



## **Variety WA Incorporated**

**T/A Variety WA – the Children’s Charity (Tent 74)**

**ABN 14 020 124 537**

**Annual Financial Report 30 September 2024**

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## Board of Management

	<b>Position</b>	<b>Appointed/Resigned</b>
Jay Wakefield	Chief Barker / Chair	
Bradley Dean	Chief Barker/ Chair	Retirement 11 December 2023
Jenny Rachmat	Board Member	
Donald Brooker	Board Member	
Amanda Prindiville	Board Member	
Paul Burgess	Board Member	Retirement 11 December 2023
Chris Rimmer	Board Member	
Berry Johnston	Board Member	
Roy Mellon	Treasurer	
Kathy Ziatas	Board Member	
Geoff Robb	Deputy Chair	
Anthony Begley	Board Member	
Glenn Cornish	Board Member	Appointed 11 December 2023
Simone de Been	Board Member	Appointed 11 December 2023

## Board of Management Report

The Board of Management of Variety WA Incorporated (Variety WA), has pleasure in submitting the following report in respect of the year ended 30 September 2024 in accordance with a resolution of Members.

### MEMBERS

The Board of Management in office at the date of this report are set out on page 3 of this report.

The Board of Management members had no interests in contracts or proposed contracts with Variety WA during the course of the financial year other than noted in the statutory information of this report.

### DIVIDENDS

The Charity is a not-for-profit organisation and is prevented by its constitution from paying dividends.

### ASSOCIATION INFORMATION

Variety WA is an Association incorporated in Western Australia under the Associations Incorporation Act 2015 WA.

The registered office of Variety WA is 102 Burswood Road, Burswood WA 6100.

The incorporated association employed 13 (FTE) staff at 30 September 2024 (30 September 2023: 11 FTE).

### PRINCIPAL ACTIVITIES

The principal activities of Variety WA during the year were to supply equipment and resources to children who are sick, disadvantaged and living with a disability in the community. Variety WA achieves this through fundraising and provision of grants to both individuals and organisations. The principal activities have not changed from previous years.

### OPERATING AND FINANCIAL REVIEW

#### *Operating revenue*

The operating revenue for the year ended 30 September 2024 was \$4,729,277 (30 September 2023: \$3,681,703).

#### *Donations and collections (Charitable revenue)*

The revenue from donations and collections (charitable revenue) for the year ended 30 September 2024 was \$2,890,728 (30 September 2023: \$2,477,694).

#### *Operating result before grants and programs*

The operating profit before grants and programs approved for the year ended 30 September 2024 was \$1,474,678 (30 September 2023: \$1,066,850).

#### *Grants and programs - Kids Support*

Grants and programs provided directly to children who are sick, disadvantaged and living with a disability for the year ended 30 September 2024 were \$1,410,645 (30 September 2023: \$1,619,114). When combined with the running costs of the programs and subtracting grant write backs, the total cost of grants and programs was \$1,438,934 (30 September 2023: \$1,764,797).

#### *Net operating result*

The operating surplus for the year ended 30 September 2024 was \$35,744 (30 September 2023: deficit of (\$697,947)).

## Board of Management Report (continued)

### **SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS**

The appointment of a new Chief Barker – Jay Wakefield is the only significant change in the state of affairs of the charity during the year ended 30 September 2024.

### **SIGNIFICANT EVENTS AFTER THE REPORTING DATE**

No other circumstances have arisen since the end of the year which significantly affect, or may significantly affect, the state of affairs or operations of Variety WA subsequent to the year ended 30 September 2024.

### **LIKELY DEVELOPMENTS AND EXPECTED RESULTS**

In the opinion of the Board of Management, there are no likely changes in the operations of Variety WA, which will adversely affect the results of Variety WA in subsequent financial years.

### **ENVIRONMENTAL REGULATION AND PERFORMANCE**

Variety WA is not subject to any particular or significant environmental regulation.

### **BOARD OF MANAGEMENT BENEFITS**

No Board of Management member of Variety WA has, since the end of the previous financial year, received or become entitled to receive a benefit by reason of a contract made by Variety WA with the Board of Management Member or with a firm of which they are a member, or with an Association in which they have substantial financial interest except for those items disclosed in the notes to this Annual Financial Report.

### **INDEMNIFICATION AND INSURANCE OF MEMBERS**

Association indemnity insurance was purchased during the year and covers the Board of Management up to a maximum of \$5,000,000 for any one claim and an annual aggregate of \$5,000,000. The premium paid for the insurance was \$4,271.85 (excluding GST).


## Board of Management Report (continued)

### BOARD OF MANAGEMENT MEETINGS

The number of meetings of Board of Management Members held during the year and the number of meetings attended by each member were as follows:

	<b>Board of Management Meetings Attended</b>	<b>Board of Management Meetings Eligible to Attend</b>
Bradley Dean	3	3
Jenny Rachmat	8	12
Jay Wakefield (Chief Barker)	12	12
Donald Brooker	10	12
Paul Burgess	2	3
Amanda Prindiville	8	12
Chris Rimmer	9	12
Roy Mellon (Treasurer)	11	12
Kathy Ziatas	11	12
Geoff Robb (Deputy Chair)	12	12
Anthony Begley	6	12
Simone de Been	4	9
Glenn Cornish	7	9

Signed in accordance with a resolution of the Board of Management:



Jay Wakefield  
Chief Barker / Chair



Roy Mellon  
Treasurer

Date: 25 November 2024

**AUDITOR'S INDEPENDENCE DECLARATION**

In accordance with the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 2015 (WA), in relation to our audit of the financial report of Variety WA Inc. for the year ended 30 September 2024, to the best of my knowledge and belief, there have been:

- a) No contraventions of the auditor independence requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit;
- b) No contraventions of the auditor independence requirements of section 80 the Associations Incorporation Act 2015 (WA) in relation to the audit; and
- c) No contraventions of any applicable code of professional conduct in relation to the audit.

