



*“Members helping Members”*

Melbourne PC User Group Inc.  
Financial Statement  
for the Year ended 30<sup>th</sup> June 2022

# Melbourne PC User Group Inc.

## Committee Report

Your committee submits the Financial Accounts of the Melbourne PC User Group Inc. for the Financial Year ended 30<sup>th</sup> June 2022.

## Committee Members

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

Peter Boin	10/12	Hugh MacDonald	7/12
Robert Brown	12/12	Peter McConnachie	12/12
Stewart Gruneklee	12/12	David Stonier-Gibson	9/12
Aidan Kelly	12/12	Stephen Zuluaga	11/12
Harry Lewis	10/12		

## Principal Activities

The principal activities of the Association during the financial year were to encourage the knowledge, enjoyment, and application of current and emerging technologies to achieve, on a non-profit basis, the following outcomes:

- Advancing technological education and literacy in all age groups;
- Enabling members to put current Technologies to practical, creative, and responsible use for personal enjoyment or social good;
- Promoting technological literacy and fact based reasoning in public debate, including law reform proposals;
- Engaging with similar organizations; and
- Carrying out activities that benefit the Association.

No significant change to these activities occurred during the year.

## Financial Result

The deficit from ordinary activities for the year amounted to (\$39,410) (2021: Deficit \$23,700) This is represented by a deficit before depreciation of (\$8,704), and with depreciation of (\$30,706) leaves a deficit of (\$39,410) thereafter.

Income has been impacted by falling membership, low interest rates on term deposits, and reduced raffle income from the monthly meetings due to Covid-19.

We are continuing to focus on reducing expenses where we are able to, such as Internet and Telephone contracts. Further reductions will be made in the high cost of the office printer contract which ends in October 2022 and changing Power companies in the next financial year.

Owners Corporation fees are also continuing to rise and impact our financial position.

# Melbourne PC User Group Inc.

## Statement of Financial Position as at 30<sup>th</sup> June 2022

	Note	FY2022 \$	FY2021 \$
<b>Current Assets</b>			
Cash at Bank & On Hand		14,163	10,591
CBA VISA Debit Card		647	5,366
PayPal		300	435
Petty Cash - Float		60	60
Term Deposits		464,466	490,973
Prepayments		9,771	10,367
SIG Security Deposit		150	300
<b>Total Current Assets</b>		<b>489,556</b>	<b>518,092</b>
<b>Non-Current Assets</b>			
Property, Plant, & Equipment		2,399,411	2,383,943
Provision for Depreciation		(1,675,454)	(1,644,747)
<b>Net Non-Current Assets</b>		<b>723,957</b>	<b>739,196</b>
<b>TOTAL ASSETS</b>		<b>1,213,513</b>	<b>1,257,288</b>
<b>Current Liabilities</b>			
Accounts Payable		7,384	12,710
BAS Payable/(Receivable)		(1,604)	(1,473)
Deferred Grant Income	3	1,092	
<b>Total Current Liabilities</b>		<b>6,872</b>	<b>11,237</b>
<b>TOTAL LIABILITIES</b>		<b>6,872</b>	<b>11,237</b>
<b>NET ASSETS</b>		<b>1,206,641</b>	<b>1,246,051</b>
<b>Members' Funds 1<sup>st</sup> July 2021</b>		<b>1,246,051</b>	<b>1,269,751</b>
<b>Net Surplus Current Year</b>		<b>(39,410)</b>	<b>(23,700)</b>
<b>Members' Funds End of Year</b>		<b>1,206,641</b>	<b>1,246,051</b>

# Melbourne PC User Group Inc.

## Income & Expenditure Statement for Year Ended 30<sup>th</sup> June 2022

Income	Note	FY2022	FY2021
		\$	\$
Disk Sales		141	450
Drinks & Confections		59	37
Donations		155	286
Grant Income	3	1,408	
Interest Received		493	2,440
Membership Subscriptions		102,145	106,275
Microsoft Subscriptions			(59)
Newsletter Sales		245	455
Raffles		215	164
Sale of Club Furniture			436
<b>Total Income</b>		<b>104,861</b>	<b>110,484</b>
<b>Expenditure</b>			
Advertising & Promotion		278	399
Accounting		3,645	3,575
Bank Fees		2,328	2,431
Cleaning		3,479	3,127
Equipment Purchases			16
Gifts Rewards Donations		160	1,250
Grant Expenditure	3	746	
Heat Light Power	2	5,128	4,189
Insurance		5,762	5,217
Internet Charges	2	5,047	7,848
Legal		336	139
Moorabbin Property Costs	2	20,224	16,954
Postage		511	858
Printing & Stationery	2	7,515	7,459
Raffle Costs		109	82
Rent - Room Hire for SIGs		2,747	2,652
Repairs & Maintenance		1,074	1,142
Security		799	596
Staff/Volunteer/SIG Amenities		591	816
Staffing Expenses		49,842	43,617
Subscriptions		765	270
Telephone	2	2,479	3,718
<b>Total Expenditure ex Depreciation</b>		<b>113,565</b>	<b>106,355</b>
<b>Deficit/Surplus before Depreciation</b>		<b>(8,704)</b>	<b>4,129</b>
Less Depreciation		(30,706)	(27,829)
<b>Deficit for year</b>		<b>(39,410)</b>	<b>(23,700)</b>

# Melbourne PC User Group Inc.

## **Summary of significant accounting policies:**

### **General**

This Financial Report is a special purpose financial report which has been prepared in accordance with the financial reporting requirements of the *Associations Incorporation Reform Act 2012*(Victoria).

