

Joy Melbourne Incorporated

A0027660E

Financial Statements

For the Year Ended 30 June 2024

JOY Melbourne Incorporated

A0027660E

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For the Year Ended 30 June 2024

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JOY Melbourne Incorporated

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Director's Report 30 June 2024

The Directors submit the financial report of the Association for the financial year ended 30 June 2024.

Directors

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

Names	Position
David McCarthy	President, Chair of Board
Madeleine Swain	Vice President
Tim Anderson	Treasurer Board, Chair of FRAC
Pete Holmes	Acting Secretary, Member BCC
Paul Horwell	Board Member, Chair BCC
Gary Singer	Board Member (resigned October 2023)
Nadine Cohen	Board Member
Ally Doyle	Board Member
Ange Barry	CEO (resigned February 2024)
Isabelle James	CEO (appointed February 2024, resigned September 2024)
Nevena Spirovska	Board Member (appointed December 2023)
John Wintle	Secretary

Directors have been in office since the start of the financial year to the date of this report, unless otherwise stated.

Principal activities

The principal activity of the Association during the financial year was the provision of a community media service to and for Australia's diverse LGBTIQ+ community and its allies.

Significant changes

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

Operating result

The deficit of the Association for the financial year amounted to \$296,799 (2023: surplus \$86,277)

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Director's Declaration

The directors declare that in the directors' opinion:

- there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*.

Chairman 
David McCarthy

Treasurer 
Tim Anderson

Dated 18 November 2024

JOY Melbourne Incorporated

Independent Audit Report to the members of JOY Melbourne Incorporated

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Andrew Fisher FCA, Partner (auditor registration number 306364) on behalf of
BG Assurance Pty Ltd, Chartered Accountants
Authorised audit company registration number 294178 (ACN 115 749 598)

18 November 2024
Melbourne, Australia

JOY Melbourne Incorporated

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Statement of Profit or Loss For the Year Ended 30 June 2024

	Note	2024 \$	2023 \$
Income			
Revenue	3	1,363,784	1,691,399
		1,363,784	1,691,399
Expenditure			
Employee benefits expense		1,133,769	1,030,842
Depreciation and amortisation expense		37,880	38,050
Other expenses		488,934	536,230
		1,660,583	1,605,122
(Deficit)/Surplus for the year		(296,799)	86,277
Total (Deficit)/Surplus for the year		(296,799)	86,277

The accompanying notes form part of these financial statements.

JOY Melbourne Incorporated

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Statement of Financial Position As At 30 June 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	608,860	857,490
Trade and other receivables	5	108,453	141,398
Prepayments		18,453	10,899
TOTAL CURRENT ASSETS		735,766	1,009,787
NON-CURRENT ASSETS			
Plant and Equipment	6	39,592	74,388
TOTAL NON-CURRENT ASSETS		39,592	74,388
TOTAL ASSETS		775,358	1,084,175
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	71,508	97,116
Employee benefits	9	50,299	46,761
Deferred income	8	50,902	50,002
TOTAL CURRENT LIABILITIES		172,709	193,879
NON-CURRENT LIABILITIES			
Employee benefits	9	8,718	-
TOTAL NON-CURRENT LIABILITIES		8,718	-
TOTAL LIABILITIES		181,427	193,879
NET ASSETS		593,931	890,296
MEMBERS' FUNDS			
Special reserve		35,625	42,111
Capital Funds reserve		894	460
Accumulated surplus		557,412	847,725
TOTAL MEMBERS' FUNDS		593,931	890,296

The accompanying notes form part of these financial statements.

JOY Melbourne Incorporated

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Statement of Changes in Equity For the Year Ended 30 June 2024

2024

	Accumulated Surplus	Special Reverse	Capital Funds Reserve	Total
	\$	\$	\$	\$
Balance at 1 July 2023	847,725	42,111	460	890,296
Deficit for the year	(296,799)	-	-	(296,799)
Recognition of additional funds to Capital Funds Reserve	-	-	434	434
Transfer of Bequest from Special Reserve	6,486	(6,486)	-	-
Balance at 30 June 2024	557,412	35,625	894	593,931

2023

	Accumulated Surplus	Special Reserve	Capital Funds Reserve	Total
	\$	\$	\$	\$
Balance at 1 July 2022	804,019	-	-	804,019
Surplus for the year	86,277	-	-	86,277
Transfer to Capital Funds Reserve	(460)	-	460	-
Transfer of Bequest to Special Reserve	(42,111)	50,000	-	7,889
Acquisition of Fixed Assets	-	(7,889)	-	(7,889)
Balance at 30 June 2023	847,725	42,111	460	890,296

The accompanying notes form part of these financial statements.

