



**Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2020**

	Note	2020 \$	2019 \$
Income			
Memberships		237,111	256,772
Bookstall merchandise & services		2,527	5,612
Ancestor		9,107	10,024
Research, education, library etc services		14,743	18,347
Donations and gifts - Library	2	38,015	18,668
GSV service groups		9,684	6,365
Interest and dividends		4,820	7,407
Total income		316,007	323,195
Expenditure			
Bookstall cost of sales		1,086	1,915
Staff costs		109,674	105,020
Accommodation		118,176	113,662
Library operations		14,329	7,248
Ancestor		34,105	37,388
Research, education etc services		2,488	3,041
Promotion		-	1,092
Administration		22,819	28,020
Financial		5,426	5,755
Audit		6,700	6,700
Depreciation & write offs		11,794	10,233
GSV service groups		7,099	7,481
Total expenditure		333,696	327,555
Loss from operating activities for the year		(17,689)	(4,360)
Non-operating income			
Roger Heslop bequest	2	12,782	85,545
Dorothy Schnabl bequest	2	16,933	
Government grants - COVID-19 cashflow support		20,000	
Non-operating expenses			
The GSV Family History Research & Education Fund	2	-	(50,000)
Total non-operating income (net)		49,715	35,545
Profit for the year		32,026	31,185
Total comprehensive profit for the year		32,026	31,185

The accompanying notes form part of these financial statements.



**Statement of Financial Position
as at 30 June 2020**

	Note	2020 \$	2019 \$
Current Assets			
Cash and cash equivalents	4	120,007	45,200
Trade and other receivables	5	1,775	10,379
Inventories		298	1,063
Investments	6	270,023	278,246
Total current assets		392,103	334,888
Non-current assets			
Furniture and equipment	7	18,361	30,155
Genealogical collection	2	104,139	103,094
Total non-current assets		122,500	133,249
Total Assets		514,603	468,137
Current Liabilities			
Trade and other payables		29,187	8,930
Unearned income		177,737	190,351
Provisions	8	59,047	50,146
Total current liabilities		265,971	249,427
Non-current Liabilities			
Provisions	8	1,236	3,340
Total non-current liabilities		1,236	3,340
Total Liabilities		267,207	252,767
Net Assets		247,396	215,370
Members Fund			
Retained earnings		247,396	215,370
Total Members Fund		247,396	215,370

The accompanying notes form part of these financial statements.



**Statement of Changes in Equity
For the Year Ended 30 June 2020**

	Retained Earnings \$
Balance at 1 July 2018	184,185
Comprehensive profit for the year	31,185
Balance at 30 June 2019	215,370
Comprehensive profit for the year	32,026
Balance at 30 June 2020	247,396

**Statement of Cash Flows
For the Year Ended 30 June 2020**

	2020 \$	2019 \$
Cash Flows from Operating Activities		
Receipts from members and others	357,398	394,537
Payments to employees, suppliers and others	(294,748)	(346,530)
Interest received	4,979	5,821
Net cash provided by operating activities	67,629	53,828
Cash Flows from Investing Activities		
Genealogical collection purchased	(1,045)	(1,581)
Furniture & equipment acquired	-	(22,997)
Investments (made) realised	8,223	(28,809)
Net cash provided by (used in) investing activities	7,178	(53,387)
Net increase/(decrease) in cash held	74,807	441
Cash and cash equivalents at the beginning of the financial year	45,200	44,759
Cash and cash equivalents at the end of the financial year	120,007	45,200

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The accompanying notes form part of these financial statements.



Notes to the Financial Statements for the year ended 30 June 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Genealogical Society of Victoria Inc (the Society) is an association incorporated in Victoria formed to provide genealogical services to members and non members.

Basis of Preparation

The Council has prepared the financial statements on the basis that the Society is a non-reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Reform Act 2012 (VIC). The Society is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Australian Charities and Not-for-profits Commission Act 2012 and the significant accounting policies disclosed below, which the Council has determined are appropriate to meet the needs of the members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Income Tax

The Society is exempt from income tax.

(b) Inventories

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

(c) Furniture and equipment

Furniture and equipment are carried at cost less accumulated depreciation and any impairment losses. In the event the carrying amount of furniture and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised in profit or loss.

