

## **AGM Treasurer's Report for the Financial Year ended 31<sup>st</sup> December 2022**

Good morning everyone

The financial report presented is a **General Purpose Financial Report** and is prepared in accordance with Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board (AASB) and the Australian Charities and Not for Profits Commission Act 2012 as appropriate for not for profit oriented entities.

This General Purpose Financial Report replaces the Special Purpose Financial Report that has been presented on behalf of U3A Brisbane over a number of years. Of note is the requirement of an additional note in this report. It is note number 3 on page 5, Related Party Disclosures. This note identifies the Key Management Personnel as the members of the management committee and confirms no remuneration is paid to the members.

When assessing the cash position of U3A Brisbane, note there is the term deposit held with Suncorp Bank. Suncorp Bank provides this guarantee in the sum of \$56,551 as sole security against the guarantee relating to level 5 232 Adelaide Street lease.

There are two major financial indicators to consider at this time, liquidity and solvency. In the Balance Sheet on page 2, the current assets are \$345,417 while the current liabilities are \$183,879. This indicates that U3A Brisbane is in a liquid position and can meet all its current financial obligations. Solvency is a measure of whether an organisation can meet its long term financial obligations. Solvency is measured by the ratio of total debt to total assets. U3A Brisbane is debt free at this point in time. Therefore U3A Brisbane can be considered solvent.

On page 3 Statement of Income and Expenditure, the total revenue for the year is \$369,201 while the total expenditure is \$351,411 leaving a net surplus of \$17,790. The Statement of Cash Flows on page 4, shows the purchase of two computers as well as an increase in U3A Brisbane's cash position compared to the 2021 figures.

This financial report is prepared on the basis of historical cost and operates on a cash basis.

### **Recommendation:**

The members of the management committee recommend that this report is a true and fair view of the Association's financial position as at 31 December 2022 and of its performance for the year ended and complies with Australian Accounting Standards – Simplified Disclosures and Division 80 of the Australian Charities and not for profit Commission Regulations 2013.