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Statement of Cash Flows For the Year Ended 30 June 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		1,229,056	1,538,602
Grants and Bequests		243,785	349,558
Interest received		4,114	2,220
Payments to suppliers and employees		(1,722,935)	(1,649,084)
Net cash provided by/(used in) operating activities	11	<u>(245,980)</u>	<u>241,296</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		(3,084)	(1,181)
Net cash provided by/(used in) investing activities		<u>(3,084)</u>	<u>(1,181)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Additional funds received into Capital Funds Reserves		434	-
Net cash provided by/(used in) financing activities		<u>434</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents held		(248,630)	240,115
Cash and cash equivalents at beginning of year		857,490	617,375
Cash and cash equivalents at end of financial year	4	<u>608,860</u>	<u>857,490</u>

The accompanying notes form part of these financial statements.

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Notes to the Financial Statements

For the Year Ended 30 June 2024

The financial statements cover JOY Melbourne Incorporated as an individual entity. JOY Melbourne Incorporated is a not-for-profit Association incorporated in Victoria under the *Associations Incorporation Reform Act 2012* ('the Act').

The principal activities of the Association for the year ended 30 June 2024 were to provide the opportunity for freedom of expression, the breaking down of isolation and the celebration of culture, achievements and pride of the diverse Gay and Lesbian Community by radio broadcasting.

The functional and presentation currency of JOY Melbourne Incorporated is Australian dollars.

The financial report was authorised for issue by the Committee of Management on .

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the opinion of the Committee of Management, the Association is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the Act.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* and AASB 1054 *Australian Additional Disclosures*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

The Association is preparing special purpose financial statements since the Governing body are on an opinion that the Association is not a reporting entity as users may obtain financial information they require upon request.

The financial statements and material accounting policies all comply with the recognition and measurement requirements in Australian Accounting Standards.

2 Material Accounting Policy Information

(a) Revenue and other income

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

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Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Material Accounting Policy Information

(a) Revenue and other income

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

Grant and donation income

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Membership subscription income

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

Provision of professional services

The Association earns revenue from provision of professional services, incorporating consulting advice. Revenue is recognised over time in the accounting period when services are rendered.

Fee arrangements include fixed fee arrangements, unconditional fee for service agreements ("time and materials"). In fee for service contracts, revenue is recognised up to the amount of fees that the Association is entitled to invoice for services performed to date based on contracted fees. The Association has determined that no significant financing component exists in respect of the professional services revenue streams since the period between when the Association transfers a promised good or service to a customer and when the customer pays for that good or service will be one year or less.

Other Income

Other income is recognised on an accrual basis when the Association is entitled to it.

(b) Income tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(c) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Notes to the Financial Statements

For the Year Ended 30 June 2024

2 Material Accounting Policy Information

(d) Volunteer services

No amounts are included in the financial statements for services donated by volunteers.

(e) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

(f) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and subject to an insignificant risk of change in value.

(g) Employee benefits

Provision is made for the Association's liability for employee benefits, those benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

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Notes to the Financial Statements For the Year Ended 30 June 2024

3 Other Revenue and Income

Revenue from continuing operations

- Grant received from government	221,623	223,157
- Donations and fundraising	284,060	393,426
- Membership fees	119,078	124,506
- Sponsorship income	388,324	719,785
- Bequests	250,008	50,000
- Interest received	4,114	2,220
- Other income	96,945	178,305

Total Revenue	1,364,152	1,691,399
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4 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash at bank and in hand	608,860	857,490
	608,860	857,490

5 Trade and Other Receivables

	2024	2023
	\$	\$
CURRENT		
Trade receivables	108,453	141,398
Total current trade and other receivables	108,453	141,398

