

Queensland Volleyball Association Inc.

Financial Statements

For the Year Ended 31 December 2020

Queensland Volleyball Association Inc.

ABN45 476 392 018

For the Year Ended 31 December 2020

	Page
Financial Statements	
Statement of Profit or Loss and Other Comprehensive Income	1
Statement of Financial Position	2
Statement of Changes in Equity	3
Statement of Cash Flows	4
Notes to the Financial Statements	5
Statement of Board of Management	12
Independent Audit Report	13

Queensland Volleyball Association Inc.

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2020

	Note	2020 \$	2019 \$
Revenue	2	1,227,766	1,555,642
Government Grants		231,100	231,100
Tournament competition related costs		(388,799)	(670,262)
Employee benefits expense		(437,662)	(512,326)
Administrative expense		(198,510)	(485,318)
Depreciation and amortisation expense		(15,068)	(20,615)
Bad Debts		(1,132)	(604)
Merchandise		(224)	(2,215)
Sundry expense		(5,010)	(4,000)
Event labour costs		(65,702)	(71,172)
Competition fees		(13,227)	(75,009)
Other expenses		(36,067)	-
Profit/ (loss) for the year		297,465	(54,779)
Other comprehensive income, net of income tax		-	-
Total comprehensive income for the year		297,465	(54,779)

The accompanying notes form part of these financial statements.

Queensland Volleyball Association Inc.

Statement of Financial Position

As At 31 December 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	648,548	92,722
Trade and other receivables	4	29,539	49,288
Inventories		24,764	23,417
Other Asset	5	34,902	63,796
TOTAL CURRENT ASSETS		737,753	229,223
NON-CURRENT ASSETS			
Property, plant and equipment	6	18,947	65,771
TOTAL NON-CURRENT ASSETS		18,947	65,771
TOTAL ASSETS		756,700	294,994
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	316,515	152,274
TOTAL CURRENT LIABILITIES		316,515	152,274
TOTAL LIABILITIES		316,515	152,274
NET ASSETS		440,185	142,720
MEMBERS' FUNDS			
Retained profits		440,185	142,720
TOTAL MEMBERS' FUND		440,185	142,720

The accompanying notes form part of these financial statements.

Queensland Volleyball Association Inc.

Statement of Changes in Equity

For the Year Ended 31 December 2020

2020

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2020	<u>142,720</u>	<u>142,720</u>
Profit/ (loss) for the year	<u>297,465</u>	<u>297,465</u>
Balance at 31 December 2020	<u><u>440,185</u></u>	<u><u>440,185</u></u>

2019

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2019	<u>197,499</u>	<u>197,499</u>
Profit/ (loss) for the year	<u>(54,779)</u>	<u>(54,779)</u>
Balance at 31 December 2019	<u><u>142,720</u></u>	<u><u>142,720</u></u>

The accompanying notes form part of these financial statements.

Queensland Volleyball Association Inc.

Statement of Cash Flows

For the Year Ended 31 December 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers / government grants	1,731,151	1,947,475
Payments to suppliers and employees	<u>(1,207,081)</u>	<u>(2,027,544)</u>
Net cash provided by/(used in) operating activities	8 <u>524,070</u>	<u>(80,069)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of plant and equipment	<u>31,756</u>	<u>(6,954)</u>
Net cash used by investing activities	<u>31,756</u>	<u>(6,954)</u>
Net increase/(decrease) in cash and cash equivalents held	555,826	(87,023)
Cash and cash equivalents at beginning of year	<u>92,722</u>	<u>179,745</u>
Cash and cash equivalents at end of financial year	3 <u>648,548</u>	<u>92,722</u>

The accompanying notes form part of these financial statements.

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

The financial statements cover Queensland Volleyball Association Inc. as an individual entity. Queensland Volleyball Association Inc. is a not-for-profit Association incorporated in Queensland under the *Associations Incorporation Act (QLD) 1981* (as amended by the *Associations Incorporation and Other Legislation Amendment Act (QLD) 2007*) ('the Act').

1 Summary of Significant Accounting Policies

Basis of preparation of Financial Statements

The financial report is a special purpose financial statement prepared in order to satisfy the financial reporting requirements of the Association Incorporation Act 1981 of Queensland. The Board of Management has determined that the association is not a reporting entity.

The financial statement has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specially states, current valuations of non-current assets.

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

(a) Going concern

The Board of Management have prepared the report on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business. This is deemed to be appropriate notwithstanding that subsequent to year end, the first quarter of the 2020 calendar year has seen significant business instability on a global level due to the Coronavirus pandemic.