Depreciation

The depreciable amounts of all fixed assets are depreciated on a straight line basis over the useful lives of the assets to the Society, commencing from the time the asset is held ready for use.

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

<u>Class of Fixed asset</u>	<u>Depreciation Rate</u>
Furniture and equipment	11% - 25%

(d) Investments

Investments are classified as current in view of their liquidity; they are, nevertheless, held long-term pending alternative application.

(e) Employee Benefits

Provision is made for the Society's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the Society to employees' superannuation funds and are charged as expenses when incurred.

(f) Revenue

Revenue from the sale of goods is recognised upon delivery of goods to customers.

Revenue from subscriptions attributable to the current financial year is recognised as revenue. Subscriptions relating to periods beyond the current financial year are shown in the statement of financial position as unearned income in current liabilities.

Donations are recognised as revenue when received.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

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



Notes to the Financial Statements for the year ended 30 June 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) 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. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

Receivables and payables on the statement of financial position are shown exclusive of GST.

(h) Genealogical Collection

It is the conventional practice for Council to determine at the end of each financial year that individual holdings have indeterminate useful lives and, hence, do not lose value in intrinsic terms. Consequently, the regular review resulted in an amount equivalent to the incurred expenditure on the collection during the year being added to the asset and an amount equivalent to the proceeds on disposal being deducted from the asset after first having been booked against the statement of profit or loss and other comprehensive income, so as to disclose the proper profit or loss before capitalisation. Material given to the society is not ascribed a value; hence the total valuation of the collection is understated by the value which otherwise could be imputed to such gifts.

(i) Unearned Income

Membership subscriptions are included in the statement of profit or loss and other comprehensive income on a time expired basis and the unexpired portion carried over to future periods. Computation of unexpired life member fees incorporates current life expectancy assumptions.

(j) Cash and Cash Equivalents

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

(k) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(l) GSV Service Groups

The financial returns of the International Settlers Group, Scottish Ancestry Group and the Irish Ancestry Group are included within the statement of profit or loss and other comprehensive income and the statement of financial position.

(m) Leases

Lease payments under 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.

(n) Critical Accounting Estimates and Judgments

The Council evaluates estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Society.

(o) New and Amended Accounting Policies Adopted by the Society

Initial application of AASB 15 and AASB 1058 - The Society has applied AASB 15: Revenue from Contracts with Customers and AASB 1058: Income of Not-for-Profit Entities using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of members funds 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. The impact of applying AASB 15 and AASB 1058 has been immaterial to the Society.

Initial application of AASB 16 - The Society has adopted AASB 16: Leases with a date of initial application of 1 July 2019. This standard has not had a material impact on the Society's financial statements.



Notes to the Financial Statements for the year ended 30 June 2020

2. LIBRARY FUND

The Fund is maintained in compliance with income tax obligations to enable fund donors to obtain personal income tax deductions.

	2020 \$	2019 \$
Library Fund donations received during year	38,015	18,668
Library Fund donations received during year - Roger Heslop bequest	12,782	85,545
Library Fund donations received during year - Dorothy Schnabl bequest	16,933	
Genealogical Collection expenditure capitalised	1,045	1,581
Genealogical Collection deaccessioned during the year	-	-
Net Genealogical Collection capitalised	1,045	1,581
Carrying amount of Genealogical Collection	104,139	103,094
Insurance cover on Genealogical Collection	108,000	108,000

3. MEMBERSHIPS

	No.	No.
Financial members at start of year	3,091	3,211
Net members lost	(95)	(120)
Financial members at end of year	2,996	3,091

4. CASH AND CASH EQUIVALENTS

Cash on hand	400	298
Cash at bank - Westpac	117,101	43,006
PayPal	2,506	1,896
	120,007	45,200

5. TRADE AND OTHER RECEIVABLES

Trade and interest receivables	1,775	2,916
Prepayments	-	7,463
	1,775	10,379

6. INVESTMENTS

Short term deposits with banks	270,023	278,246
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7. FURNITURE AND EQUIPMENT

Furniture & equipment	18,361	30,155
	18,361	30,155

Movements in carrying amounts:

Balance at the beginning of the year	30,155
Additions at cost (net)	-
Depreciation expense	(11,794)
Carrying amount at the end of the year	18,361



