

U3A HAWTHORN INC.

Annual Financial Report For the year ended 31 December 2020

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U3A Hawthorn Inc.

Balance Sheet

As At 31 December

	Note	2020	2019
EQUITY		\$	\$
Capital Improvement Reserve		\$90,000	\$90,000
Accumulated Surplus		126,154	120,211
Current Year Surplus		51,521	5,943
TOTAL EQUITY		<u>267,674</u>	<u>216,154</u>
Represented by			
CURRENT ASSETS			
Cash & Equivalents	1 a		
NAB Bank Cheque Account		\$16,536	\$10,577
NAB Cash Management A/C		102,248	112,049
Bendigo Bank Cash A/C		615	10
Bendigo Bank Term Deposit		149,248	148,158
Paypal Account		12,022	9,850
Petty Cash		58	37
Reception Desk Float		80	80
Total Cash & Equiv		<u>280,807</u>	<u>280,762</u>
Prepayments		<u>2,191</u>	<u>2,462</u>
Total Assets		<u>282,998</u>	<u>283,224</u>
CURRENT LIABILITIES			
Trade Creditors		\$1,244	\$1,740
Member Subscriptions in Advance	1 d	14,080	65,330
Total Liabilities		<u>15,324</u>	<u>67,070</u>
NET ASSETS		<u>267,674</u>	<u>216,154</u>

The Notes to the Financial Statements form part of the Annual Financial Report. The Financial Report should be read in conjunction with the attached Audit Report.

U3A Hawthorn Inc.

Statement of Profit or Loss

For the year ended 31 December

	Note	2020	2019
Income	2		
Member Subscriptions		\$77,430	\$74,450
Grant income		11,855	10,000
Interest Earned		1,188	5,434
Functions, Concerts, & Excur		1,525	8,729
Miscellaneous Income		114	1,051
Total Income		<u>\$92,112</u>	<u>\$99,664</u>
Expenses			
Audit Fee		\$825	\$770
Bank & PayPal Charges		499	1,534
Cleaning SAC		2,823	16,130
Furniture & Equip. Purchased		49	19,885
Gas, Electricity, Water		2,186	5,628
Insurance		1,326	1,270
Post, Printing & Copying		1,609	3,241
Rent Other Venues		1,708	9,614
Office Expenses	3	9,391	9,926
Tutor & Volunteer	3	13,264	13,882
Miscellaneous	3	6,911	11,840
Total Expenses		<u>\$40,592</u>	<u>\$93,721</u>
Net Surplus		<u>\$51,521</u>	<u>\$5,943</u>

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U3A Hawthorn Inc.

Statement of Cash Flows

For the year ended 31 December

	2020	2019
	\$	\$
Cash Flows From Operating Activities		
Receipts from Members	\$ 26,119	\$ 84,230
Grant Income	11,855	10,000
Payments to Suppliers & Refunds	(38,892)	(87,241)
Interest Received	1,188	5,434
Increase (Decrease) Trade Creditors	(496)	1,740
(Increase) Decrease Prepayments	270	(2,462)
Net Cash Inflow From Operating Activities	\$ 45	\$ 11,701
Cash & Cash equivalents as at 1 January	280,762	269,061
Cash & Cash equivalents as at 31 December	280,807	280,762
Net Increase in Cash Held	\$ 45	\$ 11,701

The Notes to the Financial Statements form part of the Annual Financial Report. The Financial Report should be read in conjunction with the attached Audit Report.

U3A Hawthorn Inc.

Notes to the Financial Statements

For the year ended 31 December 2020

The Financial Statements cover U3A Hawthorn Inc. [ABN 41 360 939 238] as an individual entity. U3A Hawthorn Inc. is a not-for-profit Association incorporated in Victoria under the Associations Incorporation Reform Act 2012 (the Act) [Reg. No .A10010798X].

Comparatives are consistent with prior years, unless otherwise stated.

Note 1. Basis of Preparation

In the opinion of the Management Committee, the Association is not a reporting entity since there are unlikely to exist users of the Financial Report who are not able to command the preparation of reports tailored to satisfy specifically all their information needs. This special purpose Financial Report has been prepared to meet the reporting requirements of the Act.

The Financial Statements have been prepared in accordance with the recognition and measurements requirements of the Act.