This is based on the cashflow projections of the Board of Management on the assumption that the company will be able to trade in the future and is not subject to any significant regulatory or other conditions that could impact trading for any significant length of time.

These financial statements do not include adjustments relating to the recoverability and classification of recorded assets amounts or to the amounts and classification of liabilities that might be necessary should the company be affected by the above business instability as the Board are uncertain as to what the outcome of the situation might be at this point of time. The Board will continue to assess the situation as Government announcements are made.

(b) Change in accounting policy

Leases - Adoption of AASB16

The Association has not adopted AASB 16 *Lease* as the standard's key changes would have minimum impact on these financial statements.

(c) Revenue

Grant income

Grant revenue is recognised in the statement of profit or loss and other comprehensive income when the entity obtains control of the grant, it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably. When there are conditions attached to grant revenue relating to the use of those grants for a specific purposes it is recognised in the balance sheet as a liability until such conditions are met or services provided. Where the grant is for a specific period of time, it is recognised over that period of time.

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

1 Summary of Significant Accounting Policies (continued)

(c) Revenue (continued)

Membership fees and Competition fees

Membership and Competition fees revenue is recognised when money is received.

All revenue is stated net of the amount of goods & service tax.

(d) Income Tax

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

(e) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee 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. Long service leave is recognised after 8 years of service.

(f) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost of inventory is determined using the first-in-first-out basis.

(g) Property, Plant and Equipment

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

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a reducing balance basis over the assets useful life to the Association, commencing when the asset is ready for use.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation rate
Opening balance - Leased	30%
Furniture, Fixtures and Fittings	15%
Motor Vehicles	15%
Office Equipment	7.5 - 37.5%
Computer Equipment	10%

(h) 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 which are subject to an insignificant risk of change in value.

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

1 Summary of Significant Accounting Policies (continued)

(i) 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 Australian 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.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) Economic Dependence and Continuing Operations

Queensland Volleyball Association Inc. is dependent upon the ongoing receipt of grant income from the Department of National Parks, Sport, Recreation and Racing.

Should the financial support from the above mentioned party be withdrawn or significantly reduced, there would be uncertainty as to whether Queensland Volleyball Association Inc. would continue as a going concern and it might have to significantly restructure its overall financial and business activities. At the date of this report the directors have secured funding commencing from 1 January 2020 to 30 June 2021.

This funding is based on performance measures of a quantitative and qualitative nature focusing on grassroots participation, club and association support and development and service delivery by the Association.

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

2 Revenue

	2020	2019
	\$	\$
Participant contributions	638,351	1,142,979
Membership Fees	225,870	232,805
Reimbursements	3,177	49,420
Sale of merchandise	28,363	2,745
Australian Government Cash Flow Boost	81,332	-
Australian Government JobKeeper	139,500	-
Sponsorship	67,178	34,993
Bank Interest	113	-
Other income	9,333	44,545
Course fees and accreditation	34,549	48,155
Total Revenue	1,227,766	1,555,642

3 Cash and cash equivalents

Cash on hand	-	117
Cash at bank	648,548	92,605
	648,548	92,722

4 Trade and other receivables

CURRENT		
Trade receivables	29,539	49,288
	29,539	49,288

5 Other assets

CURRENT		
Prepayments	3,066	4,681
Other Asset	31,836	59,115
	34,902	63,796

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

	2020	2019
	\$	\$
6 Property, plant and equipment		
Office equipment		
At cost	10,615	19,369
Accumulated depreciation	<u>(5,691)</u>	<u>(11,129)</u>
Total office equipment	<u>4,924</u>	8,240
Motor vehicles		
At cost	39,012	39,012
Accumulated depreciation	<u>(34,044)</u>	<u>(33,167)</u>
Total motor vehicles	<u>4,968</u>	5,845
Competition equipment		
At cost	16,624	104,844
Accumulated depreciation	<u>(7,569)</u>	<u>(53,158)</u>
Total competition equipment	<u>9,055</u>	51,686
Total property, plant and equipment	<u><u>18,947</u></u>	<u><u>65,771</u></u>
7 Trade and other payables		
CURRENT		
Trade payables	9,790	10,496
Income in advance	177,760	62,949
Sundry creditors and accruals	<u>128,965</u>	<u>78,829</u>
	<u><u>316,515</u></u>	<u><u>152,274</u></u>

