

# ***University of the Third Age Brisbane Inc.***

ABN 57 827 746 544

## **Financial Report**

**For the year ended 31st December 2021**

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**University of the Third Age Brisbane Inc.**  
**Balance Sheet**  
**As at 31st December 2021**

	Note	2021 \$	2020 \$
<b>Current Assets</b>			
Cash Float		400	400
Bank accounts		243,101	192,581
Term Deposits	5	56,551	56,551
Prepayments		0	0
		<u>300,052</u>	<u>249,532</u>
<b>Non Current Assets</b>			
Property Plant & Equipment	7	<u>1,126,962</u>	<u>1,404,004</u>
<b>Total Assets</b>		<u>1,427,014</u>	<u>1,653,536</u>
<b>Current Liabilities</b>			
Sundry Creditors		28,700	3,356
BBL Mortgage Loan	5	0	43,994
ROU Lease Liability		171,101	67,921
		<u>199,801</u>	<u>115,271</u>
<b>Non Current Liabilities</b>			
BBL Mortgage Loan	5	0	0
ROU Lease Liability		344,614	671,010
		<u>344,614</u>	<u>671,010</u>
<b>Total Liabilities</b>		<u>544,415</u>	<u>786,281</u>
<b>Net Assets</b>		<u>882,599</u>	<u>867,255</u>
<b>General Funds</b>			
Balance 1st January 2021		717,256	780,159
Adjustment for Initial ROU Asset Capitalised		0	(23,256)
(From) General Contingency Reserve	3	150,000	0
Surplus for the year		15,343	(39,648)
Balance 31st December 2021		<u>882,599</u>	<u>717,255</u>
<b>Reserves</b>			
General Contingency Reserve	3	0	150,000
<b>Total Equity</b>		<u>882,599</u>	<u>867,255</u>

**University of the Third Age Brisbane Inc.**  
**Statement of Income & Expenditure**  
**For year ended 31st December 2021**

	Note	2021 \$	2020 \$
<b>Income</b>			
Membership Subscriptions	4	115,831	132,703
Class Fees		238,875	118,816
ROU Lease Payment	9		
Social Committee Functions		3,165	668
Room Hire		0	7,200
Interest Received		1,086	4,104
Donations		3,240	26,910
Other Income		356	425
		362,553	290,827
<b>Expenses</b>			
Bank Charges		9,735	7,822
Cleaning		16,795	4,140
Computer Repairs		1,619	1,493
Depreciation	7	168,483	185,561
Electricity		6,043	5,207
Insurance		6,058	6,123
Licence Fees		9,817	2,284
Postage		1,111	2,157
Printing and reproduction		2,589	3,369
Professional Fees		2,421	3,843
Rent for Premises	9	7,541	(545)
Repairs and Maintenance		6,298	4,415
ROU Interest expense		37,867	39,539
Social Committee Functions		2,780	0
Stationery		3,217	1,819
Telephone		2,678	3,894
Other Expenses		1,260	1,139
<b>Property Expenses</b>			
Body Corporate		28,696	19,905
Rates Water & Sewerage		8,100	8,775
Mortgage Fees		502	5,936
Property Capital Write Off	7	23,600	23,600
		347,210	330,474
<b>Net Surplus for the year</b>		15,343	(39,648)

**University of the Third Age Brisbane Inc.**  
**Statement of Cash Flows**  
**For year ended 31st December 2021**

	Note	2021 \$	2020 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from members		422,373	360,507
Interest & Donations Received		4,326	31,014
Payments to suppliers		(326,044)	(250,457)
<b>Net cash flows from operating activities</b>		<u>100,655</u>	<u>141,065</u>
<b>Cash Flows from Investing Activities</b>			
Purchase of property and equipment		(5,749)	(2,561)
Proceeds on disposal of equipment		-	-
<b>Net cash flows used in investing activities</b>		<u>(5,749)</u>	<u>(2,561)</u>
<b>Cash Flows from Financing Activities</b>			
Loans from Bank		0	0
Repayments of interest and capital		(44,386)	(149,992)
<b>Net cash flows used in financing activities</b>		<u>(44,386)</u>	<u>(149,992)</u>
<b>Net cash movement</b>		50,520	(11,488)
<b>Cash at beginning of year</b>		<u>249,532</u>	<u>261,020</u>
<b>Cash at end of year</b>		<u><u>300,052</u></u>	<u><u>249,532</u></u>

**Reconciliation of net surplus to net cash flow from operations**

<b>Net Surplus for the year</b>	15,343	(39,648)
Depreciation	168,483	185,561
Property Write Off	23,600	23,600
Increase/Decrease in prepayments	(25,344)	4,601
Increase / Decrease in Creditors	(81,427)	(33,049)
<b>Net cash flows from operating activities</b>	<u>100,655</u>	<u>141,065</u>

**University of the Third Age Brisbane Inc.**  
**Notes to the Financial Report**  
**For year ended 31st December 2021**

**1. Financial Reporting Framework**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of Section 60.40 of the Australian Charities and Not-for-profits Commission Regulation 2013. The report was previously prepared under the requirements of the Associations Incorporations Act.