The Financial Statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Significant accounting policies adopted in the preparation of these Financial Statements are presented below and are consistent with prior reporting periods unless otherwise stated.

a. Cash and Cash Equivalent

This class of assets comprises cash on hand, demand deposits and short-term investments that are readily convertible to known amounts of cash and subject to an insignificant risk of change in value.

b. Revenue and Other Income

Revenue is recognised when the amount can be measured reliably, it is probable the economic benefits associated with the transaction will flow to the Association and specific criteria relating to the type of revenue, as noted below, have been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

c. Interest Revenue

Interest is recognised using the effective interest method.

d. Rendering of Services related to Subscriptions

Revenue from annual subscriptions for this financial year paid by members prior to the start of this financial year is recognised on a straight-line basis over the financial year.

U3A Hawthorn Inc.
Notes to the Financial Statements
For the year ended 31 December 2020

Note 2 Income	Note	2020	2019	Difference
Grant income		\$11,855.00	\$10,000.00	\$1,855
Interest Earned		1,188.40	5,433.56	(4,245)
Functions, Concerts, & Excur		1,525.00	8,729.00	(7,204)
Photocopying		-	636.30	(636)
Miscellaneous Income		113.75	414.76	(301)
Subs PrePaid last Yr	1 d	67,030.00	65,400.00	1,630
Subs Paid During Year		10,400.00	9,050.00	1,350
Total Income		<u>\$92,112</u>	<u>\$99,664</u>	<u>(7,551)</u>

Note 3 Expenses

Office Expenses	2020	2019	Difference
Computer Expenses	\$2,198	-	\$2,198
Furn & Equip. Maintenance	1,285	1,789	518
Gardening SAC	-	445	(445)
Health & Safety	764	77	687
Kitchen Supplies	222	-	222
Office Supplies & Misc	1,069	3,777	(2,708)
Telephone	3,852	3,838	14
	<u>\$9,391</u>	<u>\$9,926</u>	<u>486</u>

Tutor & Vol. Expenses

Catering	\$12,670	\$12,793	\$2,198
Course Materials	518	-	518
Tutor & Vol General	77	1,090	(1,013)
	<u>\$13,264</u>	<u>\$13,882</u>	<u>1,703</u>

Miscellaneous

Functions, Concerts, & Excur	\$1,816	\$7,948	(6,133)
Performing & Copying Rights	99	310	(211)
Refunds excursions	1,445	520	925
Refund Subscriptions	-	200	(200)
Summer School	500	-	500
U3A Network Fees	3,052	2,862	190
	<u>\$6,911</u>	<u>\$11,840</u>	<u>(4,929)</u>

Note 4 Statutory Information

The registered Office of the Association: U3A Hawthorn Inc. 26 Sinclair Av. Glen Iris 3146

U3A Hawthorn Inc.

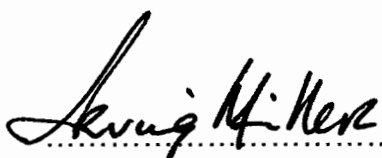
Statement by Members of the Management Committee

The Management Committee has determined that the Association is not a reporting entity and that this special purpose Financial Report should be prepared in accordance with the accounting policies outlined in Note 1 of the Notes to the Financial Statements.

In the opinion of the Committee, the Financial Report presents fairly the financial position of U3A Hawthorn Inc. as at 31 December 2020 and its financial performance for the year ended on that date.

At the date of this statement, there are reasonable grounds to believe that U3A Hawthorn Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Management Committee and is signed for and on behalf of that Committee by:



.....
President: Irving Miller



.....
Treasurer: Dr. Ellen K. Stoddart, CA

Dated 10 March 2021

**U3A Hawthorn Vic
Independent Auditor's Report
to the Members of
U3A Hawthorn Vic**

Report on the Financial Report

We have audited the accompanying financial report being a special purpose financial report, of U3A Hawthorn Vic, which comprises the assets and liabilities statement as at 31 December 2020, the income and expenditure statement and statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of U3A Hawthorn Vic is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Associations Incorporation Reform Act 2012 and for such internal control as the committee 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 Note 1, the committee also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

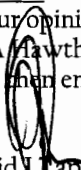
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of U3A Hawthorn Vic as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with Associations Incorporation Reform Act 2012.


David J. Tapin
Chartered Accountants
TBT Accounting Pty Ltd

Dated: 7th APRIL 2021

Auditors Independence Declaration Under Section 307C of the Corporations Act 2001

To Members of U3A Hawthorn Vic

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2020, there have been:

- a) no contraventions of the auditor independence requirements in relation to the audit;
and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



David J Taplin
TBT Accounting Pty Ltd

Dated: 7th APRIL 2021