



## Treasurer's Report – EOFY June 2020

The financial statements for EOFY 2020 were audited and had been issued with an unqualified opinion by our external auditor.

### Financial Policies

The financial reports are prepared in accordance with the Australian Accounting Standards and to meet the reporting requirements of the *Association Incorporated Reform Act 2012 (Vic)*.

The financial reports have been prepared on an accrual basis:

- That is income is reported when they are earned and expenses reported when they are incurred, not when they are paid
- The result of accrual accounting is to present a fair view of profitability of the period when expenses are matched with revenue

### Income Tax

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

### Review and result 2020

Key results of the year include:

- The operating surplus of the year amounted to \$21,340 (2019: surplus \$120,643).
- Membership fees in last quarter fell by 54.8% during COVID pandemic compared to previous year of the same period ( 2020 \$6,952 vs 2019 \$15,380)
- Total income for the year amounted to \$122K, a decline of 38% from previous year of \$195K.
- The cancellation of number of activities and tournaments due to COVID situations and enacted restrictions were the primary drivers of the decline.
- Income from tournaments cancellations due to COVID pandemic fell by 41% compared to normal year of activities.
- The State Hub program, pathway for young and emerging talents started in October was deferred pending the lifting of COVID restrictions.
- JVI is thankful for the grant support of \$10K given by Sport Recreation Victoria for the Hub program.
- JVI to sustain the reach and enhancement of these athletes, travel allowances will be considered to athletes from regional areas upon resumption of the program.

Operating results –	2020	2019
Total revenue	\$121,870	\$195,185
Total expense	\$100,530	\$74,542
Operating surplus	\$21,340	\$120,643
Add back – depreciation	\$14,800	\$15,643
Surplus adjusted	\$36,140	\$136.286

### Financial position and liquidity

Judo Victoria financial health remained strong and liquid to meet unforeseen increases in operating expenses or decline in income. Despite this we must remain diligent, thoughtful and innovative. It could be a long haul before everything is back to normal with current COVID dynamic changes.

The organisation has no borrowings.

During the year, Judo Victoria received the following grants from Sport Recreation Victoria:

Together More Active 2020 -23 (TAM) \$90K

Pathway Grant – National Title 2020 \$6K

As the grants were received in the final quarter of the year and with COVID restrictions in place, Judo Victoria intends to commence fulfilling the grant requirements in the period commencing the second half of 2020 and intends to complete the activities for the first year in relation to the grant by the following year.

JVI's strategic plans for the second half of 2020 under the grant will target the following areas:

- Governance and review of its constitutions
- Clubs' Forum
- Marketing campaign

**The outcomes:**

- Stronger governance
- Greater engagement
- Strengthen relationships and partnerships with clubs and members

Financial assistance of \$52K was proposed in June meeting to give supportive role to all registered clubs in their start up role for post COVID in July.

**Outcome – Return to Play Financial Assistance**

Total payouts in June/July \$51,350 to 31 clubs.

Other areas of financial relief given to members and clubs:

- 6 months membership extension (Mar –Sept)
- Value-added memberships to clubs
- Out-of pocket GST payment by JVI
- JA Capitation increase absorbed by JVI
- JA Insurance increase absorbed by JVI
- No increase in membership fees – fees have been on HOLD without increase and GST since 2015

As with Strategic Planning, the appointment in October of a permanent part-time Administration Officer to work towards achieving the purposes of JVI's Strategic Plan & Development and to give supportive role in the duties of the Secretary / Registrar as and when required. The Administration Officer works at JVI new address at Sports House, Albert Park.

**Major contributions during the year**

- Out-of pocket GST payment by JVI \$6,915
- EuroJudo at ACT \$1,200
- Back patches \$2,570 (2016-19: \$19,413)
- Referee's uniform \$1,056
- First Aid course \$2,440
- Software upgrade \$4,700
- Advertising \$1,120
- Volunteer payments \$1,190
- Assets purchased \$3,400
- Medals purchased \$6,558
- Return to Play \$51,350

There has been no significant changes which may impact the nature of the activities of the organisation

Judo Victoria acknowledges the generous grant support from SRV and for their continual support of sport and activities.

Judo Victoria appreciates the continuing dedication of staff, volunteers, and advice of consultant without which we would not be where we are now for their hard work and timely support given throughout the year.

Pat Quek – Treasurer

Judo Victoria Inc

20<sup>th</sup> July 2020