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

	2020	2019
	\$	\$
8 Cash Flow Information		
(a) Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	<u>648,548</u>	<u>92,722</u>
	<u>648,548</u>	<u>92,722</u>
(b) Reconciliation of result for the year to cashflows from operating activities		
Reconciliation of net income to net cash provided by operating activities:		
Profit for the year	297,465	(54,779)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
- depreciation	15,068	20,615
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries:		
- (increase)/decrease in trade and other receivables	19,748	(328)
- (increase)/decrease in prepayments and other assets	28,894	(2,966)
- (increase)/decrease in inventories	1,346	2,309
- increase/(decrease) in income in advance	114,810	(20,656)
- increase/(decrease) in trade and other payables	(705)	304
- increase/(decrease) other creditors and accruals	40,634	(731)
- increase/(decrease) in provisions	6,810	(23,837)
Cashflow from operations	<u>524,070</u>	<u>(80,069)</u>
9 Capital and Leasing Commitments		
(a) Operating Leases		
Payable - minimum lease payments		
- not later than one year	17,255	16,888

Operating leases have been taken out for the rent on the office premises

10 Events Occurring After the Reporting Date

On 11 March 2020, the World Health Organisation ("WHO") declared a pandemic in respect of the increasing cases of Coronavirus being recorded on a global basis. Since the WHO declaration, The Australian Commonwealth and State governments have been implementing various policy measures to respond to the pandemic, including quarantine measures and economic stimulus packages. At this time, the entity is unable to determine the extent of the future impact of the pandemic.

Queensland Volleyball Association Inc.

Notes to the Financial Statements

For the Year Ended 31 December 2020

10 Events Occurring After the Reporting Date (continued)

The Queensland Volleyball Association Inc Board of Management has resolved to:

- Take the necessary steps during the COVID-19 virus pandemic to preserve staffing where possible using accumulated leave and JobKeeper government support;
- Eliminate unnecessary expenditure during any closure period;
- Ensure ongoing solvency; and
- Ensure the organisation is in a financial position at the end of the closure to return its operations to the customary calendar of events.

11 Association Details

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

Queensland Volleyball Association Inc.

Suite 1.11, Sports House

150 Caxton Street

Milton QLD 4064.

Queensland Volleyball Association Inc.

Statement of Board of Management

The Board of Management 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.

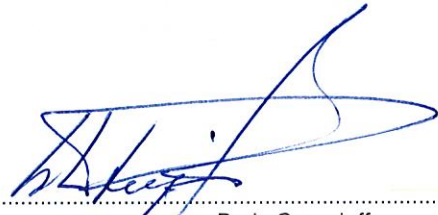
In the opinion of the Board of Management the financial report as set out on pages 1 - 11:

1. Presents fairly the financial position of Queensland Volleyball Association Inc. as at 31 December 2020 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Queensland Volleyball Association 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 Management and is signed for and on behalf of the Board of Management by:



.....
Russell Egan



.....
Boris Georgieff

Brisbane, 21 April 2021

Independent Auditor's Report to the members of Queensland Volleyball Association Inc.

Report on the Financial Report

We have audited the accompanying financial report of Queensland Volleyball Association Inc., which comprises the statement of financial position as at 31 December 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

In our opinion, except for the effects of the matter described in the Basis of Qualified Opinion section of our audit report, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of the *Association Incorporations Act (QLD) 1981*.

Basis for Opinion

Cash transactions

As is common for organisations of this type, it is not practicable for the Queensland Volleyball Association Inc. to maintain an effective system of internal control over income including sponsorships and informal fundraising activities until their initial entry into the accounting records.

Accordingly, our audit in relation to these activities was limited to the amounts recorded. Consequently, we were unable to determine whether any adjustments to these amounts were necessary. The audit opinion expressed in this report has been formed on the above basis.

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 Queensland Volleyball Association Inc. in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (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 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Queensland Volleyball Association Inc. to meet the requirements of the *Associations Incorporation Act (QLD) 1981*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee and those charged with governance for the Financial Report

The Committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Incorporation Act (QLD) 1981* and for such internal control as the committee determines 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.

In preparing the financial report, the committee is responsible for assessing Queensland Volleyball Association Inc.'s ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and

using the going concern basis of accounting unless management either intends to liquidate Queensland Volleyball Association Inc. or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Queensland Volleyball Association Inc.'s financial reporting process.

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee and those charged with governance.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Committee and those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Mazars Audit (QLD) Pty Limited
Authorised Audit Company: 338599



Michael Georghiou
Director
Brisbane, 22 April 2021