

Not-For-Profit - Association Report

Brisbane Art Directors Club Inc

ABN 41 360 791 543

For the year ended 31 December 2019

Prepared by HS Plus Accountants

Contents

3	Committee's Report
5	Income and Expenditure Statement
7	Assets and Liabilities Statement
8	Notes to the Financial Statements
12	Movements in Equity
13	Statement of Cash Flows - Direct Method
14	True and Fair Position
15	Auditor's Report
17	Certificate By Members of the Committee

Committee's Report

Brisbane Art Directors Club Inc For the year ended 31 December 2019

Committee's Report

Your committee members submit the financial report of Brisbane Art Directors Club Inc for the financial year ended 31 December 2019.

Committee Members

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

Committee Member	Position
Stuart Myerscough	President
Mikael Wedemeyer	Treasurer

Principal Activities

A club for "Creative Individuals". BADC has always been a creative club, a club of individuals who worship the altar of the different, the original, the new and the unexpected. However, creativity is a character trait, not a job description. You don't have to come from the creative department of an agency to be a creative person. You don't have to be a director or an editor.

Significant Changes

No significant changes in the association during the year

The surplus after providing for income tax for the financial year amounted to, as per below:

Year ended 31 December 2019	\$32,375.47
Year ended 31 December 2018	\$(14,668.20)

Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

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

Stuart Myerscough (President)

Date 30 / 06 / 2020



Mikael Wedemeyer (Treasurer)

Date 30 / 06 / 2020

Income and Expenditure Statement

Brisbane Art Directors Club Inc For the year ended 31 December 2019

	2019	2018
Income		
Donations		
Award Entries	54,735	-
Awards Night Tickets	54,763	8,091
Event Tickets	436	-
Memberships	12,510	-
Product Sales	4,505	-
Sponsorship	85,000	42,500
Total Donations	211,949	50,591
Fundraising		
Sales	62,423	175,139
Total Fundraising	62,423	175,139
Total Income	274,373	225,730
Cost of Sales		
Event Entertainment/Host	74,820	24,506
Total Cost of Sales	74,820	24,506
Gross Surplus	199,553	201,224
Expenditure		
Travel and Accommodation	1,207	5,947
Advertising	1,623	966
Annual	-	1,286
Bad debts	360	-
Bank Fees	71	1,810
Bookkeeping fees	6,365	8,301
Consulting & Accounting	4,250	5,250
Entertainment	200	3,708
Event Catering	2,811	8,174
Event Equipment Hire	32,288	25,795
Event Travel & Accommodation	13,747	7,350
Event Venue Hire	53,424	75,729
General Expenses	4,339	3,401
Insurance	644	647
Legal expenses	-	82
Marketing/Merch	164	2,657
Merchant Fees	2,886	1,771
Other direct costs	150	887
Postage & Stationery	182	1,547
Producer Fee	30,000	39,000
Production Assistants	-	2,500

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

	2019	2018
Storage	2,392	2,307
Subscriptions	713	684
Trophies	9,361	16,091
Total Expenditure	167,178	215,892
Current Year Surplus/ (Deficit) Before Income Tax Adjustments	32,375	(14,668)
Current Year Surplus/(Deficit) Before Income Tax	32,375	(14,668)
Net Current Year Surplus After Income Tax	32,375	(14,668)

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Assets and Liabilities Statement

Brisbane Art Directors Club Inc As at 31 December 2019

	NOTES	31 DEC 2019	31 DEC 2018
Assets			
Current Assets			
Cash and Cash Equivalents		82,766	42,008
Trade and Other Receivables	3	125	162
GST Receivable		8,819	9,202
Total Current Assets		91,710	51,372
Non-Current Assets			
Other Non-Current Assets			
Credit Card 071834134		734	734
Debit Card Account		1,220	2,777
Stripe - Manual Custom Import		(4,996)	2
Total Other Non-Current Assets		(3,042)	3,513
Total Non-Current Assets		(3,042)	3,513
Total Assets		88,668	54,885
Liabilities			
Current Liabilities			
Trade and Other Payables	8	33,000	29,245
Employee Entitlements	12	242	242
Total Current Liabilities		33,242	29,487
Non-Current Liabilities			
Other Non-Current Liabilities			
Other creditors		4,000	4,000
Total Other Non-Current Liabilities		4,000	4,000
Total Non-Current Liabilities		4,000	4,000
Total Liabilities		37,242	33,487
Net Assets		51,426	21,398
Member's Funds			
Capital Reserve			
Current Year Earnings		32,375	(14,668)
Retained Earnings		(696)	13,972
Total Capital Reserve		31,679	(696)
Financial Instruments		19,747	22,094
Total Member's Funds		51,426	21,398

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached compilation report.

