
Annual Report

AUSTRALIAN SOCIETY OF VITICULTURE &
OENOLOGY INCORPORATED

30 June 2021

Prepared by Chris Waters

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AUSTRALIAN SOCIETY OF VITICULTURE AND OENOLOGY INC
STATEMENT BY THE EXECUTIVE BOARD

In the opinion of the Executive Board the accompanying financial report:

- (a) Present fairly the financial position of the Society as at 30 June 2021 and the profit for the year then ended; and
- (b) Have been prepared and presented in accordance with applicable Australian Accounting Standards.

The Executive Board has reasonable grounds to believe that the Society will be able to pay its debts as and when they fall due.

The Executive Board hereby states that during the year ended 30 June 2021

No firm or body corporate in which an Executive Board member has a substantial financial or which an Executive Board member is a member; has received, or become entitled to receive a benefit as a result of a contract between the Executive Board member, firm or body corporate and the Society.

The above statement is made in accordance with a resolution of the Executive Board and is signed for and on behalf of the Executive Board by:



ASVO Treasurer
Dr Anthony Robinson



ASVO President
Ms Brooke Howell

Dated this 23rd day of September 2021

Profit and Loss

AUSTRALIAN SOCIETY OF VITICULTURE & OENOLOGY INCORPORATED For the 12 months ended 30 June 2021

	Jun-21	Jun-20
Income		
Grants (AWITC)	-	10,000
Interest Income	2,195	5,735
Membership Fee	7	-
Membership Fee YR 19-20	-	127,238
Membership Fee YR 20-21	101,557	-
Merchandise	1,173	4,152
Miscellaneous Income	3,288	5
Posters	227	323
Proceedings	18	191
Project funding	-	6,080
Registrations	30,029	27,502
Royalties	22,969	20,536
Sponsorship- Major	-	20,874
Sponsorship-Events	8,220	11,273
Total Income	169,684	233,909
Gross Profit	169,684	233,909
Plus Other Income		
Cash Flow Boost	10,000	10,000
Total Other Income	10,000	10,000
Less Operating Expenses		
Accommodation	105	914
Administration Services	-	1,656
Advertising / Promotional	1,410	-
Audit Fees	3,340	1,440
Awards	1,086	389
Bank Charges	147	137
Board Election Expense	950	-
Board Meetings/AGM Expenses	365	1,041
Bookkeeping Services	1,000	1,263
Depreciation	931	1,177
Domain Hosting	-	186
Editorial Services	26,512	32,535
Event - Audio-Visual	9,312	3,977
Event Catering	4,314	24,708
Event Management	-	2,000
Event Photographer	440	-
Event Printing & Stationery	-	1,057
Event- promotion & marketing	300	4,379
Exchange Hosting	434	325
Freight	45	9

Profit and Loss

	Jun-21	Jun-20
Goods for Sale	955	4,751
Insurance	2,983	3,269
Internet/Telephone	1,228	1,132
Leave Provision Expense	3,244	7,671
Legal Fees	250	-
Merchant Fees	1,970	2,034
Miscellaneous Expenses	49	27
Other Employer Expenses	368	-
Postage	338	208
Printing & stationary	184	119
Publishing	24,870	31,198
Rent	1,500	1,748
Salaries	69,000	69,000
Scholarship	4,455	4,455
Software Licences	1,917	209
Special Projects	-	12,160
Sponsorship	-	6,205
Storage	727	1,091
Subscriptions	-	1,864
Superannuation Fund Expense	6,555	6,555
Teleconferencing	499	2,873
Travel - Committee	-	3,331
Travel - EO/Staff	-	129
Typesetting / Post production	540	-
Venue Hire	2,171	4,234
Website Hosting & Maintenance	3,358	3,327
Website redevelopment	-	22,000
Total Operating Expenses	177,849	266,780
Net Profit	1,835	(22,871)