**2. Significant Accounting Policies**

The financial report has been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report is prepared on the accruals basis of accounting. The measurement and recognition aspects of Australian Accounting Standards have been followed in the preparation of this report only.

The Association has adopted new Accounting Standards issued by Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

The Accounting Standard implemented in these accounts are AASB 16 Leases. The impact of this adoption has an impact on opening retained profits as at 1 January 2020.

**3. Reserves**

In 2013 the Committee of Management adopted a 10 year Financial Plan under which it is required to retain \$150,000 in a cash investment as a General Contingency Reserve. This reserve was removed by a vote of members at the AGM 2020.

**4. Members Subscriptions**

Subscriptions are recognised as income when received.

**5. Mortgages, Charges and Securities**

A mortgage with Bendigo Bank was created on the 2nd December 2019. The funds from this mortgage were used in part payment of the payout of the U3A Brisbane Noteholders Association Inc. The Bendigo Bank mortgage is for a term of 3 years. This loan was paid off in full in June 2021.

As a requirement of the lease of level 5 232 Adelaide St Brisbane the Association had to provide in favour of the Landlord an unconditional bank guarantee without expiry date of three months base rent. Suncorp Bank provides this guarantee in the sum of \$56,551 and hold a term deposit of \$56,551 as sole security against the guarantee.

**6. Income Tax**

The Association is registered as an income tax exempt charitable institution under subdivision 50-B of the Income Tax Assessment Act

**University of the Third Age Brisbane Inc.**  
**Notes to the Financial Report**  
**For year ended 31st December 2021**

**7. Depreciation**

Depreciation is charged to allocate the carrying value over the useful life of the assets. The property is depreciated at 2.5% and equipment, computers and furniture are depreciated at rates varying from 10% to 33%

<b>8. Property Plant &amp; Equipment</b>	<b>2021</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Property 97 Creek St Brisbane	944,336	944,336
Accumulated Capital Write Off	236,000	212,400
	<u>708,336</u>	<u>731,936</u>
Creek St Furniture & Equipment	65,044	60,512
Accumulated Depreciation	43,655	36,009
	<u>21,389</u>	<u>24,503</u>
Adelaide Street Fitout	122,662	122,662
Accumulated Depreciation	107,394	88,995
	<u>15,268</u>	<u>33,667</u>
Adelaide St Furniture & Equipment	110,788	110,298
Accumulated Depreciation	109,117	106,275
	<u>1,671</u>	<u>4,023</u>
Right of Use Asset - Office Lease		
Adelaide St At Cost	788,257	878,240
Accumulated Depreciation	407,959	268,365
	<u>380,298</u>	<u>609,876</u>
Total Property Plant & Equipment	<u>1,126,962</u>	<u>1,404,004</u>

**9. Property Lease**

A right to use asset has been recognised in relation to the lease of the premises at 232 Adelaide Street. At the lease commencement, a right to use asset and associated lease liability is recognised using the cost model. The right to use asset is amortised using the straight line method and the lease liability is measured at the present value of remaining lease payments.

The comparative figures have been adjusted to reflect the accounting for the right to use asset.

**University of the Third Age Brisbane Inc.  
Committee Declaration**

The members of the Committee declare that  
in the Committee's opinion:

1. there are reasonable grounds to believe that the registered entity is  
able to pay all of its debts, as and when they become due and payable;  
and

2. the financial statements and notes satisfy the requirements of the  
Australian Charities and Not-for-profits Commission Act 2012

Signed in accordance with subsection 60.15(2) of the Australian Charities

On behalf of the Committee

Dated at Brisbane this 28th day of March  
2022



Deslyn Taylor

President



Lyndall Beattie

Honorary Treasurer

# **Independent Audit Report to the members of University of the Third Age Brisbane Inc.**

## **Report on the Financial Report**

I have audited the financial report of The University of the Third Age Brisbane Inc., which comprises the balance sheet as at 31 December 2021, the statement of income and expenditure and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the Committee declaration.

In my opinion, the accompanying financial report of The University of the Third Age Brisbane Inc is in accordance with the Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- giving a true and fair view of the Association's financial position as at 31 December 2021 and of its performance for the year then ended; and
- complying with Australian Accounting Standards to the extent described in Note 1, and the Division 60 of the Australian Charities and Not-for-Profits Commission Regulation 2013.

### **Basis for Opinion**

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 Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act) and 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 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. My opinion is not modified in respect of this matter.

### **Responsibilities of the Committee for the Financial report**

The Committee of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and is appropriate to meet the needs of the members. The Committee's responsibility also includes such internal control as the committee determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee are 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 intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.



**Independent Audit Report to the  
members of University of the Third Age  
Brisbane Inc.**

**Auditor's Responsibilities 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.

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at : <http://www.auasb.gov.au/Home.aspx>. This description forms part of my auditor's report.



**Mark O'Shea**

Chartered Accountant, Registered Company Auditor

Dated 28th March 2022

PO Box 10118 Brisbane 4000