12,845
Non-current assets	***568,091***	559,236
TOTAL ASSETS	***589,389***	572,081
Current liabilities	***39,103***	33,144
Non-current liabilities	***35,160***	41,855
TOTAL LIABILITIES	***74,263***	74,999
NET ASSETS	***515,126***	497,082

The Trust revalued its land and buildings this year based on an independent assessment. This resulted in a $14.4 million increase in the value of non-current assets. The previous revaluation was performed in 2006-07.

Current assets increased by $8.5 million in 2009-10 largely due to a $9.6 million increase in cash and cash equivalents. Cash and cash equivalents increased due to receipts from major events held in February 2010. Current liabilities increased by $6.0 million as expenses associated with these events were paid in the next financial year in line with creditor trade terms

Non-current liabilities decreased by $6.7 million primarily due to a $5.9 million repayment of borrowings during 2009-10.

TRUST ACTIVITIES

The Trust is responsible for the care, control and management of the Sydney Cricket Ground and the Sydney Football Stadium.

The *Sydney Cricket and Sports Ground Act 1978* established the Trust as a Corporation. The Trust is subject to the control and direction of the Minister for Sport and Recreation.

The Trust consists of 15 members, 13 appointed by the Governor and two elected by members. Each Trustee is appointed for a term of up to four years.

For further information on the Trust, refer to www.scgt.nsw.gov.au.

CONTROLLED ENTITY

The following controlled entity has not been reported on separately as it is not considered material by its size or the nature of its operations to the consolidated entity.

Entity Name	Website
Sydney Cricket and Sports Ground Trust Division	*

* This entity does not have a website