

"Members helping Members"

MELBOURNE PC USER GROUP INC.

ABN 43 196 519 351
(Victorian Association Registration No. A0003293V)
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Financial Statement For the Year ended 30 June 2017

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Committee Report

Your committee members submit the financial accounts of the Melbourne PC User Group Inc. for the financial year ended 30 June 2017.

Committee Members

The names of committee members throughout the financial year together with the number of meeting attended are:

John Bade –to September 2016	2/3
Stewart Bedford - from May 2017	2/2
Bill Ford - from Nov 2016	7/8
Stewart Gruneklee - to April 2017	8/9
John Hall – from Nov 2016	7/8
Jim Hanna – to Aug 2016	2/2
Chris Hughes – to March 2017	0/5
Geoffrey Keenan- to October 2016	4/4
David King- from Nov 2016	7/8
Phil Lew – from July 2016	12/12
Harry Lewis – from Nov 2016	6/8
Ernie McCarthy – from Nov 2016	5/8
Don McKenzie – to October 2016	4/4
John Morris – from Nov 2016	7/8
Ian Rankin – to October 2016	4/4
George Skarbek - from October 2016	9/9
John Swale – from October 2016	9/9
Gary Taig – to October 2016	4/4
Paul Woolard – from Nov 2016	8/8

Principal Activities

The principal activities of the group during the financial year were to conduct on a not-for-profit basis activities to help members use personal computers and other similar and related devices to achieve the following outcomes.

- advancing computer literacy;
- advancing education and exchange of ideas;
- keeping members up to date on developments in computer and information technology and helping members to exchange information;
- representing members in public debate in areas of interest including law reform proposal;
- engaging with similar organisations; and
- carry out activities that benefit the Association

Significant Changes

During the year the Committee decided to terminate the contract with Optus for the provision of a Mobile Broadband Service to members at a

Melbourne PC User Group Inc.

discounted rate on the grounds that the take-up of the service was insufficient to produce a continuing positive financial return to the organisation. The date the service concludes will be 30th September 2017.

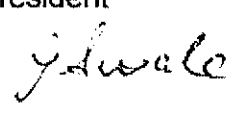
Operating Result

The deficit from ordinary activities amounted to

	Year ended	Year ended
	30 June 2017	30 June 2016
	\$71,806	\$51,082

Signed in accordance with a resolution of the members of the committee on 15th September 2017


George Skarbek
President


John Swale
Secretary

13/14/2017

Melbourne PC User Group Inc.

*Income and Expenditure Statement
For the year ended 30 June 2017*

	2017	2016
	\$	\$
Income		
Disk Sales	\$304	\$597
Drinks and Confections	\$1,052	\$1,512
Donations	\$322	\$105
Equipment Hire	\$0	
Postage Recovered	\$268	\$301
Interest Received	\$19,130	\$11,511
Membership Subscriptions	\$153,414	\$170,276
Microsoft Subscriptions	\$5,390	\$0
Mobile Broadband Service	\$59,847	\$62,620
Newsletter Sales	\$452	\$611
Raffles	\$2,306	\$6,696
Total Income	<u>\$242,485</u>	<u>\$254,229</u>
Expenditure		
Advertising & Promotion	\$1,094	\$393
Audit & Accounting	\$4,500	\$4,500
Bank Fees	\$2,890	\$2,893
Cleaning	\$4,178	\$4,771
Computer Software	\$368	\$734
Conferences & Meetings	\$1,137	\$3,601
Disk Purchases	\$0	\$48
Equipment Purchases	\$141	\$465
Gifts/Rewards/Donations	\$176	\$0
Heat Light Power	\$9,853	\$13,304
Insurance	\$5,323	\$5,172
Internet	\$7,256	\$11,715
Legal & Litigation	\$14,134	\$750
Library Book Purchases	\$910	\$0
Microsoft Licences	\$2,711	\$1,363
Mobile Broadband Service	\$98,570	\$62,315
Moorabbin Property Costs	\$12,883	\$15,707
PC Update Expenses	\$364	\$793
Postage	\$4,794	\$4,914
Printing & Stationery	\$8,647	\$9,284
Raffle Costs	\$1,609	\$5,633

Meibourne PC User Group Inc.

