



Variety Queensland Incorporated

**Financial Statements
For the Year Ended 30 September 2020**

ABN: 35940541014 IA 16832



variety
the children's charity

Table of Contents

30 September 2020

Financial Statements	Page
Committee of Management Report	1
Committee of Management Members	3
Statement of Comprehensive Income	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9
Statement by the Members of the Committee of Management	32
Independent Auditor's Report	33

Committee of Management Report

30 September 2020

Members of the Committee of Management

The Committee Members in office at the date of this report are set out on pages 3-4 of this report. The Committee Members had no interests in contracts or proposed contracts with Variety Queensland during the course of the financial year other than noted in the statutory information contained in this report.

Association Information

Variety Queensland Incorporated is an Incorporated Association in Queensland under the *Associations Incorporation Act 1981*. The Charity is a not-for-profit organisation and is prevented by its constitution from paying dividends.

The registered office of the Association is:

Unit 1
5 Ashtan Place
Banyo QLD 4014

The Association employed 20 staff as at 30 September 2020 (30 September 2019: 16).

Review of Operations

The principal activity of Variety Queensland Incorporated during the year was to supply material aid to children with special needs. No changes in the nature of the following activities occurred during the year; granting of individual and group appeals, provision of Variety Sunshine Coaches and Liberty Swings, Special Children's Christmas Parties and other outings.

The operating surplus for the year ended 30 September 2020 was \$5,726 (30 September 2019: \$305,740). Kids Support Framework appeals and delivery costs for the year ended 30 September 2020 totalled \$1,264,431 (30 September 2019: \$1,239,315).

Significant Events after Balance Date

Since the end of the financial year, the Committee Members have not become aware of any matter or circumstance not otherwise dealt with in the report or financial statements that has significantly, or may significantly, affect the operations of the Association, the results of those operations or the state of affairs of the Association in subsequent financial years.

In the opinion of the Committee Members there are no likely changes in the operations of the Association which will adversely affect the results in subsequent financial years.

Committee of Management Report


30 September 2020

Committee of Management Meetings

The number of Committee of Management Meetings held during the year and the number of meetings attended by each Committee Member is as follows:

Committee Member	Meetings Attended	Meetings Eligible to Attend
Peter Apel	15	17
Ben Cox	12	17
Helen Debenham	16	17
Nick Harwood	11	17
Duncan Murray	12	17
Jessica-Anne Saayman	17	17
Dr Paul Shumack	11	17

This report is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee on 08 December 2020 by:



Nick Harwood
Chairperson



Jessica-Anne Saayman
Treasurer

Committee of Management Members

30 September 2020

Peter Apel is a solicitor who has worked in private practice in Far North Queensland for over 30 years. He holds degrees in Commerce and Law, is a mediator and a Notary Public. Peter is a Past President and Life Member of the North Queensland Law Association and the Wildlife Conservancy of Tropical Queensland. He is also current Chair of the Quality Industry Training and Employment; a non-profit organisation dedicated to helping the most disadvantaged members of the community gain and retain employment. Peter has been involved in the Variety Bash since 2006.

Ben Cox has dedicated his career to changing the lives of others through his work in the not-for-profit sector. He has extensive experience in fundraising working with the Royal Children's Hospital Foundation, the Cerebral Palsy League, MS Queensland and Legacy. Ben is a passionate advocate for the not for profit sector and is an experienced speaker and thinker on the design, delivery and value of effective fundraising, marketing and communications programs. He also speaks regularly on mentoring, leadership and perseverance. Ben currently serves as Deputy Chair of the Fundraising Institute of Australia's (FIA) Queensland Executive Committee and as a National Director of FIA and sits on several fundraising and marketing advisory panels in the not-for-profit sector.

Helen Debenham is the owner and principal of HD Events, an events management company that assists with the delivery of successful and memorable events such as golf days, gala balls and charity events whose main aim is fundraising. Helen has organised several charity bike rides which has raised over \$2 million to support charities, including The Leukaemia Foundation, Royal Children's Hospital Foundation and Aussie Helpers. Helen's background also includes several years as an intensive care nurse in NSW and QLD. Helen and her husband John both feel very fortunate to have four healthy children and are strong believers in contributing to the community, particularly when children in need are involved.

