



'The voice of the Valley'

## 2021 FINANCIAL REPORT

**Trading Name:** YARRA VALLEY FM INC  
**Studio Phone No:** 5961 5991  
**Email:** [info@yarravalleyfm.org.au](mailto:info@yarravalleyfm.org.au)  
**Postal Address:** PO Box 991 Woori Yallock 3139

**ABN:** 75 985 662 648  
**Office Phone No:** 5964 6662  
**Website:** [www.yarravalleyfm.org.au](http://www.yarravalleyfm.org.au)

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**Yarra Valley FM Incorporated  
ABN 75 985 662 648**

**Statement by Members of the Committee**

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;

1. The financial statements and notes attached presents a true and fair view of the financial position of Yarra Valley FM Incorporated as at 30 June 2021 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Yarra Valley FM Incorporated will be able to pay its debts as and when they fall due.

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

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Mr Darren Adams  
President/Chairperson

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Mr Geoffrey Allan Sherman  
Treasurer

Dated:.....

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Balance Sheet for the year ended 30 June 2021**

	Note	2021 \$	2020 \$
<b>Asset</b>			
<b>Current assets</b>			
Cash and cash equivalents	2	66,735.89	26,917.22
Accounts receivable and other debtors	3	3,160.00	10,674.00
<b>Total current assets</b>		<u>69,895.89</u>	<u>37,591.22</u>
<b>Non-current assets</b>			
Property, plant, equipment	4	23,598.21	23,807.34
<b>Total non-current assets</b>		<u>23,598.21</u>	<u>23,807.34</u>
<b>Total assets</b>		<u>93,494.10</u>	<u>61,398.56</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade creditors and other payables	5	14,489.20	8,672.53
<b>Total current liabilities</b>		<u>14,489.20</u>	<u>8,672.53</u>
<b>Non-current liabilities</b>			
Trade creditors and other payables		-	-
<b>Total non-current liabilities</b>		<u>-</u>	<u>-</u>
<b>Total liabilities</b>		<u>14,489.20</u>	<u>8,672.53</u>
<b>Net assets</b>		<u>79,004.90</u>	<u>52,726.03</u>
<b>Equity</b>			
Retained surplus		79,004.90	52,726.03
<b>Net worth</b>		<u>79,004.90</u>	<u>52,726.03</u>

The accompanying notes form part of these financial statements

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Income Statement for the year ended 30 June 2021**

	Note	2021 \$	2020 \$
<b>Income</b>			
Revenue	6	134,672.76	99,500.23
<b>Expenses</b>			
Administration expenses		26,882.17	21,427.43
Finance expenses		-	-
Employee benefits expense		25,888.35	25,530.31
Depreciation and amortisation expenses		7,622.69	7,375.58
Auditors remuneration		528.00	638.00
Advertising and promotion expenses		18,282.36	17,481.75
Transmission expenses		6,003.36	5,620.87
Occupancy expenses		23,186.96	21,671.08
Total expenditure		<u>108,393.89</u>	<u>99,745.02</u>
<b>Net Operating Surplus / (Deficit)</b>		26,278.87	(244.79)
Extra-ordinary income / (expense)		-	-
<b>Surplus/(Deficit) for the year</b>		<u><u>26,278.87</u></u>	<u><u>(244.79)</u></u>

The accompanying notes form part of these financial statements

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Statement of Changes in Equity for the year ended 30 June 2021**

	<b>Retained surplus \$</b>	<b>Total \$</b>
Balance as at 1 July 2019	52,970.82	52,970.82
Surplus/(deficit) for the year	(244.79)	(244.79)
<b>Balance as at 30 June 2020</b>	<u>52,726.03</u>	<u>52,726.03</u>
Balance as at 1 July 2020	52,726.03	52,726.03
Surplus/(deficit) for the year	26,278.87	26,278.87
<b>Balance as at 30 June 2021</b>	<u>79,004.90</u>	<u>79,004.90</u>

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Statement of cash flows for the year ended 30 June 2021**

	2021	2020
	\$	\$
<b>Cash from operating activities</b>		
Receipts from customers	145,495.24	96,276.75
Payments to suppliers and employees	(98,263.01)	(92,219.32)
Interest paid	-	-
Net cash provided by/(used in) operating activities	47,232.23	4,057.43
<b>Cash flows from investing activities</b>		
Net purchases from plant and equipment	(7,413.56)	(1,251.77)
Net sales from plant and equipment	-	539.09
Net cash provided by/(used in) investing activities	(7,413.56)	(712.68)
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	-
Repayments of borrowings	-	-
Net cash provided by/(used in) financing activities	-	-
<b>Net increase/(decrease) in cash held</b>		
Cash at beginning of financial year	26,917.22	23,572.47
Cash at end of financial year	66,735.89	26,917.22

The accompanying notes form part of these financial statements

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Notes to the financial statements for the year ended 30 June 2021**

**1. Statement of significant accounting policies**

**a) Statement of compliance**

The committee has determined that the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements. The financial report is a special purpose financial report which has been prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012*.

