GLEN EIRA U3A INC.

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2023

GLEN EIRA U3A INC.

Associations Incorporation Reform Act 2012

Certification under Section 94 (2)(b)

We, Anthony D. Todd and David K.D. Collier, being members of the committee of Glen Eira U3A Inc. certify that the statements attached to this certificate give a true and fair view of the financial performance and position of the above-named association during and at the end of the financial year of the association ended 30 June 2023.

Signed: Anthony D. Todd

Date: 20 July, 2023

Signed: ______________________

Date: 20 July, 2023

GLEN EIRA U3A INC.

BALANCE SHEET AS OF 30 JUNE 2023

ASSETS	30 JUNE 2023	30 JUNE 2022
Cash and Cash Equivalents		
Bendigo Bank – Statement Account	40,042	116,058
Bendigo Bank – Term Deposit	75,000	-
Petty Cash	112	160
TOTAL ASSETS	$115,154	$116,218

MEMBERS' EQUITY		
Opening Balance, as previously reported	116,218	240,702
Furniture and Equipment written off	-	(114,352)
Adjusted Members' Equity	116,218	126,350
Net Deficit for the year	(1,064)	(10,132)
TOTAL MEMBERS' EQUITY	$115,154	$116,218

The accompanying notes are an integral part of the financial statements

GLEN EIRA U3A INC.

INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	30 JUNE 2023	30 JUNE 2022 (restated)
RECEIPTS		
Membership fees	61,670	44,340
Grants received	2,000	-
Total Receipts	63,670	44,340
EXPENSES		
Building Expenses		
Ground rent	114	114
Rates	1,515	1,447
Insurance - building & contents	4,314	3,878
Repairs and maintenance	7,795	14,721
Garden maintenance	3,068	3,610
Cleaning	8,019	3,828
Room and hall hire	5,605	3,172
Utilities - electricity, gas and water	4,715	3,515
Security system monitoring	1,390	686
	36,535	34,971
Member Expenses		
Kitchen amenities	2,523	540
Bathroom amenities	1,312	-
Network Victoria per capita levy	1,912	1,716
Lanyards	539	294
Course expenses	1,811	844
	8,097	3,394
Office Expenses		
Credit card fees	733	607
Accountant fee	1,199	1,199
Telephone	649	733
Software licenses	3,918	843
Web and database hosting	743	820
PO Box rental	153	144
Copier and printing costs	2,322	1,737
Office and other supplies	2,184	1,880
	11,901	7,963
Total Operating Expenses	56,533	46,328
Furniture and equipment	8,201	8,144
Excess of Expenditure over Income	(1,064)	(10,132)

The accompanying notes are an integral part of the financial statements

GLEN EIRA U3A INC.

Notes to the Financial Statements

For the Year Ended 30 June 2023

Reg No A0017645X ABN 85 850 028 849

Organisation

Glen Eira U3A Inc. (the 'Company') is a not-for-profit Association, incorporated in Victoria under the Associations Incorporation Reform Act 2012 ('the Act') and registered with the Australian Charities and Not-For-Profits Commission (the "ACNC"). The activities of the Company are overseen by a Committee of Management whose members are elected annually by the members of the Company at the Annual General Meeting.

Background and Basis of Presentation

The Company is not a reporting entity as defined by Statement of Accounting Concepts SAC 1 "Definition of the Reporting Entity". These special-purpose financial statements have been prepared solely to enable the Company to report to its members, as required by the reporting requirements of the Act.

The Company's reporting obligations under the Act are met by filing the required Annual Information Statement ("AIS") with the ACNC. The AIS for the year ended 30 June 2022 was filed with the ACNC on January 10, 2023. These special-purpose financial statements are not filed with the ACNC but the AIS filed with the ACNC does contain summary financial information.

The Act, and the Rules adopted by the Company under the Act, do not require these special-purpose financial statements to be audited or reviewed and accordingly they have not been audited or reviewed by an independent accountant but have been reviewed and approved by the Committee. In the opinion of the Committee, these financial statements present a true and fair view of the financial position of Glen Eira U3A Inc. as of 30 June 2023 and the results of its operations for the year then ended.

The financial statements have been prepared on a cash basis and based on historical costs. Significant accounting policies adopted in the preparation of these financials statements are presented below and are consistent with prior reporting periods unless otherwise stated.

Summary of Accounting Policies

Cash on Hand and Cash Equivalents

Cash and cash equivalents comprise cash on hand, and short-term deposits (one year or less) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Our cash flows are all Operating cash flows; we do not have any Investing or Financing cash flows. As a result, these financial statements do not include a Statement of Cash Flows distinguishing Operating, Investing and Financing cash flows, because all our cash flows are Operating cash flows.

Property, Plant and Equipment

The Company leases its primary facility from VicTrack (the Victorian government-owned Rail Track Authority) under a 99 year lease that commenced on 29 December 2009, at an annual rental of $114.40. We also use facilities provided free of charge by Glen Eira City Council, as well as other premises for which we pay a rental fee.

Expenditures incurred by us for furniture, fixtures and fittings at the time of initial occupation of our primary facility, aggregating $133,054 in 2010, and $41,023 in 2011, were expensed. Generally, subsequent additions of furniture and equipment have also been expensed as incurred, except for $69,339 incurred in 2018 and 2019 for air conditioning and building ventilation improvements, $45,013 for furniture and fixtures incurred primarily in 2017 to

2019, and $8,144 for equipment for the PC Room incurred in 2022, which were previously capitalised.

The Committee of Management determined in 2023 to write off each class of property, plant & equipment that had previously been capitalised and that all such future acquisitions will be expensed as and when they occur. Accordingly, the financial statements for the year ended 30 June 2022 have been retroactively restated to reflect the write off furniture, fixtures and fittings previously capitalised.

During the year ended 30 June 2023, we expensed $8,201 of equipment acquired during the year related to the replacement of five office computers, a classroom whiteboard and two stools for use at reception. For the year ended 30 June 2022, $8,144 of equipment and cabling for the PC Room previously capitalised has now been expensed.

In July 2023, the wooden decking outside our premises was replaced at a cost of $16,291, which amount will be expensed in our financial report for the year ending 30 June 2024.

An asset register is being maintained for the purpose of insurance coverage.

Revenue and Expenses

Members of the Company pay an annual subscription fee for the calendar year. Revenue from membership subscriptions is recognised when received.

Expenses are recognised when paid, which is usually upon receipt of a valid invoice or receipt.

Tax Status

<u>Income Tax</u>

Based on a determination letter received from the Australian Taxation Office dated 9 May 2000, the Company is exempt from income tax. As a condition of this exemption, the Company was required to add a dissolution clause to its Rules of Association, a requirement under section 50 of the Income Tax

Assessment Act 1997. As a result, the Company's Rules provide that in the event of the winding up or the cancellation of the incorporation of the Company, the surplus assets of the Company must not be distributed to any members or former members of the Company and that, subject to the Act and any court order made under section 133 of the Act, the surplus assets must be given to a body that has similar purposes to the Company and which is not carried on for the profit or gain of its individual members.

Goods and Services Tax

The Company is not registered for GST purposes. Accordingly, it does not collect GST on its membership fees or other revenue and expenses are stated inclusive of any GST incurred.