



Financial Statements 2014/15

**JOY MELBOURNE INC.
(REG NO A0027660E)
BOARD OF DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2015**

Your Board of Directors submits the financial report for Joy Melbourne Inc. (the Association) for the financial year ended 30 June 2015.

Board of Directors

The names of the members of the Board of Directors throughout the year, and at the date of this report are:

Jed Gilbert	Elected November 2011
Geoffrey Devine	Elected October 2012
Laurie Cato-Smith	Elected October 2012
Trish Kerin	Elected October 2013
Cassie Chadwick	Elected October 2013
Melinda Rich	Elected October 2013
Stephanie Amir	Elected October 2014
Nathan Miller	Elected October 2014
Tanya Matthewson	Appointed March 2015
Zameel Saba	Resigned October 2014
Melanie Saba	Resigned October 2014
Sammy Cameron	Resigned March 2015

Principal Activities

The principal activity of the Association during the financial year was the provision of a community radio service to and for Melbourne's diverse gay and lesbian community.

Incorporation / Status

The Association was incorporated on the 28 June 1993 and is a prescribed association pursuant to the requirements of the Associations Incorporation Reform Act 2012.

Significant Changes

No significant change in the nature of the Associations activities occurred during the year.

Operating Result

The deficit from ordinary activities, before transfers to / from reserves for the year was \$14,454 (2014: deficit \$11,539) and no provision for income tax was required as the Association is exempt from income tax.

Signed in accordance with a resolution of the Board of Directors.


Chairman


Treasurer

Date:

29/9/15

JOY MELBOURNE INC.
(REG NO A0027660E)
BOARD OF DIRECTORS REPORT
FOR THE YEAR ENDED 30 JUNE 2015

The Board of Directors has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Board of Directors the financial report as set out on pages 2 to 11

- a) Presents a true and fair view of the financial position of Joy Melbourne Inc. as at 30 June 2015 and its performance for the year ended on that date.
- b) At the date of this statement, there are reasonable grounds to believe that Joy Melbourne Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board of Directors and is signed on behalf of the Board of Directors by:



Chairman



Treasurer

Date:

29/9/15

JOY MELBOURNE INC.
(REG NO A0027660E)
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Operating Revenue	2	1,026,601	848,573
Operating Expenses			
Audit Fees		(7,415)	(8,800)
Bank Charges		(5,412)	(4,704)
Depreciation & Amortisation		(61,977)	(59,670)
Staff Salaries & Wages		(481,098)	(375,702)
Fundraising expenses		(3,153)	(2,500)
Interest Expenses		(248)	(102)
Programming Expenses		(47,185)	(45,232)
Promotions and Publicity		(159,028)	(129,443)
Rent and Office Expenses		(237,571)	(197,167)
Telephone		(19,532)	(18,356)
Transmitter Costs		(18,436)	(18,436)
Operating Expenditure		(1,041,055)	(860,112)
Deficit after Income Tax		(14,454)	(11,539)
Other Comprehensive Income for the year		-	-
Total Comprehensive Income for the year		(14,454)	(11,539)

The accompanying notes form part of these financial statements.

JOY MELBOURNE INC.
(REG NO A0027660E)
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
CURRENT ASSETS			
Cash and Cash Equivalants	4	373,320	315,572
Trade and Other Receivables	5	38,512	34,116
Other Current Assets	6	21,536	24,793
TOTAL CURRENT ASSETS		433,368	374,481
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	145,975	158,876
Intangible Assets	8	-	695
TOTAL NON-CURRENT ASSETS		145,975	159,571
TOTAL ASSETS		579,343	534,052
CURRENT LIABILITIES			
Trade and Other Payables	9	16,981	9,582
Short Term Financial Liabilities	10	3,854	1,585
Provisions	11	54,658	47,743
Other	12	100,946	42,163
TOTAL CURRENT LIABILITIES		176,439	101,073
NON-CURRENT LIABILITIES			
Provisions	11	3,750	19,371
TOTAL NON-CURRENT LIABILITIES		3,750	19,371
TOTAL LIABILITIES		180,189	120,444
NET ASSETS		399,154	413,608
EQUITY			
Retained Profits	13	399,154	413,608
TOTAL EQUITY		399,154	413,608

The accompanying notes form part of these financial statements.