DRY KIRKNESS (AUDIT) PTY LTD



ROBERT HALL CA  
Director

Perth  
Date: 25 November 2024

## Statement of Profit or Loss and Other Comprehensive Income

FOR THE YEAR ENDED 30 SEPTEMBER 2024	Notes	2024 \$	2023 \$
<b>Revenue</b>			
Donations and collections	2	2,890,728	2,477,694
Event and lottery income	2	1,611,136	1,088,053
Other income	2	227,413	115,956
<b>Total revenues</b>		<b>4,729,277</b>	<b>3,681,703</b>
<b>Expenses</b>			
Salaries & Wages		(1,462,001)	(1,291,602)
Accounting & Audit Fees		(57,001)	
Advertising & Promotions		(214,935)	(111,285)
Bank Charges		(59,994)	(47,571)
Depreciation – Fixed Assets	3	(65,585)	(64,568)
Depreciation – Right of Use Assets	14(a)	(122)	(1,466)
Event Expenses		(800,162)	(513,389)
Fundraising Expenses		(278,093)	(145,751)
Insurance		(88,466)	(80,972)
Motor Vehicle Expenses		(29,330)	(58,282)
Occupancy		(81,358)	(36,440)
Variety Australia & Variety International		(71,586)	(72,303)
Other Expenses		(159,359)	(182,976)
Gain/(loss) on Other Financial Assets		113,393	(8,248)
<b>Total expenses</b>		<b>(3,254,599)</b>	<b>(2,614,853)</b>
<b>Net surplus before grants and programs</b>	4	<b>1,474,678</b>	<b>1,066,850</b>
<b>Grants and programs</b>			
Kids support grants approved		(1,410,645)	(1,619,114)
Program costs		(175,048)	(286,892)
Less current years grants written back		36,245	80,312
Less previous years grants written back		110,514	60,897
<b>Total grants and programs</b>		<b>(1,438,934)</b>	<b>(1,764,797)</b>
<b>Surplus/(Deficit) before tax</b>		<b>35,744</b>	<b>(697,947)</b>
Income tax expense		-	-
<b>Surplus/(Deficit) after tax</b>		<b>35,744</b>	<b>(697,947)</b>
<b>Other comprehensive income</b>			
Other comprehensive income			-
<b>Total comprehensive income for the year</b>		<b>35,744</b>	<b>(697,947)</b>

The accompanying notes form part of these financial statements.



## Statement of Financial Position

AS AT 30 SEPTEMBER 2024	Notes	2024 \$	2023 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	1,547,490	2,703,809
Other financial assets	9(a)	60,912	24,443
Trade and other receivables	6	321,176	381,305
Inventory	7	85,078	54,755
<b>Total current assets</b>		<b>2,014,656</b>	<b>3,164,312</b>
<b>Non-current assets</b>			
Property, plant and equipment	8	2,193,414	2,228,464
Other financial assets	9(b)	1,615,388	741,451
Right of Use Asset	14(a)	-	122
<b>Total non-current assets</b>		<b>3,808,802</b>	<b>2,970,037</b>
<b>TOTAL ASSETS</b>		<b>5,823,458</b>	<b>6,134,349</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Grants payable	10(b)	703,357	691,387
Trade and other payables	10(a)	170,302	554,988
Lease liability	14(b)	0	135
Borrowings	13	48,190	7,349
Provisions	11(a)	163,615	160,284
<b>Total current liabilities</b>		<b>1,085,464</b>	<b>1,414,143</b>
<b>Non-Current liabilities</b>			
Provisions	11(b)	8,225	18,063
Lease Liability	14(b)	-	-
Borrowings	13	57,460	65,578
<b>Total non-current liabilities</b>		<b>65,685</b>	<b>83,641</b>
<b>TOTAL LIABILITIES</b>		<b>1,151,149</b>	<b>1,497,784</b>
<b>NET ASSETS</b>		<b>4,672,309</b>	<b>4,636,565</b>
<b>EQUITY</b>			
Retained earnings	12(a)	3,828,650	3,792,906
Reserves	12(b)	843,659	843,659
<b>TOTAL EQUITY</b>		<b>4,672,309</b>	<b>4,636,565</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

### FOR THE YEAR ENDED 30 SEPTEMBER 2023

	Retained earnings \$	Reserves \$	Total Equity \$
<b>At 1 October 2022</b>	<b>4,490,853</b>	<b>848,239</b>	<b>5,339,092</b>
Total comprehensive income for the year	(697,947)	-	(697,947)
Movement in sunshine coach grants reserve	-	(4,580)	(4,580)
<b>At 30 September 2023</b>	<b>3,792,907</b>	<b>843,659</b>	<b>4,636,565</b>

### FOR THE YEAR ENDED 30 SEPTEMBER 2024

	Retained earnings \$	Reserves \$	Total Equity \$
<b>At 1 October 2023</b>	<b>3,792,906</b>	<b>843,659</b>	<b>4,636,565</b>
Total comprehensive income for the year	35,744	-	35,744
Movement in sunshine coach grants reserve		-	-
<b>At 30 September 2024</b>	<b>3,828,650</b>	<b>843,659</b>	<b>4,672,309</b>

The accompanying notes form part of these financial statements.

