

VICTORIAN PRIDE CENTRE LTD

ABN 68 615 432 838

Special Purpose Financial Statements

Period Ended 30 June 2017

Directors' Report

The Directors of The Victorian Pride Centre Ltd present the following annual report of the company for the period ended 30 June 2017.

Information about the Directors

The names and particulars of the Directors of the company during or since the end of the period are:

Member	Qualifications	Board Role
Jude Munro, AO	BA Hons, Grad Dip Business Administration, Grad. Dip. Public Policy, FIPAA, FAICD	Board Chair
Georgie Harman	MA, FAICD	Social Media Task Group Co-Chair
Margaret Hansford	BA, MPHIC, MA, FAIM, AFCHSM	Communication Working Group Chair
Megan Smith	Diploma in Telecommunications Engineering	Community Reference Group Co-Chair
Peter McEwan	Bachelor of Town and Regional Planning	Property and Program Committee Co-Chair
Shu Das	BSc (Hons), Masters (Accounting and Finance)	Treasurer
Stephen Barrow	BSc (Hons), MSc, MAICD	Deputy Chair
Stuart Kollmorgen	MSc, LLM, BCom	Deputy Chair, Fundraising Committee Chair

The aforementioned Directors held office during the period since incorporation on 19 October 2016 till 30 June 2017 and since the end of the period with the exception of Shu Das who was appointed to the Board on 26 February 2017.

The name and particulars of the company secretary during and since the end of the period is:

Francesca Lai BA/LLB (Hons)

Board meetings

The following table sets out the number of Board of Directors' meetings held during the period and the number of meetings attended by each Director.

Board Member	Eligible to Attend	Meetings Attended
Jude Munro, AO	10	10
Georgie Harman	10	8
Margaret Hansford	10	10
Megan Smith	10	10
Peter McEwan	10	10
Shu Das	5	5
Stephen Barrow	10	9
Stuart Kollmorgen	10	9

Details of membership

The Victorian Pride Centre Ltd is a public company, limited by guarantee, incorporated and operating in Victoria, Australia. The total guarantee is \$160.

Vision

To be the most loved, well known and visited home for the Lesbian, Gay, Bisexual, Transgender and Intersex (LGBTI) community in Australia.

Values

Honouring our LGBTI history and culture, creating our future

Catalysing our community

Celebrating and valuing our difference

Respecting and supporting each other

Living with courage, pride and strength

Demonstrating leadership for the LGBTI community

Building sustainability

Review of Operations

Governance

The Victorian Pride Centre Ltd was registered with ASIC on 19 October 2016. In the same month, the Company Constitution and Board Charter were prepared and the company was registered for GST.

Board Policies have been approved on Conflict of Interest, Expenses Reimbursement, Gifts and Hospitality, Fundraising, Community Engagement and Stakeholder Management, Risk Management and Procurement by May 2017.

Board Committees and Working Groups

Audit and Risk Board Committee Terms of Reference were adopted in December 2016.

Fundraising Committee Terms of Reference were adopted in April 2017 and committee established in May 2017.

Property and Facilities Program Committee Terms of Reference were adopted in March 2017 and committee established in April 2017.

Social Media and Communications Committee Terms of Reference were adopted in February 2017 and committee established in May 2017.

Strategy

A Three Year Corporate Plan was adopted in February 2017.

Finances and Fundraising

Prospectus seeking Federal Government funding contribution was developed and approved in January 2017.

Bank Account was set up in November 2016. A \$30,000 grant was received from Victorian Department of Premier & Cabinet in March 2017.

State Government announced a \$100,000 grant to the VPC for a virtual Pride Centre with an information portal and resources for rural and isolated LGBTI young people in June 2017.

Business case was completed and forwarded to the Victorian Government on 26 February 2017. Decision on business case was made by Cabinet Subcommittee in May 2017. Negotiations regarding the Funding Agreement and Project Management Contract commenced on 20 June 2017.

Fundraising workshop and strategy was officially adopted in April 2017. Broadtree Foundation approved \$100,000 as a grant to the VPC over a three-year period.