Nick Harwood is a consultant and former partner of Deloitte Australia. Born in the UK, he completed his accounting studies with PwC in London before transferring to their Hong Kong Office. Nick moved to Australia in 2001, joining Deloitte until 2015. While at Deloitte Nick acquired a broad range of business experience, his roles included restructuring and managing companies, transaction management and due diligence, advising boards and executives. On leaving Deloitte, Nick joined a mining services company managing strategic implementation and special projects. He is currently studying an Executive MBA with IMD in Switzerland to further develop his consultancy skills. Nick previously served on the board of Common Ground Queensland, a not for profit organisation seeking to end homelessness in its communities. He is passionate about giving back some of his good fortune to communities.

Duncan Murray is a Specialist Emergency Physician, with experience in Public Hospitals and as Director of a Private Emergency Department. His interests include retrieval and remote area medicine, something Variety has been lucky enough to benefit from on the Bash. Director and owner of Xigent Locums, a medical locum agency, Duncan is also Medical Director for Falck (Australia). Duncan was first exposed to Variety on the Bash in 2012; since then has assisted in providing medical support on the Bash. Duncan is also a busy father of three.

Committee of Management Members

30 September 2020

Jessica-Anne Saayman is an independent consultant and specialist in Assurance Consulting Services. Following migration to Australia in late 2013, she joined Deloitte Australia as an assurance and advisory partner, and remained with the firm until 2017. On leaving Deloitte Australia, Jessica started her own consulting business, focusing on regulatory and advisory solutions for her clients. Her extensive experience in the areas of technical, assurance and advisory applicable to listed, unlisted, and privately held entities over a number of industries, and more recently the public and not-for-profit sectors, provides a wealth of knowledge for Variety as it faces new regulatory challenges affecting the not-for-profit sector. Her passion involves assisting her clients with practical solutions for legislative and governance issues affecting them. Jessica and her husband believe in paying their blessings forward, and in particular to children in need. She is excited to bring this passion and her financial expertise to the Variety Board to serve the broader community.

Dr Paul Shumack is the Managing Director of Australasian Aeromedical Specialist Services. His qualifications include MB BS, FAFOEMRACP, FACAsM, MRAsS, and Specialist Physician. He is a Group Captain in the RAAF Specialist Reserves. Paul has participated in many Variety Queensland events, donating his time as Chief Medical Officer. Paul has been a Committee of Management Member since the mid-eighties and is currently on the Appeals Committee as well as being the Chief Medical Officer.

Statement of Comprehensive Income
For the Year Ended 30 September 2020

	Note	2020 \$	2019 \$
Event Fees and Levies Income		227,253	931,252
Event Direct Costs		(225,298)	(749,292)
Net Event Contribution		1,955	181,960
Event Fundraising Income		1,380,121	2,789,814
Other Fundraising Income		1,693,854	1,197,620
Government COVID-19 Stimulus		453,500	-
Other Income		28,352	32,832
Total Revenue		\$3,557,782	\$4,202,226
Other Event Expenses		(764,244)	(1,238,518)
Fundraising Costs		(722,790)	(494,158)
Total Cost of Fundraising		(\$1,487,034)	(\$1,732,676)
Gross Profit		\$2,070,748	\$2,469,550
Advertising and Promotion		(19,228)	(42,878)
Communications		(37,830)	(36,788)
Depreciation and Amortisation	4(a)	(34,438)	(38,026)
Design, Printing and Stationery		(13,466)	(11,270)
Employee Expenses		(287,560)	(285,597)
Finance Costs	4(b)	(5,932)	(6,472)
Information Technology		(83,490)	(78,408)
Insurance		(21,911)	(20,375)
Motor Vehicle Expenses		(42,811)	(42,439)
Rent		(93,474)	(130,392)
Subscriptions		(25,962)	(48,534)
Travel and Accommodation		(20,996)	(14,023)
Utilities		(19,399)	(19,276)
Variety Australia and Variety International Fees		(41,530)	(61,665)
Other Expenses		(52,564)	(88,352)
Total Expenses		(\$800,591)	(\$924,495)
Surplus before Kids Support Framework appeals and delivery		\$1,270,157	\$1,545,055
Kids Support Framework - granted		(1,085,254)	(1,111,260)
Kids Support Framework - delivery		(179,177)	(128,055)
Surplus / (Deficit) for the Year		\$5,726	\$305,740

The accompanying notes form part of these financial statements.