Notes to the Financial Statements for the year ended 30 June 2020

	2020 \$	2019 \$
8. PROVISIONS		
Current		
Provision for annual leave	25,934	21,582
Provision for long service leave	33,113	28,564
	<u>59,047</u>	<u>50,146</u>
Non-current		
Provision for long service leave	1,236	3,340
	<u>1,236</u>	<u>3,340</u>
	<u>60,283</u>	<u>53,486</u>
9. LEASING COMMITMENTS		
Non-cancellable operating leases contracted for but not recognised in the financial statements		
Payable - minimum lease payments:		
- Not later than 1 year	77,924	71,706
- Later than 1 year but not later than 5 years	-	-
- Greater than 5 years	-	-
	<u>77,924</u>	<u>71,706</u>

The premises lease at 85 Queen St expires on 28 February 2021.

10. RELATED PARTY TRANSACTIONS

No reportable transactions between the Society and Councillors have occurred within the normal relationship between the Society and its members at large on terms and conditions no more favourable than those available to all members. The Society has paid directors' and officers' insurance.

The names of members who have served as Councillors during the financial year are disclosed at Council Attendances.

11. WORKING CAPITAL

As at 30 June 2020 the Society had working capital of \$126,132 (2019: \$85,461) and recorded a cash inflow from operating activities of \$67,629 (2019: inflow of \$53,828). Included within current liabilities is an amount for \$177,737 (2019: \$190,351) which is largely represented by unexpired renewal subscriptions and unexpired life membership fees. This amount is being amortised on an annual basis over the expected life of the membership and therefore does not require a cash outflow to settle.

The members of the council are therefore satisfied that the Society has the ability to pay its debts as and when they fall due.

12. CONTINGENT ASSET

The Society has established the GSV Family History Research & Education Fund ("the GSV Fund") as an ethical investment fund with Australian Communities Foundation Ltd ("ACF"). ACF is a not-for-profit community foundation committed to helping philanthropic individuals and organisations support community causes and initiatives they care about. The GSV Fund has been established to provide long-term capital growth and income and access to further philanthropic support for the Society's ongoing objectives. The GSV Fund may make distributions back to the Society in its capacity as a Deductible Gift Recipient organisation subject to the Society making a grant request to ACF and that request being approved by the Trustee of the GSV Fund. As at 30 June 2020 the balance of the GSV Fund was \$48,462 (2019: \$50,000).



Notes to the Financial Statements for the year ended 30 June 2020

13. EVENTS OCCURRING AFTER THE BALANCE DATE

Since the balance date, increased levels of community transmission of COVID-19 across Victoria has seen increased restrictions, including Stage 4 lockdowns, put in place for the State. During this time, the Society has continued to operate, however, not in the same manner, or to the same extent, as historically. Most significantly, the impact of these restrictions has resulted in the GSV Research & Education Centre being closed.

The pandemic has had a significant and direct financial impact during, and since, the period reported within these financial statements.

Due to the significant uncertainty surrounding the future impacts of the pandemic on the local and international economies, it is not possible to estimate the full impact of the COVID-19 pandemic on GSV's operations or financial results at the time of signing.

The Council will continue to monitor the financial and non-financial impacts of the pandemic on operations, and will put in place various mitigation strategies in response to any changes.

These financial statements have been prepared based upon conditions in place at the balance date, and events that have occurred since the balance date to the time of signing. Events occurring after balance date are not evidence of conditions in place at the balance date, no adjustments have been made to these financial statements as a direct result of subsequent events.

No other matters or circumstances have arisen between the end of the financial period, and the date of this report, which have directly significantly affected or may significantly affect the operations of the Society, the results of the Society's operations or the state of affairs of the Society in future financial years.

14. GOING CONCERN

The Council has considered the Society's financial results and financial performance to the date of signing and its forecast for the 2021 financial year, and believes the Society will continue to be able to pay its debts as and when they become payable, despite the impacts of COVID-19 on operations and the broader economy. The financial statements have therefore been prepared on a going concern basis, as the Council believes that the Society will be able to meet its debts for the designated period of twelve months from the date of this report.

The forecast is based on information available at the time of signing, and is based on the assumption that operations will revert to normal in the short term. Should this assumption not eventuate, or should Government restrictions become stricter and/or continue to impact the Society's operations in the longer term, then the forecast will require reassessment, and this could alter the Council's views.