## Statement of Cash Flow

FOR THE YEAR ENDED 30 SEPTEMBER 2024	Notes	2024 \$	2023 \$
<b>Cash flows from operating activities</b>			
Receipts from donors, sponsors, members and fundraising		4,528,384	3,456,080
Payments to suppliers and employees		(3,735,521)	(2,619,168)
Grants paid		(1,251,916)	(1,321,620)
<b>Net cash flows used in operating activities</b>	5(a)	<b>(459,053)</b>	<b>(484,708)</b>
<b>Cash flows used in investing activities</b>			
Purchase of managed investment		(796,748)	(750,000)
Sale of Assets		67,371	10,909
Interest and Investment Income received		47,344	27,734
Purchase of assets		(30,536)	(89,602)
<b>Net cash flows from/(used in) investing activities</b>		<b>(712,568)</b>	<b>(800,959)</b>
<b>Cash flows used in financing activities</b>			
Receipts of borrowings		15,438	72,315
Payment of lease liabilities		(135)	(1,630)
<b>Net cash flows from/(used in) financing activities</b>		<b>15,302</b>	<b>70,685</b>
Net (decrease) / increase in cash and cash equivalents		(1,156,319)	(1,214,982)
Cash and cash equivalents at beginning of year		2,703,809	3,918,791
<b>Cash and cash equivalents at end of year</b>	5	<b>1,547,490</b>	<b>2,703,809</b>

Management wish to point out that there was a significant decrease in the cash and cash equivalents for the 30 September 2024 financial year. The main reason for this decline is due to funds being deployed into an Investment (Financial) portfolio. Please refer to Note 9(a) and 9(b) to ascertain the growth of the Investment Portfolio for Variety WA.

The accompanying notes form part of these financial statements.

# Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

## NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION

The financial report of Variety WA Incorporated (Variety WA) for the year ended 30 September 2024 was authorised for issue in accordance with a resolution of the Board of Management Members on 25 November 2024.

Variety WA is an incorporated association and was incorporated on 8 April 1995. The Financial Report covers Variety WA as an individual entity.

Variety WA is incorporated and domiciled in Australia. The registered office, which is the principal place of business, is located at 102 Burswood Road, Burswood WA 6100.

In the event of Variety WA being wound up, member's liability is limited to an amount of \$NIL. If Variety WA ceases to operate, assets are distributed to either another incorporated association with similar objectives; or distributed for charitable or benevolent purposes.

The nature of the operations and principal activities of Variety WA are described in the Board of Management report.

All amounts are stated in Australian dollars.

### (a) Basis of preparation

The financial report is a general purpose financial report, which has been prepared in accordance with Australian Accounting Standards, the Associations Incorporation Act 2015 WA and the Australian Charities and Not-For-Profits Commission Act 2012.

The financial report has also been prepared on an accrual and historical cost basis.

No judgements made by management as to the application of accounting standards have had a significant effect on the amounts recognised in the financial report.

Other than as disclosed in note 20, there are no key assumptions regarding the future or other sources of estimation uncertainty which are likely to cause material adjustments to the carrying value of assets and liabilities in future reporting periods.

Variety WA is a not-for-profit entity for the purposes of preparing Financial Statements.

### (b) Statement of compliance

To the extent that they apply to not-for-profit organisations, the financial report complies with Australian Accounting Standards.

### New, revised or amended Accounting Standards and Interpretations adopted

The incorporated association has reviewed all new Standards and Interpretations applicable to the incorporated association that have been issued and are effective for the year ended 30 September 2024. As a result of this review the Directors have determined that there is no material impact or otherwise, of the new and revised Standards and Interpretations on its business other than the following:

AASB101 Presentation of Financial Statements has been revised for annual periods beginning on or after 1 January 2023 to require the disclosure of material accounting policy information rather than significant accounting policies. Accounting policy information which does to satisfy one of the following requirements has been removed from these financial statements:

- Changes in accounting policy
- Documentation of choice in the accounting standards
- An accounting policy developed in the absence of an explicit accounting standard requirement
- Significant judgement or estimation
- Complex transaction and accounting policy need to explain statement

Any new or amended Accounting Standards or Interpretations that are not yet effective have not been early adopted.

The Incorporated association has assessed the impact of these new or amended Accounting Standards or Interpretations most relevant to the incorporated association as having no significant impact.

# Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

## NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

### (c) Property, plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses.

Land and buildings are measured at cost.

Depreciation is calculated on a straight-line basis over the estimated life of the assets as follows:

Buildings – over 40 years

Computer equipment – over 3 - 4 years

Plant and equipment – over 5 years

Motor vehicles – over 5 - 8 years

Furniture and fittings – over 10 years

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

### (d) Financial Instruments

#### *Financial assets*

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

#### *Classification:*

On initial recognition, the Incorporated association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss (FVTPL)

#### *Amortised cost:*

The incorporated association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

#### *Financial assets at Fair Value through profit or loss (FVTPL)*

The incorporated association's financial assets measured at fair value through profit or loss comprise managed cash investments in the statement of financial position.

#### *Impairment of financial assets:*

Where the simplified approach to expected credit loss (ECL) is not applied, the incorporated association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The incorporated association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Incorporated association in full, without recourse to the incorporated association to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

#### *Financial liabilities*

The financial liabilities of the incorporated association comprise trade payables, bank and other liabilities.

### (e) Inventories

Inventories are valued at the lower of cost and net realisable value.

Inventory items are valued at approximate net realisable value, and this value is used as the reserve at auction to ensure that the auction proceeds exceed cost.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

#### (f) Impairment of assets

At each reporting date, Variety WA assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, Variety WA makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In determining recoverable amount, the expected net cash flows have been discounted to their present value using a market determined risk adjusted discount rate.

#### (g) Grants payable

Grants payable are carried at cost and are recognised when the incorporated association has a legal, equitable or constructive obligation to make a future sacrifice of economic benefits as a result of past transactions or events, it is probable that a future sacrifice of economic benefits will be required and a reliable estimate can be made of the amount of the obligation.

All grants are reviewed once 12 months has passed since they were approved. Upon the expiration of 12 months any grant that is no longer required, no longer meets the grants criteria or all the needs of the recipient have been met, then any outstanding balance is written back and the grant treated as completed.

Sunshine coaches on loan to recipient organisations are classified as a reserve as they do not constitute a present obligation at the year end.

