

NATIONAL UNION OF STUDENTS INC.

Reg No. AO1837

FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2018

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NATIONAL UNION OF STUDENTS INC.
Reg No. AO1837
NATIONAL EXECUTIVE'S REPORT
For the Year ended 30 September 2018

Your National Executive submits the financial report of the National Union of Students Inc. for the year ended 30 September 2018.

National Executive Members

The names of the National Executive members throughout the year and at the date of this report are:

2018

Mark Pace, Jacob Cripps, Jordon O'Rielly, Kayla Dickeson, Michael Iroeché, Jordon Mumford, Niall Cummins, Inez Penrose, Kate Crossin, Jason Lawrence, Kim Stern, Jasmine Duff, Finlay Nolan, Jasmine Birch, Lily Xia, Aditya Shama, Sam Roberts, Hersha Kadkol, Max Kennedy, Connor Wherrett, Con Karavais, James Callow, Tyson McEwen, Ziqi Han, Aidan Johnson, Chelsea Bentley, Hamish Richardson, Justine Whaley, Jessica Jaja

2017

Sophie Johnston, Nathan Croft, Anneke Mae D'emanuele, Jillian Molloy, Abigail Stapleton, Lorena White, Taylor Ficarra, Lauren Saunders, Christopher Di Pasquale, Leesa Markussen, Jason Bryne, Ya Peng Li, Joseph Herman Bin Omar, Ali Amin, Norma Jean Cooper, Aaron Lee, Lachlan Sturt, Emma Ross, Ashleigh Braybrook, Liam O'Neill, Sarah Tynan, Aislinn Stein-Magee, Adriana Mells, Megan Lee, Thomas Quinlivan, Nicholas Douros, Dominic Cradick, Michael Murdocca, Chloe Rafferty, Madeleine Knill, Hamish Richardson, Alan Padgham, Jade Eckhaus, Lewis Whittaker, Clare Francis.

Principal Activity

The principal activity of the National Union of Students Incorporated (the Association) during the financial year was the provision of student service facilities to its members at all levels within Australia.

Significant Changes

No significant change in the nature of this activity occurred during the year.

Other Matter

A correspondence was issued by Consumers Affairs of Victoria (CAV) on 16 October 2018 requiring information to confirm if National Union of Students Inc (NUS) is still in operation. NUS has provided relevant information to CAV and engaged a lawyer in Canberra to investigate the matter further.

As of the date of this report, we are unable to receive any response from CAV if any additional reporting obligations are required per the Associations Incorporation Reform ACT 2012.

Operating Result

The profit(loss) of the Association for the year ended 30 September 2018 amounted to \$133,934.

Signed in accordance with a resolution for the National Executive by:

Mark Pace
President
Dated:

Jacob Cripps
General Secretary
Dated:

National Union of Students Inc.
Reg No. AO1837
Statement of Financial Position
For the Year ended 30 September 2018

	Note	2018	2017
		\$	\$
Current Assets			
Cash and Cash Equivalents	2	987,632	971,703
Trade and Other Receivables		165,632	165,000
Prepayments	3	0	1,667
Total Current Assets		1,153,264	1,138,370
Non-Current Assets			
Property, Plant and Equipment	4	3,953	5,929
Total Non-Current Assets		3,953	5,929
Total Assets		1,157,217	1,144,299
Current Liabilities			
Trade and Other Payables	5	22,875	56,295
Employee Benefits	6	16,659	120,163
Total Current Liabilities		39,534	176,459
Total Liabilities		39,534	176,459
Net Assets		1,117,683	967,840
Members' Funds			
Retained Profits		1,117,683	967,840
Total Members' Funds		1,117,683	967,840

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Income and Expenditure Statement
For the Year ended 30 September 2018

	2018	2017
	\$	\$
Income from Ordinary Activities		
Revenue	803,069	778,741
Less Expenditure		
Administration Expenditure	81,613	108,321
Conference Expenditure	192,177	175,125
Office Bearers Expenditure	80,580	89,995
Employment and Oncosts	314,766	393,347
Total Expenses	669,136	766,788
Net Surplus / (Deficit) before Tax*	133,934	11,952
Retained Profits at the beginning of the financial year	- 143,838	- 155,790
Retained Profits at the end of the financial year	- 9,904	- 143,838