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

JOY Melbourne Incorporated

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Notes to the Financial Statements For the Year Ended 30 June 2024

6 Property, Plant and Equipment

	2024	2023
	\$	\$
Office equipment		
At cost	481,658	478,575
Accumulated depreciation	(448,216)	(417,599)
Total office equipment	<u>33,442</u>	<u>60,976</u>
Computer equipment		
At cost	202,393	202,393
Accumulated depreciation	(196,243)	(188,981)
Total computer equipment	<u>6,150</u>	<u>13,412</u>
Total property, plant and equipment	<u><u>39,592</u></u>	<u><u>74,388</u></u>

7 Trade and Other Payables

	2024	2023
	\$	\$
CURRENT		
Trade payables	3,990	8,346
GST payable	10,101	28,749
Other payables	29,881	35,500
VPC Security Deposit Refundable	2,050	1,150
Accrued Expenses	25,486	23,371
	<u><u>71,508</u></u>	<u><u>97,116</u></u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

8 Other Financial Liabilities

	2024	2023
	\$	\$
CURRENT		
Deferred income	<u><u>50,902</u></u>	<u><u>50,002</u></u>

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Notes to the Financial Statements For the Year Ended 30 June 2024

9 Employee Benefits

	2024	2023
	\$	\$
Current liabilities		
Provision for employee benefits	5,345	4,826
Provision for Annual Leave	44,954	41,935
	<u>50,299</u>	<u>46,761</u>
Non-current liabilities		
Provision for Long service leave	<u>8,718</u>	-

10 Contingencies

In the opinion of the Committee of Management, the Association did not have any contingencies at 30 June 2024 (30 June 2023:None).

11 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net income to net cash provided by operating activities:

	2024	2023
	\$	\$
Profit for the year	(296,799)	86,277
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	37,880	38,050
- other non-cash movement	-	(51,170)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	32,945	298,172
- (increase)/decrease in other assets	(7,554)	1,440
- increase/(decrease) in income in advance	900	(123,252)
- increase/(decrease) in trade and other payables	(25,608)	(19,451)
- increase/(decrease) in employee benefits	12,256	11,230
Cashflows from operations	<u>(245,980)</u>	<u>241,296</u>

JOY Melbourne Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2024

12 Events After the End of the Reporting Period

The financial report was authorised for issue on 18 November 2024 by the Directors.

The Association's Chief Executive Officer (CEO), Isabel James, resigned effective 13 September 2024. Following the resignation, Board President, Paul Horwell, has assumed the role of Acting CEO on an interim basis while the Board conducts a search for a permanent successor. The Association's President, David McCarthy, resigned from the role effective 18 July 2024 but remains a board member. He has been succeeded by Paul Horwell who has assumed the role on a full-time basis.

These events are not reflected in the financial statements as at 30 June 2024 but are disclosed here in accordance with the relevant accounting standards for events occurring after reporting period.

The Association is confident that this transition will not materially impact its operations or financial position as of the reporting date. Further updates will be provided as appropriate in subsequent financial reporting period.

13 Statutory Information

The registered office and principal place of business of the company is:

JOY Melbourne Incorporated
Part Level 1, Victorian Pride Centre,
79 - 81 Fitzroy St,
St Kilda Victoria 3182

JOY Melbourne Incorporated

Independent Audit Report to the members of JOY Melbourne Incorporated

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of JOY Melbourne Incorporated (the Association), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the statement by members of the committee.

In our opinion, the accompanying financial report of the Association for the year ended 30 June 2024 is prepared, in all material respects, in accordance with the Associations Incorporation Reform Act 2012.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Association in accordance with the auditor independence requirements of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report is prepared to assist the Association in [its reporting requirements]. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012, and for such internal control as management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

JOY Melbourne Incorporated

Independent Audit Report to the members of JOY Melbourne Incorporated

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

BG Assurance Pty Ltd

BG Assurance Pty Ltd, Chartered Accountants
Authorised audit company number 294178 (ACN 115 749 598)

Andrew Fisher

Andrew Fisher FCA, Partner
Registration number 306364

Melbourne
18 November 2024