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ANU STUDENTS' ASSOCIATION INCORPORATED

ABN 50 530 891 173

FINANCIAL REPORT FOR THE YEAR ENDED 30 NOVEMBER 2011

ANU STUDENTS' ASSOCIATION

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ANU STUDENTS' ASSOCIATION

ABN 50 530 891 173

Statement by Committee

The Committee present the report on the Association for the period ended 30 November 2011 year.

The names of each person in office at any time during or since the end of the period 30 November 2011 are:

Fleur Hawes	President	(Appointed 1 Dec 11)
Alice McAvoy	Vice President	(Appointed 1 Dec 11)
Dallas Proctor	Treasurer	(Appointed 1 Dec 11)
Tara Mulholland	Secretary	(Appointed 1 Dec 11)
Phoebe Malcolm	Social Officer	(Appointed 1 Dec 11)
Tom Barrington-Smith	Education Officer	(Appointed 1 Dec 11)
Leah Ginnivan	President	(Appointed 1 Dec10, resigned 30 Nov 11)
Brody Warren	Vice President	(Appointed 1 Dec10, resigned 30 Nov 11)
Victor White	Treasurer	(Appointed 1 Dec10, resigned 30 Nov 11)
Shaun Wykes	Secretary	(Appointed 1 Dec10, resigned 30 Nov 11)
Hannah Purdy	Social Officer	(Appointed 1 Dec10, resigned 30 Nov 11)
Christian Dent	Education Officer	(Appointed 1 Dec10, resigned 30 Nov 11)

The principal activities of the Association during the period ended 30 November 2011 were:

- a) to promote the welfare and further the interests of its members and in particular to work for quality and equity in higher education;
- b) to afford a recognised means of representation for its members both within and outside the University; and
- c) to promote the social life of its members.

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

The net loss of the Association for the period ended 30 November 2011 is \$83,254

(November 2010: Surplus \$63,203)

During the financial year it became apparent that a former officer of the Association may have initiated unauthorised transactions resulting in a loss of funds to the Association. The Association engaged the services of a major accounting firm to undertake a forensic audit to assist in determining the extent of any such loss and thereby enable the Committee to better determine the appropriate course of action.

It should be noted that the organisation was incorporated on 22 July 2011 in accordance with the provisions of the Associations Incorporation ACT 1991.

To the best of our knowledge and belief, the accompanying financial statements of Australian National University Students' Association are drawn up so as to fairly present the financial position of the Association at 30 November 2011 and the results of its operations for the period then ended in accordance with Note 1 in the financial statements.

At the date of this statement, there are reasonable grounds to believe that ANU Students' Association will be able to pay its debts when they fall due.

Signed in accordance with a resolution of the Board of Management

President

Vice-President

Dated:

ANU STUDENTS' ASSOCIATION

INCOME STATEMENT

FOR THE YEAR ENDED 30 NOVEMBER 2011

	Note	2011 \$	2010 \$
Revenue			
Revenue from ordinary operations	2	659,256	682,599
Total Revenue		659,256	682,599
Expenditure			
Executive & Student Rep Council expenses		11,687	3,873
Employee Benefit Expense		254,562	213,116
Legal Officer Expense		90,232	78,840
Accounting Expenses		19,080	42,567
O Week & Bush Week Expenses		87,408	142,440
Woroni Expenses		24,998	13,308
Administration Expenses		75,900	53,796
Other Expenses		93,505	60,222
Student Diary		7,368	8,732
Unaccounted for Expenses	11	69,674	
Depreciation and amortisation expense	3	8,097	2,501
Total Expenditure		742,510	619,396
Net surplus(deficit) available to members		(83,254)	63,203

The accompanying notes form part of these financial statements.

ANU STUDENTS' ASSOCIATION
STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2011

	Note	2011 \$	2010 \$
CURRENT ASSETS			
Cash assets	4	715,499	850,532
Receivables	5	36,425	22,410
TOTAL CURRENT ASSETS		<u>751,924</u>	<u>872,942</u>
NON-CURRENT ASSETS			
Property, plant and equipment	6	32,879	12,332
TOTAL NON-CURRENT ASSETS		<u>32,879</u>	<u>12,332</u>
TOTAL ASSETS		<u><u>784,803</u></u>	<u><u>885,274</u></u>
CURRENT LIABILITIES			
Payables	7	19,283	45,092
Provisions	8	16,377	11,240
TOTAL CURRENT LIABILITIES		<u>35,660</u>	<u>56,332</u>
NON-CURRENT LIABILITIES			
Provisions	8	23,486	20,031
TOTAL NON-CURRENT LIABILITIES		<u>23,486</u>	<u>20,031</u>
TOTAL LIABILITIES		<u><u>59,146</u></u>	<u><u>76,363</u></u>
NET ASSETS		<u><u>725,657</u></u>	<u><u>808,911</u></u>
EQUITY			
Retained surplus	9	725,657	808,911
TOTAL EQUITY		<u><u>725,657</u></u>	<u><u>808,911</u></u>