The Society currently has a robust net current asset position, and sufficient cash to cover expenses as and when incurred. The Society has reduced, and if necessary is able to further reduce, the incurrence of some variable expenses, as and when required.

As the current forecast and assumptions are forward looking, future events or conditions may cause the actual results to differ from current estimates. The Society is not able to determine when the currently imposed Government restrictions will be relaxed, lifted or changed. Accordingly, it is not possible to determine exactly when operations can return to normal. The Council is hopeful that restrictions will ease before December 2020, but has assumed that restrictions may extend beyond that date. Current assessments and forecasts are based on this assumption. The significant, and likely direct, impact of any further Government imposed restrictions on operations may render these current assessments inaccurate. At the time of signing, the Council has no intention to liquidate or cease operations for the foreseeable future, and accordingly these financial statements have been prepared on a going concern basis.

The Council is not aware of any material non-compliance with statutory or regulatory requirements, or of any pending changes to legislation which may significantly impact the Society.



STATEMENT BY MEMBERS OF THE COUNCIL

In accordance with a resolution of the Council of the Genealogical Society of Victoria Inc, the Council declares that:

1. the financial statements and notes are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Reform Act 2012 (VIC) and:
 - a. comply with the Australian Accounting Standards applicable to the Society; and
 - b. give a true and fair view of the financial position of the Society as at 30 June 2020 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the Council's opinion there are reasonable grounds to believe that the Society will be able to pay its debts as and when they become due and payable.

J. Redman

Jenny Redman
President

S. Hawke

Stephen Hawke
Treasurer

Signed this 11th day of November 2020

COUNCIL ATTENDANCES

Council meetings attended/possible for July 2019 to June 2020. Leave of Absence granted when requested and illness also prevented attendances in some instances.

Jan Bayley	6/8
Janne Bonnett	7/11
Erna Cameron	5/11
David Down	11/11
Leonie Elliss	11/11
Lorna Elms	2/3
Simon Foster	1/2

Robert Gribben	10/11
Stephen Hawke	10/11
Peter Johnston	10/11
Margaret McLaren	7/11
Vicki Montgomery	11/11
Jenny Redman	11/11
Michael Rumpff	11/11
Penny Wolf	8/11



INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF THE GENEALOGICAL SOCIETY OF VICTORIA INC (ABN 86 947 919 608)

Report on the financial report

We have reviewed the accompanying financial report of the Genealogical Society of Victoria Inc (ABN 86 947 919 608) ("the Entity"), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Statement by Members of the Council.

Basis for Conclusion

We conducted our review in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibility* section of our report. We are independent of the Entity in accordance with the independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* ("the ACNC Act") and 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 review of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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 for the purpose of fulfilling the Council's financial reporting responsibilities under the ACNC Act and the *Associations Incorporation Reform Act 2012 (Vic)*. As a result, the financial report may not be suitable for another purpose.

Emphasis of Matter – Events occurring after the balance date and going concern

We draw attention to Notes 1, 13 and 14 to the financial report, which disclose that the financial report has been prepared on a going concern basis—notwithstanding the impact on the business of the COVID-19 pandemic and government imposed restrictions on trade. The Council has considered forward forecasts and cashflow budgets in their assessment of going concern and is satisfied that these assessments confirm the Entity will be able to pay its debts as and when they fall due. Further government-imposed restrictions may render these assessments, and budgets, inaccurate.

Responsibilities of the Council for the Financial Report

The Council of the Entity is responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the *Associations Incorporation Reform Act 2012 (Vic)* and is appropriate to meet the needs of the members. The Council's responsibility also includes such internal control as the Council determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Council is responsible for assessing the Entity'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 the Council either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF THE GENEALOGICAL SOCIETY OF VICTORIA INC (ABN 86 947 919 608)

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with the ACNC Act and the *Associations Incorporation Reform Act 2012 (Vic)*.

As the auditor of the Genealogical Society of Victoria Inc, ASRE 2410 requires that we comply with the ethical requirements relevant to the review of the annual financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of the Entity does not present fairly, in all material respects, the financial position of the Entity as at 30 June 2020, and of its financial performance and its cash flows for the year ended on that date, in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Reform Act 2012 (Vic)*.

Asparq Audit & Assurance Pty Ltd
ACN 163 796 147



Jonathan Kyvelidis
Director

Signed in Melbourne this 13th day of November 2020.

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