Rent – Room Hire for SIGS	\$10,985	\$7,779
Repairs & Maintenance	\$1,621	\$516
Security	\$1,249	\$464
Staff Travel	\$819	\$1,200
Staff/SIG Amenities	\$2,831	\$71
Staffing Expenses	\$87,530	\$116,208
Subscriptions	\$1,517	\$1,081
Telephone	\$4,872	\$4,168
Total Expenses	<u>\$292,805</u>	<u>\$279,842</u>
Income Less expenses	\$(50,320)	\$(25,613)
Depreciation	\$(21,486)	\$(25,469)
Net Surplus(deficit) from ordinary activities	<u>\$(71,806)</u>	<u>\$(51,082)</u>

Melbourne PC User Group Inc.

Statement of Financial Position as at 30 June 2017

	2017	2016
Current Assets		
Cash at Bank + on Hand	\$26,481	\$16,105
Petty Cash	\$70	\$13
Term Deposits	\$550,199	\$603,069
Accounts Receivable	\$3,719	\$8,627
Optus Equipment Fund	\$0	\$16,630
Prepayments	\$3,467	\$0
Total Current Assets	<u>\$583,936</u>	<u>\$644,444</u>
Fixed Assets		
Property, Plant & Equipment	\$2,288,999	\$2,279,441
Provision for Depreciation	\$1,590,829	\$1,569,343
Net Fixed Assets	<u>\$698,170</u>	<u>\$710,098</u>
Total Assets	<u>\$1,286,106</u>	<u>\$1,354,542</u>
Current Liabilities		
Accounts Payable	\$20,781	\$7,508
Accrued Liabilities	\$0	\$32,937
	<u>\$20,781</u>	<u>\$40,445</u>
Other Current Liabilities		
Payroll Liabilities	\$3,831	\$4,352
GST Payable/Receivable	\$(1,756)	\$1,773
Provision for Optus BB windup	\$26,118	\$0
Annual Leave Provision	\$1,859	\$5,128
Total Other Current Liabilities	<u>\$30,052</u>	<u>\$11,253</u>
Total Liabilities	\$50,833	\$51,698
Net Assets	\$1,231,273	\$1,302,844
Members Funds 1 July 2016	\$1,303,079	\$1,354,161
Net Deficit current year	<u>\$(71,806)</u>	<u>\$(51,082)</u>
Members Funds	<u>\$1,231,273</u>	<u>\$1,303,079</u>

Note 1: Summary of Significant Accounting Policies

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

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)

Property and improvements and all equipment are carried at cost less any accumulated depreciation. A recent informal valuation (August 2017) by an estate agent estimates the value of the Moorabbin property at approx.. \$1,200,000.

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.

(b) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call or on term investment with banks.

(d) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

(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 financial position statement are shown inclusive of GST.

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(f) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Statement by the Committee

This financial report is a special purpose financial report prepared according to the financial reporting requirements of the 2012 Associations Incorporations Act of Victoria. The committee has determined that the association is not a reporting entity, and thus not subject to audit, but to accord with our rules, this report is reviewed by a qualified and independent accountant.

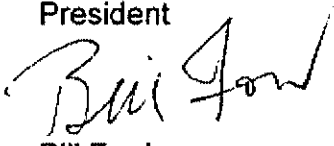
In the opinion of the Committee the Income and Expenditure Statement, Statement of Financial Position, and Notes to the Financial Statement:

1. Present fairly the financial position of Melbourne PC User Group Inc. as at 30th June 2017 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its debts as and when they fall due.

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



George Skarbek
President



Bill Ford
Treasurer

Dated: *13 OCTOBER* 2017



INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

Report on Financial Statements

We have reviewed the accompanying financial statements of Melbourne PC User Group Inc. , which comprise the Statement of Financial Position as at 30th June 2017 and the Income and Expenditure Statement, Balance Sheet and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Assurance practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements. I conducted our review in accordance with Standard on Review Engagements ASRE 2400, Review of a Financial Report Performed by an Assurance Practitioner who is not the Auditor of the Entity. ASRE 2400 requires that I conclude whether anything has come to my attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires me to comply with relevant ethical requirements.

A review of financial statements in accordance with ASRE 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Australian Auditing Standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of Melbourne PC User Group Inc as at 30th June 2017 for the year then ended, in accordance with the Australian Accounting Standards.

DI Gibbs, FCA

Client Services Director