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

AUSTRALIAN SOCIETY OF VITICULTURE & OENOLOGY INCORPORATED As at 30 June 2021

	30 Jun 2021	30 Jun 2020
Assets		
Bank		
CBA Cheque Account	202,587	181,159
Term Deposit 50586485	100,378	-
Term Deposit 50586514	50,163	285,919
Term Deposit 50586522	100,327	-
Term Deposit 50586530	100,487	-
Total Bank	553,942	467,078
Current Assets		
Trade Debtors	6,060	300
Total Current Assets	6,060	300
Fixed Assets		
Office Equipment Accum Dep'n	(5,490)	(10,617)
Office Equipment at Cost	7,040	11,702
Total Fixed Assets	1,550	1,085
Non-current Assets		
Accrued Interest	400	1,319
Prepayments	4,021	-
Sundry Debtors	-	1,283
Total Non-current Assets	4,421	2,602
Total Assets	565,973	471,065
Liabilities		
Current Liabilities		
GST	13,754	10,103
Trade Creditors	718	716
Total Current Liabilities	14,472	10,819
Non-Current Liabilities		
Accrued Expenses	15,987	20,331
Deferred Income	65,000	-
Membership paid in advance	92,886	80,176
PAYG Withholding Payable	3,576	3,849
Prepaid registrations	648	-
Provision for leave	10,915	7,671
Sponsorship paid in advance	12,434	-
Super Payable	1,639	1,639
Total Non-Current Liabilities	203,086	113,665
Total Liabilities	217,557	124,483
Net Assets	348,416	346,582

Balance Sheet

	30 Jun 2021	30 Jun 2020
Equity		
Current Year Earnings	1,835	(22,871)
Retained Earnings	346,582	369,453
Total Equity	348,416	346,582

This statement is to be read in conjunction with the Notes to the Financial Statements.

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The Executive Board of the Association has determined that the Association is not a reporting entity. Accordingly, this financial report is a special purpose financial report which has been prepared solely to meet the reporting obligations of the Executive Board, the limited information needs of the Association's members and to satisfy the financial reporting requirements of the Associations Incorporation Act (SA) 1985. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

In the current year, the Association adopted all of the new and revised Standards and interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for the current reporting period. The adoption of the new and revised Standards and Interpretations has not resulted in any material changes to the Association's accounting policies.

(a) The financial report has been prepared in accordance with the requirements of the Associations Incorporation Act (SA) 1985 and the following Australian Accounting Standards:

- AASB 101 *Presentation of Financial Statements*
- AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*
- AASB 110 *Events after the Balance Sheet Date*
- AASB 1048 *Interpretation of Standards*
- AASB 1053 *Application of tiers of Australian Accounting Standards*
- AASB 1054 *Australian Additional Disclosures*
- AASB 1058 *Income of Not-for-Profit Entities*
- AASB 15 *Revenue from Contracts*

No other applicable Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

(b) The financial report has been prepared on the basis of historical costs and does not take into account changing money values or, unless otherwise stated, current valuations of non-current assets. The accounting policies adopted in preparing this financial report are consistent with those of the previous years.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report

a) **Property, Plant and Equipment (PPE)**

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

b) **Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

c) Cash and Cash Equivalents

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

d) Revenue and Other Income

The Association recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate.

In cases where there is an 'enforceable' contract with a customer with 'sufficient specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied.

Revenue is measured based on the consideration to which the Association expects to be entitled in a contract with a customer.

In other cases, AASB 1058 applies when a not-for-profit (NFP) entity enters into a transaction where the consideration to acquire the asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset that has been received to enable the Association to acquire or construct a recognisable non-financial asset that is to be controlled by the Association. In this case, the Association recognises the excess as a liability that is recognised over time in profit and loss when (or as) the Association satisfies its obligations under the transfer.

ASVO operations

Event registrations are recognised at the time the event occurs.

Membership revenues is recognised in the year to which it relates.

sponsorship revenue is recognised in the year to which it relates.

