

Victorian Folk Music Club Inc

Financial Statements

For the year ended 31 March 2025

Dainbridge Taxation

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Victorian Folk Music Club Inc
Committee's Report
For the year ended 31 March 2025

Your committee members submit the financial accounts of the Victorian Folk Music Club Inc for the financial year ended 31 March 2025.

Committee Members

The names of committee members at the date of this report are:

Principal Activities

The principal activities of the association during the financial year were: Promotion of folk music.

Significant Changes

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

Operating Result

The profit from ordinary activities after providing for income tax amounted to

Year ended 31 March 2025	Year ended 31 March 2024
\$ 3,245.61	\$ (669.95)

Signed in accordance with a resolution of the Members of the Committee on:

Victorian Folk Music Club Inc
Income and Expenditure Statement
For the year ended 31 March 2025

	2025	2024
	\$	\$
Income		
Dance door	6,878.60	2,719.84
Sessions door	3,481.19	3,385.79
Guest Night door	8,145.82	8,205.71
Wattle Day receipts	342.21	570.78
Ball door	1,271.79	665.12
Membership subscriptions	2,839.12	1,692.95
Concert party donations	1,400.00	1,725.00
Interest received	2,441.18	1,370.57
Other non-operating revenue	658.97	510.33
Total income	27,458.88	20,846.09
Expenses		
Newsletter	916.62	785.76
Audit fees	484.00	484.00
Booking fees	301.08	295.98
Dance	5,354.09	1,819.43
Sessions	2,791.49	97.80
Guest night	7,435.95	5,891.58
Wattle Day	420.00	324.25
Publications	161.50	
Ball	1,021.89	61.80
Depreciation - plant	1,031.70	552.00
Filing Fees	147.20	252.30
Hall hire		5,622.50
Insurance	619.30	619.30
Postage	159.00	178.00
Storage	1,669.52	1,265.80
Sundry expenses	1,699.93	3,265.54
Total expenses	24,213.27	21,516.04
Profit from ordinary activities before income tax	3,245.61	(669.95)
Income tax revenue relating to ordinary activities		
Net profit attributable to the association	3,245.61	(669.95)
Total changes in equity of the association	3,245.61	(669.95)

These financial statements are unaudited. They must be read in conjunction with the attached Accountant's
Compilation Report and Notes which form part of these financial statements.

Victorian Folk Music Club Inc
Income and Expenditure Statement
For the year ended 31 March 2025

	2025	2024
	\$	\$
Opening retained profits	662.50	1,332.45
Net profit attributable to the association	3,245.61	(669.95)
Closing retained profits	<u><u>3,908.11</u></u>	<u><u>662.50</u></u>

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Victorian Folk Music Club Inc
Detailed Balance Sheet as at 31 March 2025

	Note	2025	2024
		\$	\$
Current Assets			
Cash Assets			
Cash At Bank		7,956.24	4,120.11
Term Deposit 5010 3437		19,507.47	20,688.05
Term Deposit 159675354		35,841.75	34,219.99
		63,305.46	59,028.15
Total Current Assets		63,305.46	59,028.15
Non-Current Assets			
Property, Plant and Equipment			
Plant & equipment - at cost		6,970.67	6,970.67
Less: Accumulated depreciation		(5,587.73)	(4,911.73)
Books & CDs		10,463.20	10,463.20
Less: Accumulated depreciation		(10,463.20)	(10,107.50)
		1,382.94	2,414.64
Total Non-Current Assets		1,382.94	2,414.64
Total Assets		64,688.40	61,442.79
Net Assets		64,688.40	61,442.79
Members' Funds			
Issued Capital			
Members Funds		60,780.29	60,780.29
Accumulated surplus (deficit)		3,908.11	662.50
Total Members' Funds		64,688.40	61,442.79

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Victorian Folk Music Club Inc
Notes to the Financial Statements
For the year ended 31 March 2025

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act . In the opinion of the committee the association is not a reporting entity because it is not reasonable to expect the existence of users who rely on the association's general purpose financial statements for information useful to them for making and evaluating decisions about the allocation of resources.

The financial report has been prepared in accordance with the Associations Incorporations Act , the basis of accounting specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of Accounting Standards AASB 101: Presentation of Financial Statements, AASB 107: Cash Flow Statements, AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors, AASB 1031: Materiality and AASB 1054: Australian Additional Disclosures.

The association has concluded that the requirements set out in AASB 10 and AASB 128 are not applicable as the initial assessment on its interests in other entities indicated that it does not have any subsidiaries, associates or joint ventures. Hence, the financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The association has not assessed whether these special purpose financial statements comply with all the recognition and measurement requirements in Australian Accounting Standards.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money values or, except where specifically stated, 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 this financial report.