JOY MELBOURNE INC.
(REG NO A0027660E)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from sponsors, members, grants, donations and fundraising		1,079,377	843,125
Payments to suppliers and employees		(974,978)	(805,912)
Interest received		4,869	3,613
Borrowing costs paid		(248)	(102)
Net cash provided by operating activities – Note B		<u>109,020</u>	<u>40,724</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		<u>(51,272)</u>	<u>(18,487)</u>
Net cash used in investing activities		<u>(51,272)</u>	<u>(18,487)</u>
Net increase in cash held		57,748	22,237
Cash at beginning of year		<u>315,572</u>	<u>293,335</u>
Cash at end of year – Note A		<u>373,320</u>	<u>315,572</u>

The accompanying notes form part of these financial statements.

JOY MELBOURNE INC.
(REG NO A0027660E)
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

NOTES:	2015 \$	2014 \$
A RECONCILIATION OF CASH		
For the purpose of the statement of cash flows, cash and cash equivalents include cash on hand and in banks and investment in money markets. Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Cash and Cash Equivalent	373,320	315,572
B Reconciliation of net cash provided from operating activities to profit / (loss) after income tax		
Deficit after income tax	(14,454)	(11,539)
Non-cash flows in profit after tax		
Depreciation and Amortisation	61,977	59,670
Doubtful Debts	6,822	4,228
Loss on Disposal of Asset	2,891	0
Changes in Assets and Liabilities		
Decrease / (Increase) in trade and other receivables	(7,961)	1,385
Increase / (Decrease) in trade and other payables	68,451	(15,876)
Increase / (Decrease) in provisions	(8,706)	2,856
Net cash provided by operating activities	109,020	40,724
Amount of credit stand-by or financing facility in place, being a bank overdraft	30,000	30,000

There were no non-cash financing activities during the period.

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Australian Charities and Not-for-profits Commissions Act 2012. The Board of Directors has determined that the Association is not a reporting entity.

The financial report has been prepared on an accrual basis and is based on historic costs. It does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The financial report has been prepared in accordance with the following applicable Accounting Standards and Interpretations:

AASB 101:	Presentation of Financial Statements
AASB 107:	Cash Flow Statements
AASB 1031:	Materiality
AASB 1048:	Intrepretation and application of Accounting Standards

No other Accounting Standards, Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

a. Grants and Donation Income

Grants and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt. Any unspent amounts have been carried forward to the following financial year. All revenue is stated net of the amount of goods and services tax.

b. Membership Subscriptions Income

In accordance with generally accepted accounting principles for similar organisations, membership subscriptions are accounted for on a cash receipts basis.

c. Property, Plant and Equipment

Each class of property, plant and equipment are included at cost less depreciation and impairment losses or at independent valuation.

The carrying amount of plant and equipment is reviewed annually by the Board to ensure that it is not in excess of the recoverable amount of the assets.

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The depreciation amount of all fixed assets including buildings and capitalised leasehold improvements is calculated on a diminishing value basis over their useful lives to the Association commencing from the time the asset is held ready for use.

d. Income Tax

The Association has been granted exemption from income tax under section 50-15 of the Income Tax Assessment Act 1997, as amended.

e. Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

f. Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

g. Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at reporting date.

h. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term liquid investments with original maturities of three months or less.

i. Impairments

At each reporting date, the Association reviews the carrying values of its tangible and intangible assets to determine whether there is an indication that those assets have been impaired. If such an indication exists, the recoverable amount of the assets, being the higher of the asset's fair value cost to sell and the value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the profit & loss statement.

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

j. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

k. Investments

Investments held are originally recognised at cost which includes transaction costs. They are subsequently measured at fair value which is equivalent to the market bid price at reporting date. Movements in fair value are recognised through an equity reserve.

l. Comparative Figures

When required, comparative figures have been adjusted to conform to changes in presentation for the current year.

NOTE 2: OPERATING REVENUE

Income

	2015	2014
	\$	\$
Sponsorship Income	617,377	521,643
Donations	181,957	138,787
Membership Fees	100,111	109,027
Grants Received	93,415	42,884
Fundraising	10,116	15,663
Other Income	18,756	16,956
Interest Received	4,869	3,613
	1,026,601	848,573

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

NOTE 3: PROFIT	2015	2014
	\$	\$

Profit has been determined after:

Crediting as income:

Interest Received	4,869	3,613
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Charging as expenses:

Depreciation and impairment of plant and equipment	61,977	59,670
Auditors' remuneration	7,415	8,800

NOTE 4: CASH AND CASH EQUIVALENTS

Cash on hand	500	500
ANZ Joy Melbourne Inc.	116,043	79,411
ANZ Special Purpose Fundraising	54	12
ANZ Reserve Fund	15,168	27,218
ANZ On-Line interest Saver	241,355	208,231
Fundraising Float	200	200
	373,320	315,572