VPC was in receipt of \$636,444 in pro bono services as at 30 June 2017.

Communications and Engagement

Communication efforts included regular spots on JOY Radio, newsletters and media releases on timely occasions.

A permanent Victorian Pride Centre website was established in June 2017.

Consultation with LGBTI community organizations was performed in relation to the Pride Centre design principles in December 2016.

The Board Members set up a stall at the Midsumma Festival and participated at the Pride March in January 2017.

Information session and consultation with LGBTI community organisations in relation to the Pride Centre has been planned for 1 July 2017.

Building Project

Site Selection

EOI process commenced for site selection in November 2016. The 79-81 Fitzroy Street, Saint Kilda site was selected unanimously by the board on 26 February 2017.

PwC and Major Projects Victoria (Development Victoria) submitted the Business Case to the Department of Premier and Cabinet which has since been approved.

Design and Town Planning

Integrated design and town planning approvals process was approved by the board in May 2017 after consultation with Development Victoria.

Architectural Jury Terms of Reference were approved by the Board in June 2017. Implementation is awaiting State Government funding agreement.

Appointment of Architectural Probity Adviser has been sourced. Implementation will occur in FY2018 subject to State Government funding agreement.

City of Port Phillip

Collaboration Deed between the City of Port Phillip and the Victorian Pride Centre was signed in April 2017. Due diligence work involving environmental risk assessment, title and other relevant searches was completed by June 2017.

This is the trigger for the option to be exercised to purchase the land on Fitzroy Street by the City of Port Phillip. Implementation will occur in FY2018 subject to the terms of the State Government funding agreement.

Victorian AIDS Council

The Board has conducted several productive meetings with the Victorian Aids Council (VAC) to negotiate VAC's funding contribution to the Pride Centre.

Negotiations will continue in FY2018 after approval of the business case by the State Government.

Changes in state of affairs

There was no significant change in the state of affairs of the entity during the period.

Subsequent events

There has not been any other matter or circumstance occurring subsequent to the end of the period that has significantly affected, or may significantly affect, the operations of the entity, the results of those operations, or the state of affairs of the consolidated entity in future periods.

Future developments

Disclosures of information regarding likely developments in the operations of the entity in future periods and the expected results of those operations is likely to result in unreasonable prejudice to the entity. Accordingly, this information has not been disclosed in this report.

Environmental regulation

The consolidated entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Indemnifying officer

During the period, the company paid a premium in respect of a contract insuring the directors of the company (as named above), the company secretary, and all executive officers of the company and of any related body corporate against a liability incurred as such a director, secretary or executive officer to the extent permitted by the Law. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The company has not otherwise, during or since the period, except to the extent permitted by law, indemnified or agreed to indemnify an officer of the company or of any related body corporate against a liability incurred as such an officer or auditor.

Proceedings on behalf of company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

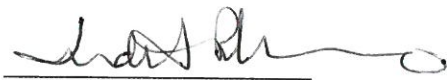
The company was not a party to any such proceedings during the period.

Auditor's independence declaration

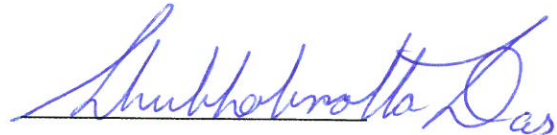
The auditor's independence declaration in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012* for the period ended 30 June 2017 has been received.

The Directors' report is signed in accordance with the resolution of the Directors.

On behalf of the Directors



Judith Munro



Shu Das

Date:

Victorian Pride Centre Ltd

ACN: 615 432 838

Auditor's Independence Declaration under the *Australian Charities and Not-for-profits Commission Act 2012* to the Directors of Victorian Pride Centre Ltd

I declare that, to the best of my knowledge and belief, during the period ended 30 June 2017, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



Andrew Fisher FCA, Partner (auditor registration number 306364) on behalf of
Banks Group Assurance Pty Ltd, Chartered Accountants
Authorised audit company registration number 294178 (ACN 115 749 598)

Date:

Melbourne Australia

Victorian Pride Centre Ltd
Income Statement
For The Period Ended 30 June 2017

Income Statement

	2017 \$
Revenue	688,346
Other expenses	<u>(675,528)</u>
Surplus before income tax	12,818
Income tax expense	<u>-</u>
Surplus for the year	<u><u>12,818</u></u>

The accompanying notes form part of these financial statements.

