

The ANU Observer Incorporated
Financial Report for the Year Ended 30 November 2022

THE ANU OBSERVER INCORPORATED

TABLE OF CONTENTS

Committee's Report	3
Financial Statements	
Income & Expenditure Statement	4
Assets & Liabilities Statement	5
Notes to the Financial Statements	6 - 8
Statement by Members of the Committee	9
Independent Auditors' Report	10 – 11

THE ANU OBSERVER INCORPORATED

COMMITTEE'S REPORT

Your committee members submit the financial report of The ANU Observer Inc. for the financial year ended 30 November 2022.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Richard Chun	Finance Executive
James Weatherman	Secretary
Hannah Farrow	Board Member
Ryan Bourke	Board Member
Nuria Olive	Board Member
Will Novak	Board Member

Principal Activities

The principal activities of the association during the financial year were to provide accurate, detailed and timely coverage of ANU events.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Operating Result

The surplus for the 2022 financial year amounted to \$13,894 (2021: \$13,399 deficit).

Signed in accordance with a resolution of the members of the committee.



Richard Chun



Hannah Farrow

Dated 28/08/2023

THE ANU OBSERVER INCORPORATED

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2022

	Note	2022	2021
		\$	\$
INCOME			
Donations		75	-
Grants received		71,868	31,975
Merchandise sales		-	-
		71,943	31,975
EXPENDITURE			
Accounting and audit fees		-	2,475
Advertisement & marketing		-	1,354
Administration costs		45	176
Donations		75	-
Depreciation expense		2,313	4,177
Event/meeting expenses		1,010	766
Honorariums		44,502	24,465
Insurance		-	5,616
Office supplies		542	753
Printing, postage, and stationery		-	71
Rent		7,401	3,787
Software		1,389	946
Subscriptions		629	573
Website expenses		143	215
		58,049	45,374
Net current year surplus/(deficit)		13,894	(13,399)
Retained surplus at the beginning of the financial year		98	13,497
Retained surplus at the end of the financial year		13,992	98

The accompanying notes form part of these financial statements.

THE ANU OBSERVER INCORPORATED

ASSETS AND LIABILITIES STATEMENT AS AT 30 NOVEMBER 2022

	Note	2022 \$	2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	7,660	21,487
Trade and other receivables	3	16,500	-
Prepayments		-	-
TOTAL CURRENT ASSETS		24,160	21,487
NON-CURRENT ASSETS			
Property, plant and equipment	4	2,456	3,882
TOTAL NON-CURRENT ASSETS		2,456	3,882
TOTAL ASSETS		26,616	25,369
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	1,721	-
Unspent grants	6	10,903	25,271
TOTAL CURRENT LIABILITIES		12,624	25,271
NON-CURRENT LIABILITIES			
Other Non-Current Liabilities		-	-
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		12,624	25,271
NET ASSETS		13,992	98
MEMBERS' FUNDS			
Capital reserve			
Retained surplus		13,992	98
TOTAL MEMBERS' FUNDS		13,992	98
		Members'	Total
		Funds	Equity
		\$	\$
Balance at 1 December 2020		13,497	13,497
Net Surplus/(Loss) for the year		(13,399)	(13,399)
Balance at 30 November 2021		98	98
Balance at 1 December 2021		98	98
Net Surplus/(Loss) for the year		13,894	13,894
Balance at 30 November 2022		13,992	13,992

The accompanying notes form part of these financial statements

THE ANU OBSERVER INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act 1991 (ACT). The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accrual basis and are based on historical costs. It does not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

a. Income Tax

The Association is exempt from Income Tax under Division 50 of the Income Tax Assessment Act 1997.

b. Property, Plant and Equipment (PPE)

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

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.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

c. Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income and expenditure statement.

d. Cash

Cash includes cash on hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less.

e. Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

THE ANU OBSERVER INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

f. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable. Deferred consideration is not discounted to present values when recognising revenue. Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established. Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt. If conditions are attached to the grant that must be satisfied before the association is eligible to receive the contribution, recognition of the grant as revenue will be deferred until those conditions are satisfied. All revenue is stated net of the amount of goods and services tax.