** Note the association is exempt from income tax*

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Cash Flow Statement
For the Year ended 30 September 2018

	2018	2017
	\$	\$
Cash Flows from Operating Activities		
Cash receipts from customers	782,523	769,874
Payments to Suppliers and Employees	- 788,176	- 753,681
	(5,652)	16,193
Interest Received	19,914	3,116
Net cash provided by/ (used in) operating activities - Note B	14,262	19,309
Cash Flows from Investing Activities		
Prepayments	1,667	(1,667)
Purchases of Plant & Equipment	0	(5,929)
Net Cash Flows used in Investing Activities	1,667	(7,596)
Net Increase / (Decrease) in Cash Held	15,929	11,714
Cash at beginning of financial year	971,703	959,989
Cash at end of financial year - Note A	987,632	971,703

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Cashflow Statement
For the Year ended 30 September 2018

	2018	2017
	\$	\$
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 year is shown in the cash flow statement and is reconciled to the related items in the balance sheet as follows:		
Cash at bank	962,156	263,630
Deposits - Interest Bearing	25,477	708,073
	987,632	971,703
	987,632	971,703
Note B - Reconciliation of Net Cash used in Operating Activities to Profit / (Loss) after Income Tax		
Profit / (Loss) after income tax	133,934	11,952
Non- cash flows in profit / (loss) after income tax:		
Depreciation	1,977	0
Changes in Assets & Liabilities:		
(Increase) / decrease in trade and other receivables	(632)	(5,750)
Increase / (decrease) in trade and other payables	(33,420)	18,440
Increase / (decrease) in employee benefits	(87,597)	(5,333)
	14,262	19,309
Net cash provided by / (used in) Operating Activities	14,262	19,309

The Association has no credit stand-by or financing facilities in place.

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

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Detailed Income & Expenditure Statement
For the Year ended 30 September 2018

	<u>2018</u>	<u>2017</u>
	\$	\$
Earned Income:		
Affiliation fees	564,555	580,980
Other Earned Income	0	0
National & other conference income	152,372	155,276
Registration fees	0	0
Education Conference	43,890	27,400
Presidents Summit	18,149	5,727
Other Income:	0	0
Interest Income	19,914	3,116
Other	4,190	6,242
	<u>803,069</u>	<u>778,741</u>
 Administration Expenditure		
Strategic planning	0	0
Subscriptions	2,875	2,684
Staff amenities	421	523
Building Maintenance & Cleaning	2,012	169
Depreciation	1,977	0
Insurance	3,490	4,348
Office Equipment	0	1,564
Office expenses	4,047	14,232
Rent	22,224	30,494
Meltwater news	0	21,160
Computer costs	699	700
Consultant fees	4,292	4,254
Advertising and marketing	2,000	0
Internet	200	399
Photocopier expenses	5,012	4,383
Postage	187	207
Printing	51	963
Stationery	597	601
Telephone	3,089	2,589
Accounting and Audit	5,860	6,536
Bank fees	349	597
Legal costs	21,291	7,292
Sundry	940	219
Website Expenses	0	4,407
Organisational / Structural Audit	0	0
Total Administration expenditure	<u>81,613</u>	<u>108,321</u>

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Detailed Income & Expenditure Statement
For the Year ended 30 September 2018

	2018	2017
	\$	\$
Conference Expenditure		
National conference	151,973	157,632
President summit	11,601	8,982
Education conference	28,603	8,510
Total Conference expenditure	192,177	175,125
Office Bearers' Expenditure		
Conferences	860	109
Mobile phones	831	3,805
Travel	62,415	63,436
Phone link ups	0	0
Relocation costs	0	0
Campaigns	16,474	22,645
Other	0	0
Total Office Bearers' Expenditure	80,580	89,995
Employment and Oncosts		
Wages	270,353	340,251
Superannuation	37,926	38,009
Workcover	6,486	3,236
Employee entitlement provision	-	11,830
Union fees	-	21
Total Employment and oncosts	314,766	393,347
TOTAL EXPENDITURE	669,136	766,789
Net Surplus / (Deficit) before Tax*	133,934	11,952

* Note the association is exempt from income tax

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Notes to the Financial Statements
For the Year ended 30 September 2018

1 . STATEMENT 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 1991. The National Executive has determined that the association is not a reporting entity.

