



UMSU INC.
Reg No. A0048033A

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2013**

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UMSU INC.
Reg No. A0048033A
BALANCE SHEET
AS AT 31 DECEMBER 2013

	Note	2013 \$	2012 \$
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	2	2,405,858	1,895,437
Trade and Other Receivables	3	311,808	248,464
Other Current Assets	4	62,140	85,834
TOTAL CURRENT ASSETS		<u>2,779,806</u>	<u>2,229,735</u>
TOTAL ASSETS		<u>2,779,806</u>	<u>2,229,735</u>
CURRENT LIABILITIES			
Trade and Other Payables	5	713,120	422,715
Provisions	6	247,814	511,537
TOTAL CURRENT LIABILITIES		<u>960,934</u>	<u>934,252</u>
NON CURRENT LIABILITIES			
Provisions	6	36,017	-
TOTAL NON CURRENT LIABILITIES		<u>36,017</u>	<u>-</u>
TOTAL LIABILITIES		<u>996,951</u>	<u>934,252</u>
NET ASSETS		<u>1,782,855</u>	<u>1,295,483</u>
MEMBERS' FUNDS			
General Reserve	7	462,569	148,780
Retained Profits		1,320,286	1,146,703
TOTAL MEMBERS' FUNDS		<u>1,782,855</u>	<u>1,295,483</u>

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
INCOME		
Service and Amenities Fee Funding	3,904,018	2,436,510
Student Advocacy Services	353,331	327,411
Equipment/Theatre Hire	361,336	199,476
Grants Received	62,186	9,091
Interest Received	55,012	63,510
Other Income	322,929	80,899
Sales	250,559	272,010
TOTAL INCOME	<u>5,309,371</u>	<u>3,388,907</u>
EXPENDITURE		
Salaries & Wages	2,859,595	1,563,480
Administration expenses	156,722	132,284
Events	528,924	350,182
Equipment Hire	155,736	176,472
Marketing	46,308	12,365
Audit Fees	12,700	11,342
Department costs	210,487	85,394
Sundry expenses	271,286	150,981
Consumables & Supplies	163,477	103,422
Bank Charges	2,182	1,110
Grants	229,259	198,665
Doubtful debts	-	1,893
Artists Fees	185,323	130,168
TOTAL EXPENDITURE	<u>4,821,999</u>	<u>3,019,724</u>

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

Income Statement (continued)	Note	2013 \$	2012 \$
Profit before income tax		487,372	369,183
Income tax expense	1(a)	<u>-</u>	<u>-</u>
Profit after income tax		487,372	369,183
Less: Transfer to General Reserve	7	<u>(313,789)</u>	<u>(27,889)</u>
Profit after income tax and transfer to reserve		173,583	341,294
Retained Profits at the beginning of the financial year		<u>1,146,703</u>	<u>805,409</u>
Retained Profits at the end of the financial year		<u>1,320,286</u>	<u>1,146,703</u>

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013

	General Reserve \$	Retained Earnings \$	Total \$
Balance at 1 January 2012	120,891	805,409	926,300
Profit attributable to members	-	369,183	369,183
Transfer from retained earnings	27,889	(27,889)	-
Balance at 31 December 2012	148,780	1,146,703	1,295,483
Profit attributable to members	-	487,372	487,372
Transfer from retained earnings	313,789	(313,789)	-
Balance at 31 December 2013	462,569	1,320,286	1,782,855

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	2013 \$	2012 \$
Cash flows from Operating Activities			
Receipts from customers		1,103,673	422,403
Service and Amenities Fee Funding		3,904,018	2,436,510
Student Advocacy Services		353,331	327,411
Payments to suppliers and employees		(4,905,613)	(2,621,946)
Interest received		55,012	57,769
Net cash provided by operating activities	B	510,421	622,147
Cash flows from Investing Activities			
		-	-
Cash flows from Financing Activities			
		-	-
Net increase in cash held		510,421	622,147
Cash and cash equivalents at beginning of the financial year		1,895,437	1,273,290
Cash and cash equivalents at end of the financial year	A	2,405,858	1,895,437

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

2013 **2012**
\$ **\$**

Note A Reconciliation of Cash

For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money markets. Cash at the end of the financial year is shown in the cash flow statement and is reconciled to the balance sheet as follows:

Cash at Bank Cheque Account	792,131	830,643
Cash at Bank Short Term Deposit	1,612,227	1,064,794
Cash on Hand	1,500	-
	<u>2,405,858</u>	<u>1,895,437</u>

Note B Reconciliation of Net Cash provided by Operating Activities to Profit after income tax

Profit after income tax	487,372	369,183
(Increase) / decrease in trade and other receivables	(63,343)	(142,048)
(Increase) / decrease in prepayments	23,692	(57,074)
Increase / (decrease) in trade and other payables	290,405	241,598
Increase / (decrease) in provisions	(227,705)	210,488
	<u>510,421</u>	<u>622,147</u>

The association has no significant credit or stand by financing facilities in place.