Notes to the Financial Statements

Brisbane Art Directors Club Inc For the year ended 31 December 2019

1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act Queensland. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

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

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.

Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

Employee Provisions

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 provisions have been measured at the amounts expected to be paid when the liability is settled.

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 of economic benefits will result and that outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Cash on Hand

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

Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

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.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied.

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

Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term. 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.

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.

Financial Assets

Investments in financial assets are initially recognised at cost, which includes transaction costs, and are subsequently measured at fair value, which is equivalent to their market bid price at the end of the reporting period. Movements in fair value are recognised through an equity reserve.

Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	2019	2018
2. Cash on Hand		
BADC Main Bank Account	82,766	42,008
Total Cash on Hand	82,766	42,008
	2019	2018
3. Trade and Other Receivables		
Trade Receivables		
Accounts Receivable	125	162
Total Trade Receivables	125	162
Total Trade and Other Receivables	125	162
	2019	2018
Members Loan Accounts		
	2019	2018
4. Financial Assets		
	2019	2018
5. Land and Buildings		
	2019	2018
6. Plant and Equipment, Motor Vehicles		
	2019	2018
7. Intangibles		
	2019	2018
8. Trade and Other Payables		
Trade Payables		
Accounts Payable	33,000	29,245
Total Trade Payables	33,000	29,245
Total Trade and Other Payables	33,000	29,245
	2019	2018
9. Tax Payable		
	2019	2018
10. Deferred Income		
	2019	2018
11. Provisions		
	2019	2018
12. Employee Entitlements		

These notes should be read in conjunction with the attached compilation report.

Unpaid Expense Claims	242	242
Total Employee Entitlements	242	242
	2019	2018

13. Loans

Movements in Equity

Brisbane Art Directors Club Inc For the year ended 31 December 2019

	2019	2018
Equity		
Opening Balance	21,398	13,972
Increases		
Profit for the Period	32,375	(14,668)
Other Increases	(2,347)	22,094
Total Increases	30,029	7,426
Total Equity	51,426	21,398

Statement of Cash Flows - Direct Method

Brisbane Art Directors Club Inc For the year ended 31 December 2019

2019

Operating Activities

Receipts From Customers	68,828
Payments to Suppliers and Employees	(87,735)
Finance Costs	(71)
Cash Receipts From Other Operating Activities	233,021
Cash Payments From Other Operating Activities	(173,835)
Net Cash Flows from Operating Activities	40,209

Investing Activities

Other Cash Items From Investing Activities	6,555
Net Cash Flows from Investing Activities	6,555

Other Activities

Other Activities	(6,005)
Net Cash Flows from Other Activities	(6,005)

Net Cash Flows

40,758

Cash and Cash Equivalents

Cash and cash equivalents at beginning of period	42,008
Cash and cash equivalents at end of period	82,766
Net change in cash for period	40,758

True and Fair Position

Brisbane Art Directors Club Inc For the year ended 31 December 2019

Annual Statements Give True and Fair View of Financial Position and Performance of the Association

We, Stuart Myerscough and Mikael Wedemeyer, being members of the committee of Brisbane Art Directors Club Inc, certify that:

The statements attached to this certificate give a true and fair view of the financial position and performance of Brisbane Art Directors Club Inc during and at the end of the financial year of the association ending on 31 December 2019.

Signed:

Stuart Myerscough (President)

Dated: / /

Mikael Wedemeyer (Treasurer)

Dated: / /

Auditor's Report

Brisbane Art Directors Club Inc For the year ended 31 December 2019

Opinion

We have audited the financial reports of Brisbane Art Directors Club Inc (the association), which comprises the committee's report, the assets and liabilities statement as at 31 December 2019, the income and expenditure statement for the year then ended, cash flow statement, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of Brisbane Art Directors Club Inc as at 31 December 2019 and (of) its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporation Act 1981.

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 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 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

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the requirements of the Associations Incorporation Act 1981. As a result, the financial report may not be suitable for another purpose.

Responsibilities of the Committee 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 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 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 the committee either intends to liquidate the association or to cease operations, or has no realistic alternative but to do so.

Auditor's signature:

John Stubbings

Auditor's address: Suite 1/191 Musgrave Road RED HILL QLD 4059

Dated: / /

Auditor's Responsibility 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 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 association's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee;
- Conclude on the appropriateness of the committee'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 association to cease to continue as going concern; and
- 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 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.

Certificate By Members of the Committee

Brisbane Art Directors Club Inc For the year ended 31 December 2019

We, the undersigned Committee Members certify that:

1. We attended the annual general meeting of the association held on / / .
2. The financial statements for the year ended 31 December 2019 were submitted to the members of the association at its annual general meeting.

Stuart Myerscough (President)

Dated / /

Mikael Wedemeyer (Treasurer)

Dated / /