

AGM Treasurer's Report for the Financial Year ended 31st December 2023

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.

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 \$410,482 while the current liabilities are \$215,033. 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.

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.

On page 3 Statement of Income and Expenditure, the total revenue for the year is \$408,993 (\$369,201: 2022) while the total expenditure is \$355,414 (\$351,411: 2022) leaving a net surplus of \$53,579 (\$17,790: 2022). There are a number of factors contributing to this significant increase however the two significant factors were income from ILSC Brisbane who sub-rented some of U3A Brisbane's rooms on a casual basis plus an increase in membership. The Statement of Cash Flows on page 4, shows the replacement of air conditioners at Adelaide Street, the purchase of nine computers and one TV for display purposes as well as an increase in U3A Brisbane's cash position to \$410,449 compared to the 2022 figures of \$345,417.

Within this General Purpose Financial Report I draw your attention to note 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.

This financial report is prepared on the basis of historical cost. Membership and fees are adjusted by the values received in November and December and treated as prepaid which is detailed in note 4.

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 2023 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 2022*.

Joan Mackay

Treasurer, U3A Brisbane

Dated: 10/04/2024