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 NOVEMBER 2011

Retained surplus at the beginning of the period	808,911	745,708
Net surplus for the period	(83,254)	63,203
Retained surplus at the end of the period	<u><u>725,657</u></u>	<u><u>808,911</u></u>

The accompanying notes form part of these financial statements.

ANU STUDENTS' ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

1. Statement of significant accounting policies

This financial report is a special purpose report which has been prepared specifically for

ANU Students' Association is an incorporated association and domiciled in ACT and is a "not-for-profit" entity for reporting purposes. The committee has determined that the full application of Australian Accounting Standards would not provide the best information to suit the information needs of its members.

The committee have approved the statements prepared in accordance with the significant accounting policies stated below :

- AASB 101: Presentation of Financial Statements
- AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors
- AASB 110: Events Occurring after Balance Sheet Date
- AASB 1031: Materiality
- AASB 1048: Interpretation and Application of Standards

No other Accounting Standards, Australian Accounting Interpretations or Other Authoritative pronouncements of the Australian Accounting Standard Board have been applied.

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

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

Reporting Basis and Conventions

(a) Inventories

The Association has determined that books held on consignment remain the property of the consignor. The value of Books on Consignment at 30 November 2011 was \$63,485.00 (30 November 2010 : \$56,658.55).

(b) Property, Plant and Equipment

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of property, plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from these assets.

Depreciation

All fixed assets, excluding freehold land, are depreciated on a straight line basis over their useful lives to the company. The depreciation rates used for each class of depreciable are:

<u>Class of Asset</u>	<u>Depreciation Rate</u>
Plant and Equipment	20% - 40%

(c) Income Tax

The Association is exempt from income tax under Section 50-5 of the Income Tax Assessment Act 1997.

ANU STUDENTS' ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

(d) Employee benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the association to employees' superannuation funds and are charged as expenses when incurred.

(e) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Services rendered

Operating revenue predominantly relates to revenue from rendering services. Revenue is recognised when the service is rendered

General Service Fee, Donations, Commission and Other Income

The General Service Fee is recognised on an accrual basis. Donations, Commission and other income are recognised when cash is received.

Interest

Interest is recognised where the control of the right to receive the interest payment has passed.

(f) Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(g) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST is not recoverable from the Australian Taxation 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 expense. Receivables and payables in the balance sheet are shown inclusive of GST.

(h) Leases

Leases of PPE, where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership, are transferred to the association, are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease and lease interest expense for that period.

ANU STUDENTS' ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

(h) Leases (cont.)

Leased assets are depreciable on a straight-line basis over the shorter of their estimated useful lives or the lease term. Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods they are incurred.

The lease of the Toshiba photocopier entered into in February 2009 has been treated as an operating lease for the purposes of these financial statements.

(i) Critical Accounting Estimates and Judgements

Estimates and judgements incorporated into the financial report are evaluated based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

Key estimates – Impairment

The association assesses impairment at each reporting date by evaluating conditions specific to the association that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates. No impairment indicators were present at 30 November 2011.

2. Revenue	2011	2010
	\$	\$
General Services Fee	474,825	436,000
Grant Income for Legal Officer	20,167	20,333
SA Promotion Income	1,721	168
ANUSA General Sponsorship	4,091	10,909
Student Diary	2,250	-
Bookshop Commission Income	22,629	20,524
Welfare Fund	-	30,000
Woroni Advertising Income	-	12,669
O - Week Income	69,836	98,617
Bush Week Income	6,474	12,313
	<hr/> 601,992	<hr/> 641,533

ANU STUDENTS' ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2011

	Note	2011	2010
		\$	\$
2. Revenue (cont.)			
Non-operating activities			
Interest		54,998	36,248
Misc / Sundry Income		2,267	4,818
		57,265	41,066
Total Revenue		659,256	682,599
3 Expenses from ordinary activities			
Depreciation			
Computer Equipment		3,984	1,361
Office Equipment		-	46
Office Furniture		4,113	1,094
Total depreciation of non-current assets		8,097	2,501
4. Cash assets			
Cheque Account - CBA		14,638	53,131
Online Saver Account - CBA		174,440	227,818
Cheque Account - Loans		25,575	30,008
Bookshop Account		874	-
Cash on Hand - Float		(28)	164
NAB Term Deposit		500,000	539,411
		715,499	850,532
5. Receivables			
Current			
Student Loans Receivable		-	-
Trade Debtors		2,330	22,410
Sundry Debtors		25,071	-
GST Receivable		9,024	-
		36,425	22,410