The Financial Statements are subject to audit.

Victorian Pride Centre Ltd
Balance Sheet
As At 30 June 2017

Balance Sheet

	Note	2017 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	2	26,991
Trade and other receivables	3	875
Other assets	4	<u>1,000</u>
TOTAL CURRENT ASSETS		<u>28,866</u>
TOTAL ASSETS		<u><u>28,866</u></u>
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	5	127
Other	6	<u>3,921</u>
TOTAL CURRENT LIABILITIES		<u>4,048</u>
NON-CURRENT LIABILITIES		
Borrowings	7	<u>12,000</u>
TOTAL NON-CURRENT LIABILITIES		<u>12,000</u>
TOTAL LIABILITIES		<u>16,048</u>
NET ASSETS		<u><u>12,818</u></u>
EQUITY		
Accumulated surplus		<u>12,818</u>
TOTAL EQUITY		<u><u>12,818</u></u>

The accompanying notes form part of these financial statements.

Financial Statements are subject to audit.

Victorian Pride Centre Ltd
Statement of Changes in Equity
For the period ended 30 June 2017

	Reserves	Accumulated Surplus	Total
	\$	\$	\$
Balance at incorporation (19 October 2016)	-	-	-
Surplus for the year		12,818	12,818
Balance at 30 June 2017	-	12,818	12,818

The accompanying notes form part of these financial statements.

The Financial Statements are subject to audit.

Victorian Pride Centre Ltd
Statement of Cash Flows
For The Period Ended 30 June 2017

Statement of Cashflows

	2017
	\$
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash donations	21,311
Government grants	30,000
Interest received	58
Payments to suppliers	(36,346)
Bank fees	(15)
Tax paid	(18)
Net cash flow from operating activities	<u>14,991</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Net cash flow from investing activities	<u>0</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Borrowings	12,000
Net cash flow from financing activities	<u>12,000</u>
Net increase (decrease) in cash and cash equivalents	26,991
Cash and cash equivalents at the beginning of the period	0
Cash and cash equivalents at the end of the period	<u><u>26,991</u></u>

Notes to the Financial Statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These special purpose financial statements have been prepared in accordance with the requirements of section 60.40 of the Australian Charities and Not-for-profits Commission Regulation 2013 (ACNC Regulation).

The directors have determined that the accounting policies outlined below are appropriate to meet the needs of the members.

The financial report is prepared in accordance with the historical cost convention and on an accrual basis of accounting.

a. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

b. Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

c. Revenue and Other Income

As a non-for-profit entity, Victorian Pride Centre Ltd has made an election to recognise as income, professional services donated to it on a pro bono basis in accordance with AASB 1004. The amounts recognised include such services for which the fair value could be measured reliably and the services would have been purchased had they not been donated.

The following schedule provides a breakdown of income in the form of pro bono services received over the period.

Project related advice	\$304,500
Legal advice	\$280,444
Creative services	\$25,000
Architectural design brief creation	\$25,000
Financial Statements preparation	\$1,500
Total	\$636,444

Interest revenue is recognised on a cash basis taking into account the interest rates applicable to the financial assets.

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

d. Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the company that remain unpaid at the end of the reporting period.

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 statement of financial position.

f. Rounding of Amounts

Amounts in the financial statements have been rounded off to the nearest dollar.