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade Debtors	54,427	39,427
Less Provision for Doubtful Debts	(15,915)	(10,448)
	38,812	28,979
Other Receivables	0	5,137
Total Trade and Other Receivables	38,812	34,116

NOTE 6: OTHER CURRENT ASSETS

Prepayments	21,536	24,793
	21,536	24,793

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 7: PROPERTY, PLANT AND EQUIPMENT		
Leasehold Improvements	132,697	132,697
Less Accumulated Depreciation & Impairment	(130,996)	(111,076)
	<u>1,701</u>	<u>21,621</u>
Computer Equipment	133,370	126,252
Less Accumulated Depreciation & Impairment	(100,554)	(94,830)
	<u>32,816</u>	<u>31,422</u>
Plant & Equipment	287,310	254,534
Less Accumulated Depreciation & Impairment	(182,986)	(159,160)
	<u>104,324</u>	<u>95,374</u>
Office Furniture and Equipment	46,682	46,682
Less Accumulated Depreciation & Impairment	(39,548)	(36,223)
	<u>7,134</u>	<u>10,459</u>
Total Property, Plant & Equipment	<u>145,975</u>	<u>158,876</u>
NOTE 8: INTANGIBLE ASSETS		
License Application	3,195	3,195
Less Amortisation	(3,195)	(2,500)
Total Intangible Assets	<u>-</u>	<u>695</u>
NOTE 9: TRADE AND OTHER PAYABLES		
CURRENT		
Trade Creditors	6,228	211
GST Payable	10,753	9,371
	<u>16,981</u>	<u>9,582</u>
NOTE 10: SHORT TERM FINANCIAL LIABILITIES		
CURRENT		
ANZ Visa Card	3,854	1,585
Total Short Term Financial Liabilities	<u>3,854</u>	<u>1,585</u>
NOTE 11: PROVISIONS		
Current		
Provision for Annual Leave & Bonuses	23,246	38,023
Provision for PAYG Withholding	15,143	3,907
Provision for Long Service Leave	5,563	0
Superannuation Payable	10,706	5,813
	<u>54,658</u>	<u>47,743</u>
Non - Current		
Provision for Long Service Leave	3,750	19,371
	<u>3,750</u>	<u>19,371</u>

JOY MELBOURNE INC.
(REG NO A0027660E)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
NOTE 12: OTHER		
CURRENT		
Accrued Charges	27,244	16,450
Income in Advance	73,702	25,713
	<u>100,946</u>	<u>42,163</u>

NOTE 13: EQUITY

Retained Earnings

Retained profits at the beginning of the year	413,608	425,148
Total Deficit for the year	(14,454)	(11,539)
Total Equity	<u>399,154</u>	<u>413,608</u>
Adjustment to prior year Equity	-	-
Total Equity	<u>399,154</u>	<u>413,608</u>

NOTE 14: COMMITMENTS

Operating Lease commitments

Payable – minimum lease payments		
Less than 12 months	8,960	-
Between 12 months & 5 years	20,203	-
	<u>29,162</u>	<u>-</u>

The equipment lease is a non-cancellable operating lease contracted but not recognised in the financial statement.
This agreement will expire in August 2018.

INDEPENDENT AUDITOR'S REPORT

To the members of Joy Melbourne Inc.

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Joy Melbourne Inc., which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Board of Directors Report.

The Board of Directors Responsibility for the Financial Report

The Board of Directors are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of Australian Charities and Not-for-profits Commission Act 2012 and is appropriate to meet the needs of the members. The Board of Directors responsibility also includes such internal control as the Board of Directors determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made the Board of Directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.



Opinion

In our opinion the financial report presents fairly, in all material respects, the financial position of Joy Melbourne Inc. as at 30 June 2015, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of Australian Charities and Not-for-profits Commission Act 2012.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Joy Melbourne Inc. to meet the requirements of Australian Charities and Not-for-profits Commission Act 2012. As a result, the financial report may not be suitable for another purpose.

BDO East Coast Partnership

A small, stylized version of the BDO logo, featuring the letters 'BDO' in a bold, blue, sans-serif font, with a vertical red bar to the left and a horizontal red line below.

A handwritten signature in black ink, appearing to read 'James Mooney'. The signature is written in a cursive, flowing style.
James Mooney
Partner

Melbourne, 29 September 2015

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