Interest revenue is recognised on an accrual basis.

Grant revenue is recognised based on contract periods and when amounts fall due under the terms of the contract.

Point of sale

The Society does not accept cash as payment for invoices or point of sale transactions.

E-commerce payment system

The Society accepts payments through Integrapay our secure payment processing platform and Commonwealth Bank act as our merchant.

Accepted methods of payment

- Credit/Debit Card- Visa, Mastercard, and Amex

Not accepted

- Cash
- Bpay
- After pay

Petty cash

The Society does not operate a petty cash account.

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 Tax 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 the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

f) Leave entitlements

In accordance with ASVO accounting policy provision for leave does not include Super or Workcover as the employee benefits are expected to be settled wholly before twelve months after the end of the annual reporting period.

long service leave

In accordance with ASVO accounting policy ASVO does not recognise any long service leave liability until there has been 5 continuous years of service (6.5 weeks) as at this point it is likely the employee will stay until they reach their 7 years of continuous employment.

Superannuation

The liability for superannuation recognised as at 30 June 2021 represents outstanding contributions for the final pay month of the year.

Workover

The Society is registered with ReturntoWorkSA. The current certificate of registration is valid until 30 June 2022

g) Events After the Reporting Period

The Executive Board are not aware of any events occurring after the reporting period that require any consideration for the adjustment to, or additional disclosures in the financial report.

h) Contingent Liabilities and Contingent Assets

There were no Contingent Liabilities or Contingent Assets to be reported.

i) Comparative Information

During the financial year, the Association has reviewed the allocation and classification of some transactions which has been updated in comparative information presented. Changes in classifications has resulted in no change to the previously reported financial performance and position of the Association.

j) Governance

Officer of Consumer Business Services (OCBS) reporting

The Society has gross receipts less than \$500,000 and is not required to lodge the accounts with the Corporate Affairs Commission - section 35 Associations Incorporation Act 1985 and Associations Incorporation Regulations 2008.

Tax exempt status

The ASVO Board have conducted a self-assessment of the Society's income tax status and agree that the ASVO fits within the description of an exempt entity.

The ASVO

- i) Has a physical presence in Australia
- ii) Complies with all the substantive requirements in its governing rules
- iii) Applies its income and assets solely for the purpose it was established for.

k) Association Details

The registered office and principal place of business of the Association is:

National Wine Centre
Cnr Botanic and Hackney
ADELAIDE SA 5000

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2021

1. Revenue

1.1. Sponsorship

The payment from the sponsor is made at the beginning of the arrangement covering a 12 month agreement. The revenue has been allocated according to the number of events in the period. During the 2021 calendar year 1 event fell in the 2021 financial year and 3 in the 2022 financial year. The revenue has been journalled accordingly.

Income account	2021	2020
Sponsorships paid in advance	\$12,434.07	\$0.0

1.2. Memberships Paid in Advance at 30 June 2021

Annual subscriptions for the twelve-month period that commences on 1 July expire on 30 June of the following calendar year. Income is accounted for as a prepayment for the following financial year when the income is received between 1 May and 30 June the Society's renewal period.

Income account	2021	2020
Membership paid in advance	\$92,886.18	\$80,175.88

1.3. Miscellaneous Income

The Australian Society of Viticulture and Oenology (ASVO) provided administrative support with conference planning and delivery of the National Wine Sector Bushfire Conference held on May 25th 2021.

Income account	2021	2020
Miscellaneous Income	\$3,287.50	\$4.86

2. Other Income

2.1. Cash Flow Boost

The Society received \$10,000 for the cash-flow stimulus measures legislated by the Federal Government in relation to COVID-19.

Account	2021	2020
Cash Flow Boost	\$10,000	\$10,000

3. Assets

3.1. Disposals

During the 20/21 Financial year the Australian Society of Viticulture and Oenology determined that a Printer purchased in 2005 and no longer working was fully depreciated and not being in a saleable condition should be disposed of. Similarly a digital camera purchased 2007 was fully depreciated and not being in a saleable condition should be disposed of.

Account	2021	2020
Disposal of Office Equipment at Cost	\$6,057.28	\$0.0

3.2. Depreciation

Depreciation is recognised in profit or loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment.

Account	2021	2020
Depreciation Expense	\$930.64	\$1,176.93

3.3. Prepayments

Expenditure incurred in FY2020 that relates to activities that will not be undertaken until FY2021

Account	2021	2020
Director training Australian Institute Of Company Directors (AICD)		\$4,021.00

5. Liabilities

5.1. Accrued Expenses

Expenses paid in 2020/21 that pertain to goods or services for the 2021/22 year.

i)	Audit fee accrual		
	Expense Account		
	Audit Fees accrual		\$2,700.00
ii)	Publishing fee		
	Expense Account		
	Publishing		\$6,522.35
iii)	Editorial stipends		
	Expense Account		
	Editorial Services		\$6,753.42
iv)	Postage		
	Expense Account		
	Australia Post		\$11.55

6. Deferred Income

Income received in advance from Wine Australia for extension and adoption activities that are to be delivered in FY2022

	Account	
	Deferred Income	\$65,000

7. Financial Risk Management

7.1. Undrawn Credit Card Facility

As at 30 June 2021 the Society has a Commonwealth Bank of Australia Business Card with a credit facility limit of \$15,000. As at 30 June 2021, the facility has a total undrawn amount of \$15,000.

The Society had no other undrawn credit facilities as at reporting date.



ASVO Treasurer
Dr Anthony Robinson



ASVO President
Ms Brooke Howell

23 September 2021

Mr John Jovicevic
Partner
Dean Newbery & Partners
Chartered Accountants
PO Box 755
NORTH ADELAIDE ,SA 5006

Re: SOLICITOR'S REPRESENTATION LETTER

Dear Mr Jovicevic

In connection with your audit examination of the financial statements of Australian Society of Viticulture and Oenology Incorporated ("the Society") for the year ended 30 June 2021, I hereby confirm that the Society does not currently have any legal representation and had no outstanding litigation lawsuits or other legal matters as at 30 June 2021.

Yours Faithfully

On behalf of the Board



ASVO President
Brooke Howell

Dated this 23 September 2021

13 October 2021

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
THE AUSTRALIAN SOCIETY OF VITICULTURE & OENOLOGY INC.**

Opinion

We have audited the accompanying financial report, being a special purpose financial report of the Australian Society of Viticulture & Oenology Inc. (the Association), which comprises Statement by the Executive Board, the Profit and Loss Statement, the Statement of Financial Position and a summary of significant accounting policies and other explanatory notes for the year ended 30 June 2021.

In our opinion the financial report of the Association presents fairly, in all material respects, the financial position of the Association as at 30 June 2021, and of its financial performance for the year then ended in accordance with the accounting policies used and described in Note 1 to the financial report and the *Associations Incorporation Act (SA) 1985*.

Basis of Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described as 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 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 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 of the financial report, which describes the basis of accounting. The financial report is prepared for the purposes of fulfilling the financial reporting requirements under the *Associations Incorporation Act (SA) 1985*. As a result the financial report may not be suitable for another purpose. Our report is intended solely for the Association and should not be distributed to or used by parties other than the Association. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the accounting policies used and described in Note 1 to the financial statements and the financial reporting requirements of the *Associations Incorporation Act (SA) 1985*, and for such internal control as the Management determines is necessary to enable the preparation of the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, Management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matter related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

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 the 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 financial report.

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

- Identify and assess the 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 management.
- Conclude on the appropriateness of the 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 those charged with governance 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

DEAN NEWBERY
CHARTERED ACCOUNTANTS



JOHN JOVICEVIC
PARTNER

Signed on the 13th day of October 2021,
at 214 Melbourne Street, North Adelaide 5006