Notes to the Financial Statements

	2017 \$
2. CASH AND CASH EQUIVALENTS	
NAB Transactional account *1279	95
NAB Cash Maximiser *6703	26,896
	<u>26,991</u>
3. TRADE AND OTHER RECEIVABLES	
CURRENT	
Goods and services tax	857
Withholding tax	18
	<u>875</u>
4. OTHER ASSETS	
CURRENT	
Security deposits	1,000
	<u>1,000</u>
5. TRADE AND OTHER PAYABLES	
CURRENT	
Trade creditors	127
	<u>127</u>
6. OTHER LIABILITIES	
CURRENT	
Accrued charges	3,921
	<u>3,921</u>
7. BORROWINGS	
NON-CURRENT	
Loans from directors:	
Stephen Barrow	6,000
Stuart Kollmorgen	6,000
	<u>12,000</u>

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

The Financial Statements are subject to audit.

Victorian Pride Centre Ltd
Profit And Loss Statement
For The Period Ended 30 June 2017

Profit And Loss Statement

	2017
	\$
INCOME	
Donations received	21,835
Interest received	65
Pro bono goods & services	636,445
Other revenue	1
Government grants	30,000
	<u>688,346</u>
LESS EXPENDITURE	
Accountancy fees	1,500
Advertising	27,155
Architecture & design	25,000
Audit fees	1,500
Bank charges	15
Consulting & Project management	128,545
Events & Community engagement	19
Insurance	361
Legal costs	280,595
Printing & Stationery	3,690
Site development costs	204,500
Subscriptions	101
Telephone & Internet	247
Web design fees	2,300
	<u>675,528</u>
NET SURPLUS	<u>12,818</u>
RETAINED SURPLUS AT THE END OF THE	
FINANCIAL YEAR	<u><u>12,818</u></u>

Compiled without audit or review or independent verification - refer accountant's compilation report.

The Financial Statements are subject to audit.

**Victorian Pride Centre
Compilation Report
For the Year Ended 30 June 2017**

**Compilation Report
to Victorian Pride Centre**

I have compiled the accompanying special purpose financial statements of Victorian Pride Centre, which comprise the balance sheet as at 30 June 2017, the income statement for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

The Responsibility of Directors

The directors are solely responsible for the information contained in the special purpose financial statements, the reliability, accuracy and completeness of the information and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared.

My Responsibility


On the basis of information provided by the directors, I have compiled the accompanying special purpose financial statements in accordance with the financial reporting framework as described in Note 1 of the financial statements and in accordance with APES 315: Compilation of Financial Information.

I have applied my expertise in accounting and financial reporting to compile these financial statements in accordance with the financial reporting framework described in Note 1 to the financial statements. I have complied with the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants.

Assurance Disclaimer

Since a compilation engagement is not an assurance engagement, I am not required to verify the reliability, accuracy or completeness of the information provided to me by management to compile these financial statements. Accordingly, I do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial statements were compiled exclusively for the benefit of the directors of Victorian Pride Centre who are responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, I do not accept responsibility for the contents of the special purpose financial statements.



Blake Leschen
Chartered Accountant, 447152

Melbourne

Date: 15 / 12 / 17

Victorian Pride Centre Ltd
Directors' Declaration
For the Period Ended 30 June 2017

Directors' Declaration

The Directors declare that in their opinion:

there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and

the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

The financial statements and notes have been approved and adopted.

The directors are solely responsible for the information contained in the report and have determined that the accounting policies used are appropriate for internal purposes.

On behalf of the Directors

Chair



Judith Munro

Date:

18 December 2017

Victorian Pride Centre Ltd

ACN: 615 432 838

Independent Audit Report to the members of Victorian Pride Centre Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of Victorian Pride Centre Ltd (the Company), which comprises the balance sheet as at 30 June 2017, the income statement, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2017 and of its financial performance for the period then ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 and the the *Australian Charities and Not-for-profits Commission Regulation 2013*.

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 Company in accordance with auditor independence requirements 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 audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Australian Charities and Not-for-profits Commission Act 2012*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

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 directors' financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the the Company'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 directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities 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 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 the financial report.



Banks Group Assurance Pty Ltd, Chartered Accountants
Authorised audit company number 294178 (ACN 115 749 598)



Andrew Fisher FCA, Partner
Registration number 306364

Melbourne, Australia

Date: 18 December 2017