#### (h) Income tax

Variety WA is exempt from income tax. It is a Deductible Gift Recipient (DGR) and an Income Tax Exempt Corporation (ITEC).

#### (i) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to Variety WA and the revenue can be reliably measured.

##### *Donations and collections income*

Donations and collections income refers to donations received by the charity which qualifies as a donation under its deductible gift recipient status.

Donations and collections income includes:

- Goods that are donated to be sold at auctions, or to be used in events or functions. In both cases, they are recognised as revenue at their replacement cost, and expensed when the goods are sold, or otherwise used.
- Donated services, such as the use of a conference centre to host an event, are recognised as revenue at their replacement cost. An equivalent amount is recognised as an expense, relating to the type of service donated.

##### *Fundraising and events income*

Fundraising and event income and the associated expenses are recognised to the stage of completion by reference to the stage of completion of the transaction at the reporting date when the outcome of the transaction involving the rendering of services can be estimated reliably. Fundraising and events income refers to income derived from the charity's various events held during the year.

# Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

## NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

### *Interest income*

Revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

### *Sales of non-current assets*

The gross proceeds of non-current assets sales are included at the date control of the asset passes to the buyer. The gain or loss on disposal of assets is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal.

### *Pledges (revenue) received*

Pledges are recognised as revenue once Variety WA received an enforceable right to collect the pledge when it falls due.

## **(j) Financial risk management objectives and policies**

Variety WA's principal financial instruments consist mainly of cash assets, trade and other receivables and trade and other payables.

The main purpose of these financial instruments is to provide funding to disadvantaged children in Western Australia. Variety WA has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations.

Variety WA does not hold any complex financial instruments or any derivative financial instruments.

It is Variety WA's policy that no trading in financial instruments shall be undertaken. This was the case throughout the period under review.

The main risks arising from Variety WA's financial instruments are market risk, credit risk and liquidity risk. The Board reviews and agrees policies for managing each of these risks as summarised below.

### *Market Risk*

Refer to note 20(c) to the financial statements.

### *Credit risk*

Credit risk relates to Variety WA's financial assets which are held as cash and cash equivalents and trade and other receivables. Variety WA only deals with major Australian banks and only trades with recognised, creditworthy parties.

It is Variety WA's policy that all customers who wish to trade on credit terms are subject to credit verification procedures.

In addition, receivable balances are monitored on an ongoing basis with the result that Variety WA's exposure to bad debts is not significant.

Variety WA minimises concentration of credit risk in relation to trade receivables by undertaking transactions with a large number of customers.

The maximum credit risk exposure to Variety WA at the balance date is \$321,176 (2023: \$331,092). Credit risk in trade receivables is managed in the following ways:

- payment terms are 7 days;
- management review older amounts due and pursue customers for payment; and
- a \$NIL (2022: \$NIL) provision is held to cover any potential bad debts that may arise

Since Variety WA trades only with recognised credit worthy third parties, there is no requirement for collateral.

# Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

## NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

### *Liquidity Risk*

Refer note 10 to the financial statements.



## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 2 FUNDRAISING INFORMATION

	2024 \$	2023 \$
Donations and collections	2,890,728	2,477,694
Event and lottery income	1,611,136	1,088,053
Other income	227,413	115,956
	<b>4,729,277</b>	<b>3,681,703</b>

Other Income	2024 \$	2023 \$
Interest received	18,306	27,734
Memberships	6,204	6,136
Gain on Sale of Asset	67,371	10,909
Other Income	135,532	71,177
<b>Total other Income</b>	<b>227,413</b>	<b>115,956</b>

### 3 EXPENSES

	2024 \$	2023 \$
Operating surplus is stated after charging the following items:		
Total Depreciation	65,707	69,148
Depreciation expensed as appeals granted	0	(4,580)
<b>Depreciation expense</b>	<b>65,707</b>	<b>64,568</b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 4 FUNDRAISING INFORMATION AND ADMINISTRATION COSTS

2023/2024	Fundraising Income	Other Income	Direct Expenses	Gross Profit
<b>Motoring Events</b>				
Bash	1,176,613	345,842	285,661	1,236,794
4WD Adventure	87,755	82,933	79,939	90,749
Creative Car Cruise	232,312	55,687	42,989	245,010
<b>Total Motoring Events</b>	<b>1,496,680</b>	<b>484,462</b>	<b>408,589</b>	<b>1,572,553</b>
<b>Other Events</b>				
Winter Ball	100,000	142,790	176,300	66,490
Charity Flight	-	294,306	221,287	73,019
<b>Total Other Events</b>	<b>100,000</b>	<b>437,096</b>	<b>397,587</b>	<b>139,509</b>
<b>Fundraising</b>				
Private Giving	170,362	7,821	14,283	163,900
Community Fundraising	120,934	39,511	23,621	136,824
Trust & Foundations	783,601	6,014	700	788,915
Raffles/Lotteries	11,898	338,323	250,960	99,261
Corporate Partnerships	175,153	96,539	18,635	253,058
<b>Total Fundraising</b>	<b>1,261,948</b>	<b>488,208</b>	<b>308,199</b>	<b>1,441,957</b>
<b>Regions</b>				
Midwest	31,358	288,895	96,726	223,527
<b>Total Regions</b>	<b>31,358</b>	<b>288,895</b>	<b>96,726</b>	<b>223,527</b>
<b>TOTAL</b>	<b>2,889,986</b>	<b>1,698,661</b>	<b>1,211,101</b>	<b>3,377,546</b>
<b>Administration</b>				
Gain/(Loss) on Other Financial Assets	-	113,393	-	113,393
Marketing	-	-	44,144	(44,144)
Administration (including interest)	951	139,679	650,746	(510,116)
<b>Total Administration</b>	<b>951</b>	<b>253,072</b>	<b>694,890</b>	<b>(440,867)</b>
	<b>2,890,937</b>	<b>1,951,733</b>	<b>1,905,911</b>	<b>2,936,679</b>
Salaries & Wages				1,462,001
<b>Surplus before grants and programs</b>				<b>1,474,678</b>
Grants Approved				(1,410,645)
Program Costs				(175,048)
Grant Write backs				146,759
<b>Total grants and programs</b>				<b>(1,438,934)</b>
<b>Total comprehensive income for the year</b>				<b>35,744</b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 4 FUNDRAISING INFORMATION AND ADMINISTRATION COSTS (CONTINUED)

2022/2023	Fundraising Income	Other Income	Direct Expenses	Gross Profit
<b>Motoring Events</b>				
Bash	1,096,603	238,541	283,867	1,051,277
4WD Adventure	214,832	116,723	102,914	228,641
Creative Car Cruise	301,897	70,835	68,289	304,443
<b>Total Motoring Events</b>	<b>1,613,332</b>	<b>426,099</b>	<b>455,070</b>	<b>1,584,361</b>
<b>Other Events</b>				
VIVA	1,050	70	49,071	(47,951)
<b>Total Other Events</b>	<b>1,050</b>	<b>70</b>	<b>49,071</b>	<b>(47,951)</b>
<b>Fundraising</b>				
Private Giving	177,171	3,239	21,364	159,046
Community Fundraising	194,324	35,128	61,862	167,590
Trust & Foundations	347,684	1,769	1,015	348,438
Raffles/Lotteries	8,801	297,144	161,684	144,261
Corporate Partnerships	42,961	122,374	474	164,861
<b>Total Fundraising</b>	<b>770,941</b>	<b>459,654</b>	<b>246,399</b>	<b>984,196</b>
<b>Regions</b>				
Midwest	92,371	245,889	98,086	240,174
<b>Total Regions</b>	<b>92,371</b>	<b>245,889</b>	<b>98,086</b>	<b>240,174</b>
<b>TOTAL</b>	<b>2,477,694</b>	<b>1,131,712</b>	<b>848,626</b>	<b>2,760,780</b>
<b>Administration</b>				
Gain/(Loss) on Other Financial Assets			8,248	(8,248)
Marketing	-	-	18,432	(18,432)
Administration (including interest)	-	72,296	447,943	(375,647)
<b>Total Administration</b>	<b>-</b>	<b>72,296</b>	<b>474,623</b>	<b>(402,327)</b>
	<b>2,477,694</b>	<b>1,204,008</b>	<b>1,323,249</b>	<b>2,358,453</b>
Salaries & Wages				1,291,603
<b>Surplus before grants and programs</b>				<b>1,066,850</b>
Grants Approved				(1,619,114)
Program Costs				(286,892)
Grant Write backs				141,209
<b>Total grants and programs</b>				<b>(1,764,797)</b>
<b>Total comprehensive income for the year</b>				<b>(697,947)</b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	2024	2023
	\$	\$

### 5 CASH AND CASH EQUIVALENTS

#### Reconciliation to the Statement of Cash Flows

For the purposes of the Statement of Cash Flows, cash and cash equivalents comprise the following:

Cash in hand	3,771	4,500
Cash at bank	1,046,404	2,305,436
Bank deposits	497,315	393,873
	<b>1,547,490</b>	<b>2,703,809</b>

Cash at bank earns interest at floating rates based on daily bank deposit rates.

#### (a) Reconciliation of the net profit to the net cash flows from operations

Surplus/(Deficit) after tax	35,744	(697,947)
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#### Non-cash or operating items

Depreciation – Fixed Assets	65,585	64,568
Depreciation – Right of Use Assets	122	1,466
Donations received in kind	100,781	118,071
Donations granted in kind	(100,781)	(118,071)
Profit on sale of assets	(67,371)	(10,909)
Gain/(loss) on the financial assets	(113,393)	8,248
Interest received on investments	(47,344)	(622)
Interest paid on lease liabilities	1	54
Interest paid commercial loans	9,424	612

#### Changes in assets and liabilities

(Decrease)/increase in trade and other receivables	2,690	(68,287)
Decrease/(increase) in other assets	15,208	-
Decrease/(increase) in inventory	(89,543)	(26,537)
(Decrease) in appeals payable	11,971	156,286
Increase(decrease) in trade and other creditors (including deferred income)	(272,307)	142,670
Increase in provisions	(9,838)	(26,576)
<b>Net cash flow from operating activities</b>	<b>(459,053)</b>	<b>(456,974)</b>

#### (b) Non-cash financing and investing activities

##### Credit card facility

Total balance owing as at 30 September 2024 is \$2,152 (2023: \$10,013).

##### Donated goods and services

During the year, the organisation received donated goods and services to the value of \$100,781 (2023: \$118,071). As these were acquired for no consideration, the goods and services were valued at current replacement cost.

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	2024 \$	2023 \$
<b>6 TRADE AND OTHER RECEIVABLES</b>		
Trade receivables	51,777	59,843
Deposits	73,853	74,118
Other receivables	154,488	110,476
Accrued income	41,058	86,655
Net GST receivable	-	50,213
	<b>321,176</b>	<b>381,305</b>

Trade debtors are non-interest bearing and generally on 7 day terms.

Accrued income is sponsorship and third party grants promised but not received as at 30 September 2024.

### 7 INVENTORY

Stock of toys	85,078	54,755
	<b>85,078</b>	<b>54,755</b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	2024 \$	2023 \$
<b>8 NON-CURRENT ASSETS</b>		
<b>8a PROPERTY, PLANT AND EQUIPMENT</b>		
Land	1,014,933	1,014,933
Buildings	1,627,665	1,627,665
Accumulated depreciation	(564,258)	(523,566)
	<b>1,063,407</b>	<b>1,104,099</b>
Plant & Equipment	192,517	161,860
Accumulated depreciation	(141,623)	(127,969)
	<b>50,894</b>	<b>33,891</b>
Motor Vehicles	176,145	225,152
Accumulated depreciation	(119,942)	(160,824)
	<b>56,203</b>	<b>64,328</b>
Furniture & Fittings	134,562	134,562
Accumulated depreciation	(126,585)	(123,349)
	<b>7,977</b>	<b>11,213</b>
Sunshine Coach	410,818	564,717
Accumulated depreciation	(410,818)	(564,717)
	<b>0</b>	<b>0</b>
<b>Total</b>	<b>2,193,414</b>	<b>2,228,464</b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 8b PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

#### RECONCILIATION

	Land	Building	Plant & Equipment	Motor Vehicles	Furniture & Fittings	Sunshine Coach	Total
<b>Cost</b>							
Opening balance as at 1 October 2022	1,014,933	1,627,665	137,258	160,152	134,562	564,717	3,639,287
Additions	-	-	24,602	65,000	-	-	89,602
Disposals	-	-	-	-	-	-	-
Ending balance as at 30 September 2023	<b>1,014,933</b>	<b>1,627,665</b>	<b>161,860</b>	<b>225,152</b>	<b>134,562</b>	<b>564,717</b>	<b>3,728,889</b>
<b>Accumulated depreciation</b>							
Opening balance as at 1 October 2022	-	(482,874)	(118,344)	(149,810)	(120,113)	(560,135)	(1,431,276)
Depreciation	-	(40,692)	(9,625)	(11,014)	(3,236)	(4,582)	(69,149)
Disposals	-	-	-	-	-	-	-
Ending balance as at 30 September 2023	-	(523,566)	(127,969)	(160,824)	(123,349)	(564,717)	(1,500,425)
<b>Carrying amount</b>	<b>1,014,933</b>	<b>1,104,099</b>	<b>33,891</b>	<b>64,328</b>	<b>11,213</b>	<b>0</b>	<b>2,228,464</b>
	Land	Building	Plant & Equipment	Motor Vehicles	Furniture & Fittings	Sunshine Coach	Total
<b>Cost</b>							
Opening balance as at 1 October 2023	1,014,933	1,627,665	161,860	225,152	134,562	564,717	3,728,889
Additions	-	-	30,657	-	-	-	30,657
Disposals	-	-	-	(49,007)	-	(153,899)	(202,906)
Ending balance as at 30 September 2024	<b>1,014,933</b>	<b>1,627,665</b>	<b>192,517</b>	<b>176,145</b>	<b>134,562</b>	<b>410,818</b>	<b>3,556,640</b>
<b>Accumulated depreciation</b>							
Opening balance as at 1 October 2023	-	(523,566)	(127,969)	(160,824)	(123,349)	(564,717)	(1,500,425)
Depreciation	-	(40,692)	(13,654)	(8,125)	(3,236)	-	(65,707)
Disposals	-	-	-	49,007	-	153,899	202,906
Ending balance as at 30 September 2024	-	(564,258)	(141,623)	(119,942)	(126,585)	(410,818)	(1,363,226)
<b>Carrying amount</b>	<b>1,014,933</b>	<b>1,063,407</b>	<b>50,894</b>	<b>56,203</b>	<b>7,977</b>	<b>0</b>	<b>2,193,414</b>

		2024 \$	2023 \$
<b>9 OTHER FINANCIAL ASSETS</b>			
<b>9a Current</b>			
Financial assets at fair value through profit and loss			
Managed cash investment		<b>60,912</b>	<b>24,443</b>
<b>9b Non-current</b>			
Financial assets at fair value through profit and loss			
Managed Investments			
Financial assets at cost		1,591,868	717,931
Equity in Variety Australia Ltd		23,520	23,520
		<b>1,615,388</b>	<b>741,451</b>
<b>10a TRADE AND OTHER PAYABLES</b>			
Trade payables	(i)	91,709	181,866
Events Prepaid Income	(ii)	4,660	21,139
Prepaid Income	(ii)	3,971	121,958
Payroll Liabilities	(ii)	48,987	55,266
Accrued Expenses	(ii)	94,148	164,747
Credit Cards	(ii)	2,152	10,013
ATO Liabilities	(iii)	(75,325)	-
		<b>170,302</b>	<b>554,989</b>
<b>10b GRANTS PAYABLE</b>	(iii)	<b>703,357</b>	<b>691,387</b>

- (i) Trade payables are non-interest bearing and are normally settled on 30 day terms.  
(ii) Other payables and accruals are non-interest bearing and have an average term of 30 days.  
(iii) ATO liabilities include amounts owed to the ATO at 30 September 2024.  
(iv) Grants payable treatment is described fully in note 1(i).

#### Liquidity risk

Liquidity risk is the risk that Variety WA will not be able to meet its financial obligations as they fall due. Variety WA's approach to manage liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damaging the charity's reputation.

Ultimate responsibility for liquidity risk management rests with the Board of Management. Under instruction from the board, management have developed an appropriate risk management framework for the management of the short, medium and long term funding and liquidity management requirements. Variety WA manages liquidity risk by maintaining reserves, banking facilities and reserve borrowing facilities and by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

#### 11a PROVISIONS

##### Current liabilities

Annual leave brought forward		69,933	75,668
Amounts accrued during the year		7,605	(5,735)
<b>Annual leave carried forward</b>		<b>77,538</b>	<b>69,933</b>
Long service leave brought forward		90,351	99,363
Amounts accrued during the year		(4,274)	(9,012)
<b>Long service leave carried forward</b>		<b>86,077</b>	<b>90,351</b>
<b>Total provisions</b>		<b>163,615</b>	<b>160,284</b>



## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 11b PROVISIONS

#### Non-current liabilities

Long service leave brought forward	18,063	29,891
Amounts accrued/(derecognised) during the year	(9,838)	(11,828)
<b>Long service leave carried forward</b>	<b>8,225</b>	<b>18,063</b>

#### Employee benefits

Provision is made for employee entitlement benefits accumulated as a result of employees rendering services up to the reporting date. These benefits would include long service leave if any employee was entitled to it or a risked-estimate of the provision if an employee is nearing entitlement.

### 12 RESERVES

<b>(a) Retained earnings</b>	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Movements in retained earnings were as follows:		
Beginning of financial year	3,792,906	4,490,853
Total comprehensive income for the year	35,744	(697,947)
Movement in reserves	-	-
<b>End of financial year</b>	<b>3,828,650</b>	<b>3,792,906</b>

#### (b) Reserves

Movements in reserves were as follows:

Beginning of financial year	843,659	848,239
Movement in the year	-	(4,580)
<b>End of financial year</b>	<b>843,659</b>	<b>843,659</b>

(i, ii and iii)

(i) Reserves of \$68,167 (2023: \$68,167) relate to the Sunshine coach grants. Refer to note 1(i).

(ii) Reserves of \$350,000 (2023: \$350,000) relate to funds injected into the organisation by the Bendat Family Foundation. The interest earned on these funds must be used for the Brian Treasure Scholarship Fund.

(iii) General reserves of \$425,492 (2023: \$425,492) relate to the gain on the sale of the Shepperton Road property.

### 13 BORROWINGS

Current	48,190	7,349
Non-current	57,460	65,578
Commercial loan repayable over 5 years		

### 14 LEASES

#### (a) Right of Use Asset

Balance at beginning of year	-	122
Additions	-	-
Depreciation	-	(122)

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

<b>Balance at end of year</b>	-	<b>0.00</b>
<b>14 LEASES (CONTINUED)</b>		
<b>(b) Lease Liability</b>		
Balance at beginning of year	-	135
Additions	-	-
Interest	-	-
Repayments	-	(135)
<b>Balance at end of year</b>	<b>-</b>	<b>0.00</b>
Current	-	-
Non-current	-	-

## 15 COMMITMENTS AND CONTINGENCIES

Variety WA has no capital or operational commitments in existence at the reporting date.

Lease commitments for short term and low value leases:

	Total
Payable within one year:	-
Payable within one and five years:	-
Payable in more than 5 years	-
	<b>-</b>

## 16 AUDITORS' REMUNERATION

The auditor of Variety WA Inc is Dry Kirkness (Audit) Pty Ltd.

Auditors remuneration comprises:

Audit of the financial report	16,500	15,500
Other non-audit services	-	-
	<b>16,500</b>	<b>15,500</b>

## 17 KEY MANAGEMENT PERSONNEL

(a) Details of Key Management Personnel (KMP)

### *Executives*

Christopher Chatterton Chief Executive Officer (Appointed 6 June 2023)

(b) Compensation of Key Management Personnel

A formal meeting is held in October each year where a discussion regarding performance occurs and the Board make a decision regarding the remuneration of KMP. Due to the sensitive nature of information, compensation data is not reported.

(c) Other transactions and balances with (KMP) and their related parties

### *Sales and Purchases*

During the year, there were no sales or purchases from Key Management Personnel

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 18 RELATED PARTY DISCLOSURE

#### (a) Ultimate parent

Variety WA is a member of Variety Australia and Variety International.

#### (b) Key management personnel

Details relating to key management personnel, including remuneration, are included in note 17.

#### (c) Transactions with related parties

The following table provides the total amount of transactions that were entered into with related parties for the relevant financial year:

Related party		Revenue /(services from) related parties	Payments to/(from) related parties	Amounts owed (by)/to related parties
Variety International The Children's Charity	2024		10,793	
	2023	-	13,073	11,155
Variety Australia Ltd	2024	85,906	33,440	8,755
	2023	21,299	15,414	22,183
Variety NSW	2024	15,235		
	2023	16,949	4,349	(18,651)
Variety NT	2024	-	-	-
	2023	-	-	-
Variety QLD	2024		1,000	
	2023	185	3,233	-
Variety SA	2024			
	2023	187	752	-
Variety TAS	2024	-	3,191	-
	2023	-	-	-
Variety VIC	2024			
	2023	109	-	-
Jlc Associates	2024	-	23,436	-
	2023	-	-	-

#### *Terms and conditions of transactions with related parties*

Sales to and purchases from related parties are made in arm's length transactions both at normal market prices and on normal commercial terms.

Outstanding balances at year-end are unsecured, interest free and settlement occurs in cash.

### 19 SEGMENT INFORMATION

Variety WA operates in predominately one segment and one geographical region fundraising within Western Australia.

### 20 FINANCIAL INSTRUMENTS

Variety WA's principal financial instruments consist mainly of cash assets, trade receivables and trade payables.

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 20 FINANCIAL INSTRUMENTS (CONTINUED)

#### (a) Net fair values

All financial assets and liabilities have been recognised at the balance date at their net fair values. The carrying amount of financial assets and liabilities approximate their net fair value. These financial assets and liabilities are included in the assets and liabilities in the Statement of Financial Position. There are no financial assets which have a carrying amount exceeding their net fair value.

#### (b) Financial Instruments

	Carrying amount		Fair value	
	2024 \$	2023 \$	2024 \$	2023 \$
<b>(i) Financial assets</b>				
Cash assets	1,547,490	2,703,809	1,547,490	2,703,809
Other financial assets	1,676,300	765,894	1,676,300	765,894
Trade and other receivables	321,177	331,093	321,177	331,093
<b>Total financial assets</b>	<b>3,544,967</b>	<b>3,800,796</b>	<b>3,544,967</b>	<b>3,800,796</b>
<b>(ii) Financial liabilities</b>				
Trade creditors	91,709	181,866	91,709	181,866
Grants payable	703,357	691,387	703,357	691,387
Other creditors and accruals	29,606	317,857	29,606	317,857
Lease liabilities	-	135	-	135
<b>Total financial liabilities</b>	<b>824,672</b>	<b>1,191,245</b>	<b>824,672</b>	<b>1,191,245</b>

#### (c) Market risk

Market risk includes price risk, foreign exchange rate risk and interest rate risk. Variety WA's exposure to market risk is the financial risk of changes with respect to interest rates. Variety WA is exposed to price risk on its managed fund investment and utilise a recognised fund manager to manage this risk. Variety WA has no exposure to foreign exchange rate risk.

Variety WA's exposure to the risk of changes in interest rates relates primarily to Variety WA's bank accounts and credit card.

A change of 100 basis points would have an insignificant impact of profit and equity.

### 22 EVENTS AFTER BALANCE DATE

Since the end of the financial year, the Board of Management have not become aware of any matter or circumstances not otherwise dealt with in the report or financial statements that has significantly, or may significantly affect the operations of Variety WA, the results of those operations or the state of affairs of Variety WA in subsequent financial years.

### 22 CONTINGENT LIABILITIES

There are no contingent liabilities that exist at, or after, the balance date.

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

### 23 KEY ASSUMPTIONS

#### (a) Regarding the future

There is an assumption that Variety WA will receive similar levels of support in the future.

#### (b) Regarding the current year

There are no key assumptions regarding the current financial year.

### 24 CAPITAL MANAGEMENT

The primary focus of Variety WA's capital management policy is to ensure adequate working capital to fund the grants already approved and to work towards raising further capital to fund future grant applications. This is done through careful budgeting and a grants approval process which involves obtaining approval from the Board of Management.

Variety WA's working capital as at the balance date was:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Cash and cash equivalents	1,547,490	2,703,809
Trade and other receivables	321,176	381,305
Grants payable	(703,357)	(691,387)
Trade and other payables	(170,302)	(554,988)
Lease liabilities	-	(135)
	<b><u>995,007</u></b>	<b><u>1,838,604</u></b>

## Notes to the Financial Statements (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

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### Board of Management's Declaration

In accordance with a resolution of the Board of Management of Variety WA Incorporated, we state that:

In the opinion of the Board of Management:

- a) The financial statements and notes of Variety WA Incorporated:

Presents fairly, Variety WA Incorporated's financial position as at 30 September 2024 and of its performance, as represented by the results of its operations, changes in equity and its cash flows, for the year ended on that date; and comply with applicable Australian Accounting Standards and the Associations Incorporation Act 2015 WA.
- b) There are reasonable grounds to believe Variety WA Incorporated will be able to pay its debts as and when they become due and payable.
- c) The provisions of the Australian Charities and Not-For-Profit Commission Act 2012 and its regulations and the conditions attached to the Authority to conduct fundraising have been complied with.
- d) The internal controls exercised by Variety WA Incorporated are appropriate and effective in accounting for all income received and applied to its fundraising appeals

Signed in accordance with a resolution of the Board of Management:



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Jay Wakefield  
Chief Barker / Chair



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Roy Mellon  
Treasurer

Perth

Date: 25 November 2024

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF VARIETY WA INCORPORATED**

**Report on the Financial Report**

**Qualified Opinion**

We have audited the financial report of Variety WA Incorporated, which comprises the statement of financial position as at 30 September 2024 and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the twelve month period then ended, notes comprising a summary of material accounting policy information and other explanatory information and the board of management's declaration.

In our opinion, except for the effects on the financial report of such adjustments, if any that may have been required had the limitation on our audit procedure referred to in the qualification paragraph not existed:

- i) the accompanying financial report of the Variety WA Incorporated is prepared, in all material respects, in accordance with the Associations Incorporation Act 2015 (WA) and the Australian Charities and Not-for-profits Commission Act 2012, including, giving a true and fair view of the Association's financial position as at 30 September 2024 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards - and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

**Basis for Qualified Opinion**

Voluntary revenue such as donations and fundraising are significant sources of revenue for the Association. The board of management has determined that it is impracticable to establish controls over the collection of voluntary revenue prior to entry into its financial records. Accordingly, as the evidence available to us regarding revenue from these sources was limited, our audit procedures with respect to voluntary revenue had to be restricted to the amounts recorded in the financial records. We are therefore unable to express an opinion as to whether the recorded voluntary revenue of the Association is complete.

We have 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 auditor independence requirements of the Associations Incorporation Act 2015 (WA), Australian Charities and Not-for-profits Commission Act 2012 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence standards) (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our ethical requirements in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **Responsibilities of the Board of Management for the Financial Report**

The board of management of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Australian Accounting Standards, Associations Incorporation Act 2015 (WA), and the Australian Charities and Not-for-profits Commission Act 2012 and for such internal control as the board of management determines is necessary to enable the preparation of the 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 board of management 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 board of management either intend to liquidate the Association 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 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 the financial report.

As part of an audit in accordance with the Australia Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess 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 board of management.
- Conclude on the appropriateness of the board of management'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 a going concern.



- 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 board of management 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.

We also provide the board of management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **Report on Other Legal and Regulatory Requirements**

In our opinion, Variety WA Incorporated has complied with sections 60-30(3)(b), (c) and (d) of the Australian Charities and Not-for-profits Commission Act 2012 and sections 82(1)(b), (c) and (d) of the Associations Incorporation Act 2015 (WA) :

- by providing us with all information, explanation and assistance necessary for the conduct of the audit;
- by keeping financial records sufficient to enable a financial report to be prepared and audited;
- by keeping other records required by Part 3-2 of the Australian Charities and Not-for-profits Commission Act 2012, including those records required by Section 55-5 that correctly record its operations, so as to enable any recognised assessment activity to be carried out in relation to the entity; and
- by keeping other records required by Part 5 of the Associations Incorporation Act 2015 WA, including those records required by Section 66 that correctly record its operations, so as to enable true and fair financial statements to be prepared.

DRY KIRKNESS (AUDIT) PTY LTD



ROBERT HALL CA  
Director

Perth

Date: 25 November 2024