Statement of Financial Position

As at 30 September 2020

	Note	2020 \$	2019 \$
Assets			
Current Assets			
Cash and Cash Equivalents	5	839,896	828,921
Trade and Other Receivables	6	147,570	173,050
Inventory		111,013	17,161
Other Current Assets	7	363,210	141,794
Investments	10	-	59,861
Total Current Assets		\$1,461,689	\$1,220,787
Non-Current Assets			
Property Plant and Equipment	8	140,889	176,941
Intangible Assets	9	4,987	12,910
Total Non-Current Assets		\$145,876	\$189,851
Total Assets		\$1,607,565	\$1,410,638
Liabilities			
Current Liabilities			
Trade and Other Payables	11	475,994	494,976
Provisions for Employee Benefits	12	140,435	99,698
Borrowings	13	26,067	24,693
Deferred Income		334,991	249,247
Total Current Liabilities		\$977,487	\$868,614
Non-Current Liabilities			
Provisions for Employee Benefits	12	24,758	16,363
Borrowings	13	158,234	84,301
Total Non-Current Liabilities		\$182,992	\$100,664
Total Liabilities		\$1,160,479	\$969,278
Net Assets		\$447,086	\$441,360
Equity			
Retained Earnings		447,086	441,360
Total Equity		\$447,086	\$441,360

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 September 2020

2019	Note	Retained Earnings \$	Total \$
Balance as at 01 October 2018		135,620	135,620
Surplus for the Year		305,740	305,740
Balance as at 30 September 2019		\$441,360	\$441,360
2020	Note	Retained Earnings \$	Total \$
Balance as at 01 October 2019		441,360	441,360
Surplus for the Year		5,726	5,726
Balance as at 30 September 2020		\$447,086	\$447,086

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 30 September 2020

	Note	2020 \$	2019 \$
Cash Flows from Operating Activities			
Receipts from Donors, Sponsors and Others		3,219,469	4,154,952
Payments to Suppliers and Employees		(2,938,088)	(3,376,153)
Interest Received		1,846	1,392
Interest Paid		(5,932)	(6,472)
Appeals Paid		(316,840)	(447,578)
Net Cash provided by / (used in) Operating Activities	5 (a)	<u>(\$39,545)</u>	<u>\$326,141</u>
Cash Flows from Investing Activities			
Payments for Property Plant and Equipment		(24,787)	(59,404)
Proceeds from Sale of Property Plant and Equipment		-	67,986
Net Cash from/(used in) Investing Activities		<u>(\$24,787)</u>	<u>\$8,582</u>
Cash Flows from Financing Activities			
Repayment of Borrowings		(24,693)	(24,909)
Proceeds from Borrowings	13	100,000	-
Net Cash provided by / (used in) Financing Activities		<u>\$75,307</u>	<u>(\$24,909)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents		10,975	309,814
Cash and Cash Equivalents at Beginning of Year		828,921	519,107
Cash and Cash Equivalents at End of Year	5	<u>\$839,896</u>	<u>\$828,921</u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 30 September 2020

1 Basis of Preparation

The financial statements cover Variety Queensland Incorporated as an individual entity. Variety Queensland Incorporated is an incorporated Association established under the provisions of the *Associations Incorporation Act 1981*. The Association is domiciled in Queensland and the registered office, which is the principal place of business, is located at:

Unit 1
5 Ashtan Place
BANYO QLD 4014

The financial statements of Variety Queensland Incorporated for the year ended 30 September 2020 were authorised for issue in accordance with a resolution of the Committee of Management on 8 December 2020.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards Board ('AASB'), the *Associations Incorporations Act 1981* and the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act 2012).

Historical Cost Convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

In the event of the Association being wound up, any property remaining after satisfaction of the debts and liabilities of the Association shall be distributed to another incorporated Association having objects similar to those of the Association; or for charitable or benevolent purposes, as determined by resolution of the Committee Members. No member, or former member, of the Association shall be a recipient of any assets after the winding up.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

Notes to the Financial Statements

For the Year Ended 30 September 2020

2 Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Property Plant and Equipment

Plant and equipment is measured on the cost basis and is therefore carried at cost less accumulated depreciation and any impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carry amount is written down immediately to its estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 2 (e) for details of impairment).

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised in profit and loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Assets	Depreciation Rate
Building Improvements	33.33%
Computer Equipment	30%
Plant and Equipment	20%
Motor Vehicles	20%

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the consolidated entity. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Sales of Non-current Assets

The gross proceeds of non-current asset sales are included at the date control of the asset passes to the buyer. The gain or loss on disposal of assets is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal.