

Toy Libraries



AUSTRALIA

ABN 40 557 982 129
Incorporation Number A0013503U

FINANCIAL STATEMENTS

YEAR ENDED
31 DECEMBER 2020

Your committee members submit the financial report of Toy Libraries Australia Incorporated for the financial year ended 31 December 2020. Signed in accordance with a resolution of the Members of the Committee on 28 April 2021.

Debbie J. Williams (President):

A handwritten signature in black ink, appearing to read 'Debbie Williams', is written over a light grey rectangular background.

Ritu A. Gupta (Treasurer):

A handwritten signature in black ink, appearing to read 'Ritu A. Gupta', is written in black ink.

INCOME STATEMENT

For the year ended 31 December 2020

	Note	2019 \$	2020 \$
MEMBERSHIP AND INSURANCE SERVICES			
Income			
Membership Fees	1	26,779	28,460
Insurance Income	2	67,189	49,165
Grants	3	16,769	32,976
Donations			30
Other Income	4	8,519	41,845
Total Income		119,256	152,477
Expenses			
Administration		(3,918)	(3,714)
Marketing	7	-	(7,694)
Bad Debts		(1,063)	(82)
Insurance Expenses	2	(65,294)	(64,171)
Payroll Expenses	5	(27,385)	(25,862)
Seminars and Other Training	6	(6,014)	(365)
Website		(309)	(561)
Grant funded technology		(11,916)	(2,400)
WA Expenses (LotteryFund Grant)	5+6		(32,976)
Total Expenses		(115,900)	(137,824)
Membership and Insurance Services surplus/(deficit)		3,356	14,652
TOY COMMUNITY			
Sales	8	200,286	134,589
Cost of Goods Sold	8	(177,937)	(117,849)
Gross Profit		22,349	16,741
Expenses			
Admin and Accounting		(586)	(551)
Marketing		(275)	
Payroll / Contractor Expenses	5	(23,863)	(16,841)
Postage			
Travel Expenses			
Website, internet, and telephone		(2,533)	(2,311)
Total Expenses		(27,258)	(19,703)
Toy Community surplus/(deficit)		(4,909)	(2,962)
Interest income		1,853	1,563
Depreciation expense		-	-
Surplus/(Deficit) from operations		299	13,253

The income statement is to be read in conjunction with the attached notes.

BALANCE SHEET

As at 31 December 2020

	Note	2019 \$	2020 \$
Current assets			
Cash and cash equivalents		94,729	120,689
Trade debtors	9	7,871	(3,407)
Inventory	10	564	655
Interest earned		441	252
Pre-paid expenses		922	-
Fraud awaiting investigation		39	-
Total current assets		104,565	118,189
Non-current assets			
Assets at cost	11	13,370	13,370
Accumulated depreciation		(13,370)	(13,370)
Total non-current assets		-	-
TOTAL ASSETS		104,565	118,189
31 DECEMBER 2020			
Trade creditors	12	(5,243)	(4,422)
Customer deposits	12	(2,049)	(3,990)
Pre-paid memberships	1	(27,542)	-
WA grant accrued revenue		-	(25,355)
GST payable		(2,135)	1,157
Payroll Liabilities		(3,501)	(10,806)
Sundry Payables		(2,574)	34
Total current liabilities		(43,043)	(43,381)
TOTAL LIABILITIES		(43,043)	(43,381)
NET ASSETS		61,522	74,808
Equity			
Current Period Earning		299	13,253
Prior Period Earnings		61,256	61,555
TOTAL EQUITY		61,555	74,808

The balance sheet is to be read in conjunction with the attached notes.

Toy Libraries Australia Inc

Statement of Cash Flows

For the year ended December 31, 2020

Cash flows from operating activities

Surplus/(Deficit) from operations		13,253
Decrease in Trade debtors	11,278	
Increase in Inventory	- 92	
Decrease in Other debtors and prepayments	1,150	
Decrease in Trade creditors	- 821	
Increase in Other creditors and payables	1,191	12,707
Cash generated from operations		<u>25,960</u>

Cash flows from investing activities

-

Cash flows from financing activities

-

Net increase in cash and cash equivalents

25,960

Cash and cash equivalents at beginning of period

94,729

Cash and cash equivalents at end of period

120,689

NOTES TO THE ACCOUNTS

For the year ended 31 December 2020

1 Reporting Entity and Audit Requirements

Toy Libraries Australia Inc is an incorporated not-for-profit entity that is the peak body for over 280 toy libraries in Australia. Toy Libraries Australia (TLA) promotes the importance and the value of play. It aims to raise the profile of toy libraries in the community by publicising the role of toy libraries in promoting play, educating children and support. Toy Community is a not-for-profit sub-entity that supplies toys for toy libraries at wholesale rates.

The address of the incorporated entity is Victoria Park Community Centre, corner of Lulie and Abbot Streets, Abbotsford VIC 3067 and the postal address is same.

The entity has charitable tax concession status and has deductible gift recipient (DGR) status. Toy Libraries Australia registered for GST on 1 June 2014. The Toy Community sub-entity is registered for GST since 1 January 2017 (for whole of reported financial year).

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Reform Act 2012 Victoria. The committee has determined that the association is not a reporting entity. For FY2020, the combined turn over was \$287,066 and thus fall into 'medium-size' charity (over \$250K annual revenue) and is required to review financial statements. External volunteer accountants reviewed our accounts and statement is attached. BAS statements are prepared by the Treasurer and reviewed by accountant at year end.

The financial report has been prepared on an accrual basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

2 Notes

1) Membership fees

Income for membership is recorded in the year in which it relates. No pre-paid membership fees were billed in November 2020 for the 2021 year because of COVID. The committee decided to issue membership invoices in Q1 to get more certainty on member numbers.

2) Insurance

TLA is the sole negotiator for insurance for all Australian Toy libraries. TLA provided support to toy libraries with no staff by discounting or waiving insurance payments due. This was funded from the COVID related state and federal cash grants. Total of \$22,935 covid insurance discount was provided.

3) Grants

TLA received grant from Lotteries West to engage WA Development Officer (Louise Bell) and for conducting seminars and trainings in WA. The grant received in 2020 was for \$58,331 (unspent amount / accrual = \$25,355.13)

4) Other Income

TLA received \$40K of COVID related Federal and State Government support payments.

5) Payroll

TLA Manager is a paid casual employee. TC manager is a contractor. TLA appointed WA Development Officer (in line with requirements of the grant) in March 2020. Louise Bell is on a 2 year contract.

6) Seminars and other training

Seminars and training were impacted by COVID. WA was able to do a training and seminar in October. Other states were not able to conduct any event.

7) Administration and Marketing

TLA engaged 'Brand Architect' to promote brand awareness and general marketing.

8) Toy Community recognition of revenue and COGS

Toy Community only recognises the income from toy purchases when the majority of toys have been delivered by the supplier. COGS is also recognised at this time.

9) Trade Debtors

Trade Debtors include unpaid membership fees and customer deposits for items on backorder/ refunds

10) Inventory

Stickers and balloons sold through Toy Community. Stocktake is done at end of financial year and separate records are maintained.

11) Assets

Computer, IT equipment and website depreciated fully

12) Trade Creditors and Customer Deposits

Relates to Toy Community suppliers and deposits received but orders not dispatched.