(a) Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

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

Class of Fixed Asset	Depreciation Rate
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*****Please enter classes of fixed asset and depreciation rates here*****

(b) Impairment of Assets

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and 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 income statement.

(c) Cash and Cash Equivalents

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

Victorian Folk Music Club Inc
Notes to the Financial Statements
For the year ended 31 March 2025

(d) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

The association has applied AASB 15: Revenue from Contracts with Customers (AASB 15) and AASB 1058: Income of Not-for-Profit Entities (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: Revenue and AASB 1004: Contributions.

In the current year

Contributed Assets

The association receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, the association recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer).

The association recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amount.

Operating Grants, Donations and Bequests

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association:

- identifies each performance obligation relating to the grant
- recognises a contract liability for its obligations under the agreement
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (eg. AASB 9, AASB 16, AASB 116 and AASB 138)
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer)
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

Capital Grant

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

Victorian Folk Music Club Inc
Notes to the Financial Statements
For the year ended 31 March 2025

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest Income

Interest revenue is recognised using the effective interest rate method.

Dividend Income

The association recognises dividends in profit or loss only when the right to receive payment of the dividend is established.

Income from Sale of Goods

The association publishes and sells books and magazines publications to the general public. Revenue is recognised when control of the products has transferred to the customer. For such transactions, this is when the products are delivered to the customers. Volume discounts could be provided with the sale of these items, depending on the volume of aggregate sales made to eligible customers over every six-month period. Revenue from these sales is based on the price stipulated in the contract, net of the estimated volume discounts. The volume discounts are estimated using historical experience and applying the expected value method. Revenue is then only recognised to the extent that there is a high probability that a significant reversal of revenue will not occur. Where there is expected volume discounts payable to the customers for sales made until the end of the reporting period, a contract liability is recognised.

A receivable will be recognised when the goods are delivered. The association's right to consideration is deemed unconditional at this time as only the passage of time is required before payment of that consideration is due. There is no significant financing component because sales (which include those with volume discounts) are made within a credit term of 30 to 45 days.

Customers have a right to return products within 60 days as stipulated in the current contract terms. At the point of sale, a refund liability is recognised based on an estimate of the products expected to be returned, with a corresponding adjustment to revenue for these products.

Consistent with the recognition of the refund liability, the association further has a right to recover the product when customers exercise their right of return so consequently the company recognises a right to returned goods asset and a corresponding adjustment is made to cost of sales.

Historical experience of product returns is used to estimate of the number of returns on a portfolio level, using the expected value method. It is considered highly probable that significant reversal in the cumulative revenue will not occur given the consistency in the rate of return presented in the historical information.

All revenue is stated net of the amount of goods and services tax (GST).

In the comparative period

Non-reciprocal grant revenue was recognised in profit or loss when the association obtained control of the grant and it was probable that the economic benefits gained from the grant would flow to the entity and the amount of the grant could be measured reliably.

If conditions were attached to the grant which must be satisfied before the association was eligible to receive the contribution, the recognition of the grant as revenue was deferred until those conditions were satisfied.

When grant revenue was received whereby the association incurred an obligation to deliver economic value directly back to the contributor, this was considered a reciprocal transaction and the grant revenue was recognised in the statement of financial position as a liability until the service had been delivered to the contributor; otherwise the grant was recognised as income on receipt.

The association received non-reciprocal contributions of assets from the government and other parties for no or nominal value.

These assets were recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Victorian Folk Music Club Inc
Notes to the Financial Statements
For the year ended 31 March 2025

Donations and bequests were recognised as revenue when received.

Interest revenue was recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

Dividend revenue was recognised when the right to receive a dividend had been established.

Rental income from operating leases was recognised on a straight-line basis over the term of the relevant leases.

Revenue from the rendering of a service was recognised upon the delivery of the service to the customer.

(e) 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 Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the assets and liabilities statement.

Victorian Folk Music Club Inc
Statement by Members of the Committee
For the year ended 31 March 2025

The Committee 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 Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statements:

1. **Presents fairly the financial position of Victorian Folk Music Club Inc as at 31 March 2025 and its performance for the year ended on that date.**
2. **At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.**

The Committee is responsible for the reliability, accuracy and completeness of the accounting records and the disclosure of all material and relevant information.

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

DB Fraser 11/6/25

Don Fraser

TREASURER

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Compilation Report and Notes which form part of these financial statements.**

Victorian Folk Music Club Inc
Certificate by Member of the Committee
For the year ended 31 March 2025

I, of [ENTER ADDRESS] certify that:

- a. **I attended the annual general meeting of the association held on .**
- b. **The financial statements for the year ended 31 March 2025 were submitted to the members of the association at its annual general meeting.**

Dated