The committee has determined that the Melbourne PC User Group Inc. is not a reporting entity.

This financial report has been prepared on an accrual basis, is based on historical cost, and does not take into account changing monetary values or, except where specifically stated, current valuation of non-current assets.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

### **Property, Plant, and Equipment**

Property and improvements and all equipment are carried at cost less any accumulated depreciation. An informal valuation carried out by an estate agent in October 2019 estimated the value of the Moorabbin property at approximately \$1.15m. The depreciable amount of all property, plant and equipment is depreciated over the estimated useful life of the assets to the association commencing from the time the asset is held ready for use.

### **Impairment of Assets**

At the end of each reporting period, the entity reviews the carrying value of its 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.

### **Current Assets**

Cash and cash equivalents include cash on hand, undeposited funds, cash in transit between financial institutions, deposits held at call or on short-term investments with banks with original maturities of three months or less.

### **Revenue and other income**

Revenue is measured at the fair value of the consideration received or receivable. Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

### **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 Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of an asset or as part of an item of expense. Receivables and payables are stated inclusive of GST.

### **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 company during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days on recognition of the liability.

# Melbourne PC User Group Inc.

## **Notes to the Financial Statements for the year ended 30<sup>th</sup> June 2022**

### **1 - Covid-19 and Club Activities**

Due to the club premises being closed and no meetings being held, amounts collected from Raffles, Drinks, Tea & Coffee and expenses thereto are naturally below last year.

Staff/Volunteer/SIG amenities have also reduced which includes the Annual Volunteers' get togethers not being run.

### **2 – Ongoing review/reduction of Expenses**

We are continuing to focus on reducing expenses where we are able to, such as Internet and Telephone contracts. Further reductions will be made in the high cost of the office printer contract which ends in October 2022 and changing Power companies.

Increased Owners Corporation fees are also continuing to rise and impact our financial position.

### **3 – Grant Income**

During the year, we applied for and were successful in receiving a Grant of \$2,500 from the Federal Government via the Good Things Foundation to assist Senior Citizens in developing their Digital Literacy Skills and confidence.

To the end of June we have helped 12 individuals learn more about their smartphones, tablets and computers. The program is continuing in the next financial year.

# Melbourne PC User Group Inc.


## Statement by the Committee

This Financial Report is a special purpose financial report which has been prepared in accordance with the financial reporting requirements of the *Associations Incorporation Reform Act 2012(Victoria)*.

The committee has determined that the Melbourne PC User Group Inc. is not a reporting entity and therefore not subject to audit, but to accord with our rules, this report is reviewed by a qualified and independent accountant.

We, David Stonier-Gibson, President, and Peter McConnachie, Treasurer, being members of the Committee of Melbourne PC User Group Inc. certify that –

The Statement of Financial Position, Income and Expenditure Statement, and accompanying notes attached to this Certificate give a true and fair view of the financial performance and position of the Melbourne PC User Group Inc. during and at the end of the financial year of the Association ended 30<sup>th</sup> June 2022.

Signed:  \_\_\_\_\_

David Stonier-Gibson, President

Date: **7<sup>th</sup> October 2022**

Signed:  \_\_\_\_\_

Peter McConnachie, Treasurer

Date: **7<sup>th</sup> October 2022**

# **Independent Auditor's Report**

**To the members of**

**Melbourne PC User Group Inc**

## **Qualified Opinion**

I have audited the financial report of Melbourne PC User Group Inc (the association), being a special purpose financial report, which comprises the statement of financial position as at 30 June 2022, the income and expenditure statement for the year then ended, and the notes to the financial statements including a summary of significant accounting policies and statement by the committee.

In my opinion, except for the effects on the financial statements of the matter referred to in the following paragraph, the accompanying financial report presents fairly, in all material respects, the financial position of the association as at 30 June 2022, and its financial performance for the year then ended in accordance with Associations Incorporation Reform Act 2012 (Vic.).

## **Basis for Qualified Opinion**

I was unable to obtain sufficient appropriate audit evidence regarding opening balances.

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of my report. I am independent of the association in accordance with 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

## **Emphasis of matter- basis of accounting**

I draw attention to Note 1 of the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association in meeting the requirements of the Associations Incorporations Reform Act 2012 (Vic.) and the needs of the members. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect to this matter.

## **Responsibilities of management and those charged with governance for the financial report**

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the Associations Incorporation Reform Act 2012 (Vic) and for such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee 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.



# Independent Auditor's Report

To the members of

Melbourne PC User Group Inc

## Auditor's responsibility for the audit of the financial report

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an 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 this financial report.

**Name of Firm:** Griffiths Partners  
Certified Practising Accountants

**Name of Director:**

Kathy Swadling

**Address:** 151 Park Road, Cheltenham, Vic, 3192

**Dated this** 10 **day of** October 2022.