There were no non cash financing or investing activities during the period.

UMSU INC.
Reg No. A0048033A
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act 1981. The Executive Committee has determined that the Association is not a reporting entity.

The financial report has been 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 significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Income Tax

No income tax has been provided, as the Association is exempt from income tax pursuant to section 50-5 of the Income Tax Assessment Act 1997, as amended.

(b) Employee Benefits

Provision is made in respect of liability for annual leave, long service leave, time off in lieu and redundancies to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

Contributions are made by the Association to an employee superannuation fund and are charged as expenses when incurred.

(c) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

UMSU INC.
Reg No. A0048033A
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Leases

Leases of fixed assets where substantially all the risk 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 liability and the lease interest expense for that period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives of 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 in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a single-line basis over the life of the lease term.

(e) Comparative figures

Where required certain comparative figures have been adjusted to conform with changes in presentation for the current financial year.

	2013	2012
	\$	\$
2 CASH AND CASH EQUIVALENTS		
Cash at Bank - Cheque Account	792,131	830,643
Cash at Bank - Short Term Deposit	1,612,227	1,064,794
Cash on Hand	1,500	-
	<u>2,405,858</u>	<u>1,895,437</u>
3 TRADE AND OTHER RECEIVABLES		
Trade Debtors	242,398	236,323
Amount Owed from MU Student Union Ltd	77,475	7,120
Provision for Doubtful Debts	(9,608)	-
Sundry Debtors	1,543	5,021
	<u>311,808</u>	<u>248,464</u>

UMSU INC.
Reg No. A0048033A
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013 \$	2012 \$
4 OTHER CURRENT ASSETS		
Prepayments	<u>62,140</u>	<u>85,834</u>
5 TRADE AND OTHER PAYABLES		
Trade Creditors	110,616	167,607
Sundry Creditors & Accruals	187,028	24,486
Income in Advance	57,046	3,414
GST Payable	(472)	38,615
Deposits	(70)	-
Student inter-transfer	<u>358,972</u>	<u>188,593</u>
	<u>713,120</u>	<u>422,715</u>
6 PROVISIONS		
<i>Current</i>		
Annual Leave	138,640	111,784
Long Service Leave Current	107,381	114,538
Time Off In Lieu	1,793	-
Redundancy	-	285,215
	<u>247,814</u>	<u>511,537</u>
<i>Non current</i>		
Long Service Leave Non Current	<u>36,017</u>	-
	<u>283,831</u>	<u>511,537</u>
7 RESERVES		
General Reserve	<u>462,569</u>	<u>148,780</u>
Movement in Reserve:		
General Reserve		
Opening Balance	148,780	120,891
Transfer to Reserve	313,789	27,889
Closing Balance	<u>462,569</u>	<u>148,780</u>

The General Reserve represents 50% of the interest income of the Association, on its cash reserves, being monies invested in short-term deposits during the year, as required under Section 19.3 of the Association's Financial Regulations. The General Reserve also represents a cash reserve for potential future redundancies that Umsu may incur in the event of cuts in SSAF funding

UMSU INC.
Reg No. A0048033A
STATEMENT BY THE EXECUTIVE COMMITTEE
FOR THE YEAR ENDED 31 DECEMBER 2013

The Executive Committee has determined that the Association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Executive Committee, the financial report as set out on pages 1 to 9:

1. Presents a true and fair view of the financial position of UMSU Inc. as at 31 December 2013 and its performance for the year ended on that date;
2. At the date of this statement, there are reasonable grounds to believe that UMSU Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Executive Committee and is signed for and on behalf of the Executive Committee by:

Declan McGonigle
President
Dated: 15 April 2014

Samuel Donnelly
General Secretary
Dated: 15 April 2014

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
UMSU INC.**

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
UMSU INC.**

UMSU INC.
Reg No. A0048033A
DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
INCOME		
Advertising	63,123	20,471
Equipment Hire	167,347	199,476
Grants Received	62,186	9,091
Interest Received	55,012	63,510
Other Income	256,624	38,583
Sales	250,559	272,010
Sponsorship	3,182	21,845
Service and Amenities Fee Funding	3,904,018	2,436,510
Student Advocacy Services	353,331	327,411
Theatre Hire	193,989	-
TOTAL INCOME	<u>5,309,371</u>	<u>3,388,907</u>
EXPENDITURE		
Permanent Salaries & Wages	2,221,904	938,798
Honoraria	397,574	307,308
Casual Wages	184,347	3,107
Superannuation	255,382	114,447
Contract Staff	85,603	68,727
Redundancy Costs	(285,215)	131,093
Training & Development	11,598	7,275
Orientation Expenses	54,339	44,653
Audit Fees	12,700	11,342
Advertising	9,117	950
General Publicity	20,374	4,802
Promotional Activities	16,248	2,220
Campaigns	569	4,393
International Week & Festival of Nations	65,413	25,738
Licensing Fees	4,157	601
Security	15,466	1,625
Consumables & Supplies	13,572	6,745
Stationery	17,276	6,813