ANU STUDENTS' ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2011**

	Note	2011 \$	2010 \$
6. Property, plant and equipment			
Plant and equipment		-	3,277
Less accumulated depreciation		-	(3,277)
		-	-
Computer equipment		26,749	51,716
Less accumulated depreciation		(10,527)	(42,139)
		16,222	9,577
Office equipment		584	584
Less accumulated depreciation		(584)	(584)
		-	-
Furniture and fittings		39,504	22,317
Less accumulated depreciation		(22,847)	(19,562)
		16,657	2,755
Total property, plant and equipment		32,879	12,332

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period:

	2011 Plant and equipment	2011 Computer equipment	2011 Office equipment	2011 Furniture & fittings	2011 Total
	\$	\$	\$	\$	\$
Opening balance	-	9,577	-	3,849	13,426
Additions	-	21,567	-	18,015	39,582
Depreciation	-	(3,984)	-	(4,113)	(8,097)
Scrapped at WDV	-	(10,938)	-	(1,094)	(12,032)
Carrying amount at the end of period	-	16,222	-	16,657	32,879

ANU STUDENTS' ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2011

	Note	2011 \$	2010 \$
7. Payables			
Current			
Trade Creditors		-	-
Other payables		19,283	10,809
GST Liabilities			34,283
		19,283	45,092
		19,283	45,092
8. Provisions			
Current			
Annual Leave		16,377	11,240
Non-current			
Long Service Leave		23,486	20,031
		39,863	31,271
		39,863	31,271
Employee Benefits			
The aggregate employee benefit liability is composed of:			
Provisions - current		16,377	11,240
Provisions - non-current		23,486	20,031
Aggregate employee benefit liability		39,863	31,271
9. Retained profits			
Retained surplus at the beginning of the financial year		808,911	745,708
Net surplus (deficit) attributable to the members of the association		(83,254)	63,203
Retained surplus at the end of the financial year		725,657	808,911
10. Association details			
The office of the Association is Australian National University, Student Facilities, Building 17 Canberra, ACT 0200.			
11. Unaccounted for Expenses			
During the financial year it became apparent that a former officer of the Association may have initiated unauthorised transactions resulting in a loss of funds to the Association.			
The Association engaged the services of a major accounting firm to undertake a forensic audit to assist in determining the extent of any such loss and thereby enable the committee to better determine the appropriate course of action.			

ANU STUDENTS' ASSOCIATION

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 30 NOVEMBER 2011

	2011	2010
	\$	\$
Operating income		
General Services Fee	474,825	436,000
Grant Income - Legal Officer	20,167	20,333
SA Promotion Income	1,721	168
ANUSA General Sponsorship	4,091	10,909
Student Diary	2,250	-
Bookshop Sales	22,629	20,524
Welfare Fund	-	30,000
Woroni Advertising Income	-	12,669
O - Week Income	69,836	98,617
Bush Week Income	6,474	12,313
	<u>601,992</u>	<u>641,533</u>
Total operating income	<u>601,992</u>	<u>641,533</u>
Less expenditure		
Executive & Student Rep Council expenses	11,687	3,873
Employee Benefit Expense	254,562	213,116
Legal Officer Expense	90,232	78,840
Accounting Expenses	19,080	42,567
O Week & Bush Week Expenses	87,408	142,440
Woroni Expenses	24,998	13,308
Administration Expenses	75,900	53,796
Other Expenses	93,505	60,222
Student Diary	7,368	8,732
Unaccounted for Expenses	69,674	-
Depreciation - plant and equipment	-	-
Depreciation - computer equipment	3,984	1,361
Depreciation - office equipment	0	46
Depreciation - furniture and fittings	4,113	1,094
	<u>742,510</u>	<u>619,396</u>
	<u>(140,519)</u>	<u>26,955</u>
Other income		
Sundry Income	2,267	4,818
Interest received	54,998	36,248
	<u>(83,254)</u>	<u>63,203</u>
Net operating surplus (deficit)	<u>(83,254)</u>	<u>63,203</u>
Retained surplus at the beginning of the financial year	<u>808,911</u>	<u>745,708</u>
Retained surplus at the end of the financial year	<u><u>725,657</u></u>	<u><u>808,911</u></u>