g. Goods and Services Tax (GST)

The Association is not registered for GST.

h. Accounts Payable and Other Payables

Accounts payable 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 that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

NOTE 2: CASH AND CASH EQUIVALENTS

	2022	2021
	\$	\$
Cash on hand	-	-
Cash at bank – CBA #2583	7,253	21,080
Cash at bank – CBA #9714	407	407
Total cash on hand	7,660	21,487

NOTE 3: ACCOUNTS RECEIVABLE AND OTHER DEBTORS

	2022	2021
	\$	\$
Trade debtors	-	-
Accrued Income	16,500	-
Total	16,500	-

THE ANU OBSERVER INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2022

NOTE 4: PROPERTY, PLANT AND EQUIPMENT	2022	2021
Plant & Equipment	\$	\$
(a) Film/photography equipment		
At cost	10,346	10,346
Less accumulated depreciation	(8,690)	(8,065)
	1,656	2,281
(b) Office equipment		
At cost	10,771	9,883
Less accumulated depreciation	(9,971)	(8,282)
	800	1,601
Total property, plant and equipment	2,456	3,882

NOTE 5: TRADE AND OTHER PAYABLES	2022	2021
	\$	\$
Trade payables	1,721	-
	1,721	-

NOTE 6: UNSPENT GRANTS	2022	2021
	\$	\$
Unspent grants - 2020	-	9,813
Unspent grants - 2021	-	15,458
Unspent grants - 2022	10,903	-
	10,903	25,271

NOTE 6: RELATED PARTY DISCLOSURES

The Committee members during the year ended 30 November 2022 are detailed in the 'Committee Report'. No committee member receives any remuneration from the Association, however, expenses are reimbursed once adequate documentation has been provided.

NOTE 7: CONTINGENT LIABILITIES

There are no known contingent liabilities at the date of this report that should be disclosed in the financial report.

NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE

There are no events subsequent to the reporting date that have a material impact on the financial report.

NOTE 9: ASSOCIATION

The ANU Observer Incorporated is incorporated in the Australian Capital Territory and complies with the requirements of the Associations Incorporation Act 1991.

THE ANU OBSERVER INCORPORATED

NOTE 10: ASSOCIATION DETAILS

The principal place of business of the Association is:

25 Childers Street

Acton, ACT 2601

THE ANU OBSERVER INCORPORATED

STATEMENT BY MEMBERS OF THE COMMITTEE

In accordance with a resolution of the committee of the ANU Observer Incorporated, the members of the Committee declare that:

- the financial statements as set out on pages 4 – 8 present a true and fair view of the financial position of the ANU Observer Incorporated as at 30 November 2022 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act 1991 (ACT); and
- at the date of this statement, there are reasonable grounds to believe that the ANU Observer Incorporated will be able to pay its debts as and when they fall due

This statement is signed for and on behalf of the committee by:



Richard Chun



Hannah Farrow

Dated: 29/08/2023

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANU OBSERVER
INCORPORATED**

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of The ANU Observer Inc. (the association), which comprises the assets and liabilities statement as at 30 November 2022, the income and expenditure statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

In our opinion, the accompanying financial report gives a true and fair view of the financial position of the association as at 30 November 2022 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Act 1991 (ACT).

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are 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 our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the association to meet the requirements of the Associations Incorporation Act 1991 (ACT). As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of the Committee for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the Associations Incorporation Act 1991 (ACT) 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 relating 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANU OBSERVER INCORPORATED

Auditor's Responsibilities for the Audit of the Financial Report

Our 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 our 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.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the committee.
- Conclude on the appropriateness of the committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PKF Canberra



John Mihailaros
Partner

Dated: 28/08/2023

AUDITOR'S INDEPENDENCE DECLARATION

TO THE EXECUTIVE MEMBERS OF THE ANU OBSERVER INCORPORATED

We declare that, to the best of our knowledge and belief, during the year ended 30 November 2022 there have been:

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

PKF Canberra



John Mihailaros
Partner

Dated: 28/08/2023