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
DETAILED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
EXPENDITURE (continued)		
Play with your food	-	1,269
T-Shirt	-	182
Events and Launch Parties	-	455
Bank Charges	2,182	1,110
Grants	229,259	198,665
Insurance	69,591	70,932
Lease – Fax/Photocopier	12,439	1,931
Lease – Copy Charges	68	921
Food & Beverages	149,906	96,677
Room Hire	-	766
Forums	-	4,490
Workshops	1,068	-
Conference	9,492	2,674
Travel	3,275	4,472
Tours	38,091	3,965
Photocopying	15,789	38,850
Printing	118,460	82,646
Couriers	328	40
Postage	1,758	671
Telephone	3,112	3,264
Memberships	1,377	-
Subscriptions	645	-
Collective fund	1,812	112
Educational Service & Welfare Events	24,703	11,939
Exam Support Stall	5,402	(904)
Doubtful debts	-	1,893
Repairs & Maintenance	34,212	8,367
Equipment	23,569	10,332
Equipment Hire	132,166	166,140
National Days of Action	-	861
Special Events	316,177	304,389

The accompanying notes form part of this financial report.

UMSU INC.
Reg No. A0048033A
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

	Note	2013 \$	2012 \$
EXPENDITURE (continued)			
Peer Support Programme		1,338	1,359
Artists Fees		185,324	130,168
National Union of Students		97,364	100,000
Election Expenses		81,253	73,949
AGM Expenses		646	397
Special Project Weeks		25,267	8,349
Womyn's Room Maintenance		94	1,966
Creative Writing Competition		-	(3,000)
Sundry Expenses		67,489	8,790
Internal Grant Expenses		33,000	-
Consultancy		24,874	-
Department Production Costs		10,045	-
TOTAL EXPENDITURE		<u>4,821,999</u>	<u>3,019,724</u>
Profit before income tax		<u>487,372</u>	<u>369,183</u>
Income tax expense	1(a)	<u>-</u>	<u>-</u>
Profit after income tax		<u>487,372</u>	<u>369,183</u>
Less: Transfer to General Reserve	7	<u>313,789</u>	<u>27,889</u>
Profit after income tax and transfer to reserve		<u>173,583</u>	<u>341,294</u>
Retained Profits at the beginning of the financial year		<u>1,146,703</u>	<u>805,409</u>
Retained Profits at the end of the financial year		<u>1,320,286</u>	<u>1,146,703</u>

The accompanying notes form part of this financial report.



**UMSU Inc
Reg No: A0048033A**

**Report on expenditure under the
Funding Agreement for SSA Fee Revenue (March 2012)
for the year ended 31 December 2013**

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UMSU Inc
Reg No: A0048033A

**Report on expenditure under the
Funding Agreement for SSA Fee Revenue (March 2012)**

**Schedule of Operating and Capital Expenditure
for the year ended 31 December 2013**

	2013	2012
	\$	\$
Operating Expenses		
Representation, Support, Clubs and Societies, Cultural and Social Programmes, and Student Media	3,349,599	1,286,092
Administrative Support and Indirect Costs	<u>907,750</u>	<u>1,036,250</u>
	<u>4,257,349</u>	<u>2,322,342</u>
Capital Expenditure	-	-
Total Expenditure	<u>4,257,349</u>	<u>2,322,342</u>
Funding made available to other bodies pursuant to Schedule C – Funding Agreement for SSA Fee Revenue (March 2012) Reporting Obligations:		
National Union of Students Inc	<u>-</u>	<u>-</u>

**(Note payments to The University of Melbourne
and its related entities and Clubs and Societies
have been excluded)**

UMSU Inc
Reg No: A0048033A

**Report on expenditure under the
Funding Agreement for SSA Fee Revenue (March 2012)**

**Reconciliation of Total Expenditure under the Funding Agreement for SSA Fee
Revenue (March 2012) to profit / (loss) after income tax for the year ended
31 December 2013**

	2013	2012
	\$	\$
SSA Funding received*	4,257,349	2,436,510
Less Expenditure as per Schedule	<u>(4,257,349)</u>	<u>(2,322,342)</u>
SSA Funding monies unspent / (overspent)	<u><u>-</u></u>	<u><u>114,168</u></u>

* *includes Student Advocacy Services funding*

UMSU Inc
Reg No: A0048033A

**Report on expenditure under the
Funding Agreement for SSA Fee Revenue (March 2012)
Statement by President and General Manager**

We, Declan McGonigle and Justin Baré, being the President and the General Manager of UMSU Inc., state the accompanying report has been prepared in accordance with the Funding Agreement for SSA Fee Revenue (March 2012) and that all moneys spent for the year ended 31 December 2013 and disclosed herein have been on providing facilities, services or activities of direct benefit to students at the University of Melbourne.

Declan McGonigle
President

Justin Baré
General Manager

Dated 15 April 2014

**INDEPENDENT AUDITOR'S REPORT
TO THE EXECUTIVE COMMITTEE OF
UMSU INC.**