These financial statements have been prepared in accordance with following Australian Accounting Standards:

AASB 101	Presentation of Financial Statements
AASB 107	Statement of Cash Flows
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031	Materiality
AASB 1048	Interpretation of Standards
AASB 1054	Australian Additional Disclosures

**b) Basis of measurement**

The financial statements have been prepared on an accrual basis and are based on historical cost and do not take into account changing money values except where specifically stated.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

**c) 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 losses.

**Property**

Freehold land and buildings are shown at their fair value, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

**Plant and equipment**

Plant and equipment are measured on the cost basis less depreciation and impairments losses.

The carrying amount of plant and equipment is reviewed annually by the committee members to ensure that it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.



**Yarra Valley FM Incorporated**  
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**Notes to the financial statements for the year ended 30 June 2021**

**Depreciation**

The depreciable amount of all fixed assets, excluding freehold land is depreciated on a straight-line basis over the asset's useful life to the association commencing from the time the asset is held ready to use.

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

Buildings	2%
Plant and equipment	20%
Motor vehicles	25%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised immediately in profit and loss.

When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

**d) Impairment**

At each reporting date the committee assesses whether there is objective evidence that a financial instrument has been impaired. If any such 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.

**e) Income tax**

The association is a not-for-profit organisation and is exempt from income tax under section 50-45 of the *Income Tax Assessment Act 1997*.

**f) Cash and cash equivalents**

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

**g) Revenue**

Revenue is measured at the fair value of the consideration received or receivable. Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

**h) Inventory**

Inventory held for sale are measured at the lower of cost and net realisable value.

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**Notes to the financial statements for the year ended 30 June 2021**

**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 Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are stated inclusive of GST.

**j) Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in income in the period in which they are incurred.

**k) Trade creditors and other payables**

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

**l) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in active market and are stated at amortised cost using the effective interest rate method.

**Yarra Valley FM Incorporated**  
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**Notes to the financial statements for the year ended 30 June 2021**

	2021	2020
	\$	\$
<b>2. Cash and cash equivalents</b>		
Bendigo bank trading account	59,913.89	23,917.22
Bendigo bank grant account	6,822.00	3,000.00
Cash on hand	-	-
	<u>66,735.89</u>	<u>26,917.22</u>
<b>3. Account receivables and other debtors</b>		
Sundry debtors	3,160.00	10,674.00
	<u>3,160.00</u>	<u>10,674.00</u>
<b>4. Property, plant &amp; equipment</b>		
Plant & equipment at cost	44,065.39	36,651.83
Less accumulated depreciation and impairment	(20,467.18)	(12,844.49)
	<u>23,598.21</u>	<u>23,807.34</u>
<b>5. Trade and other payables</b>		
Accrued expenses	-	1,250.37
Income in Advance	8,925.00	5,616.52
Trade creditors	5,053.48	-
PAYG withholdings payable	-	1,272.00
Superannuation payable	510.72	533.64
	<u>14,489.20</u>	<u>8,672.53</u>
<b>6. Revenue</b>		
Donations	129.00	2,318.25
Grants received	63,266.00	30,500.00
Membership fees	1,520.00	3,605.00
Subscriber fees	2,510.00	2,165.00
Operating Revenue		
- Air time fees	4,250.00	-
- Presenter fees	6,575.00	4,695.00
- Schools income	-	-
- Sponsorships	56,382.72	54,291.98
	<u>67,207.72</u>	<u>58,986.98</u>
Interest received	0.04	-
Sundry revenue	40.00	1,925.00
	<u>134,672.76</u>	<u>99,500.23</u>

**Yarra Valley FM Incorporated**  
**ABN 75 985 662 648**

**Notes to the financial statements for the year ended 30 June 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>7. Cash flow information</b>		
Reconciliation of cash		
Cash at the end of financial year as shown in cash flow statement is reconciled to items in the statement of financial position:		
Cash and cash equivalents	66,735.89	26,917.22
<b>a</b>	<b>66,735.89</b>	<b>26,917.22</b>
<b>Reconciliation of net cash provided by operating activities to surplus</b>		
Surplus/(deficit) from ordinary activities	26,278.87	(244.79)
<b>Non-cash flows in surplus/(deficit)</b>		
Depreciation and amortisation	7,622.69	7,375.58
Profit/(loss) on disposal of fixed assets	-	261.30
<b>Changes in assets and liabilities:</b>		
Increase/(decrease) in receivables	(7,514.00)	8,840.00
Increase/(decrease) in payables	5,816.67	5,505.34
<b>Net cash provided by operating activities</b>	<b>47,232.23</b>	<b>4,057.43</b>

**8. Related parties**

During the year members of the association were paid for services including commissions for sponsorship and revenue generation and employee benefits for general station operations. The total amounts paid and included in the financials were as follows;

Commissions paid	18,282.36	17,481.75
Employee benefits expense	25,663.68	25,299.77
	43,946.04	42,781.52