The Association was incorporated in the Australian Capital Territory on 2 May 2005.

The financial report has been prepared on accrual 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 financial report.

(a) Property, Plant and Equipment (PPE)

Plant and equipment are brought to account at cost. The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

(b) Income Tax

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

(c) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees 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 made by Association to an employee superannuation fund are charged as expenses when incurred.

(d) Leases

Lease payments under 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.

(e) Accounts of Branch Organisations

These accounts do not include any of the accounts of branch organisations.

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Notes to the Financial Statements
For the Year ended 30 September 2018

(f) Comparative Figures

Where required, comparative figures have been adjusted to conform to changes in accounting policies and presentation for the current year.

(g) 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 Tax 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 the expense. Receivables and payables in the assets and liabilities statement are shown inclusive of GST.

(h) 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. Provisions are measured at the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(i) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short- term highly liquid investments with original maturities of three months or less.

2 .	CASH AND CASH EQUIVALENTS	2018 \$	2017 \$
	Cash at bank	962,156	263,630
	Deposits - Interest Bearing	<u>25,477</u>	<u>708,073</u>
		<u>987,632</u>	<u>971,703</u>
3 .	PREPAYMENTS		
	Rent	<u>0</u>	<u>1,667</u>
		<u>0</u>	<u>-</u>
4 .	PLANT & EQUIPMENT		
	Plant and Equipment - at cost	27,754	27,754
	Less: Accumulated Depreciation	<u>(23,802)</u>	<u>(21,825)</u>
		<u>3,953</u>	<u>5,929</u>
5 .	TRADE AND OTHER PAYABLES		
	Trade Creditors and Accruals	18,727	56,295
	GST	<u>4,148</u>	<u>0</u>
		<u>22,875</u>	<u>56,295</u>

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
Notes to the Financial Statements
For the Year ended 30 September 2018

		2018	2017
		\$	\$
6 .	EMPLOYEE BENEFITS		
	Provision for Annual Leave	11,311	19,086
	Provision for RDO'S	0	1,766
	Provision for Redundancy	0	69,462
	Provision for Long Service Leave	0	29,849
	Superannuation	5,234	0
	Union	114	0
		16,659	120,163

7 . RELATED PARTIES

There were no related party transactions that required disclosure in the financial statements

8 . SEGMENT REPORTING

The Association operates in the student organisation sector providing student service facilities to member of the Association within Australia.

The accompanying notes form part of these financial statements.

National Union of Students Inc.
Reg No. AO1837
STATEMENT BY THE NATIONAL EXECUTIVE
For the Year ended 30 September 2018

The National Executive 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 National Executive the financial report as set out on pages 1 to 10

1. Presents a true and fair view of the financial position of the National Union of Students Inc. As at 30 September 2018 and its performance for the year ended on that date; and

2. At the date of this statement, there are reasonable grounds to believe that the National Union of Students 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 National Executive and is signed for and on behalf of the National Executive by:

Mark Pace
President
Dated:

Jacob Cripps
General Secretary
Dated:

**National Union Of Students Inc
Independent Auditor's Report
to the Members of
National Union Of Students Inc**

We have audited the accompanying financial report, being a special purpose financial report, of National Union of Students Inc (the association), which comprises the statement of financial position as at 30 September 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended with the notes comprising a summary of significant accounting policies and other explanatory information, and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of National Union of Students Inc is responsible for the preparation of the financial report, and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Act 1991 (ACT) and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report that gives a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

**National Union Of Students Inc
Independent Auditor's Report
to the Members of
National Union Of Students Inc**

Opinion

In our opinion, the financial report of National Union of Students Inc is in accordance with the requirements of the Associations Incorporation Act 1991 (ACT), including;

- (a) giving a true and fair view of the association's financial position as at 30 September 2018 and of its performance for the year ended on that date and;
- (b) complying with the Australian Accounting Standards to the extent described in Note 1.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist National Union of Students Inc to meet the requirements of the Associations Incorporation Act 1991 (ACT). As a result, the financial report may not be suitable for another purpose.



Simon Jones B. Com
Certified Practising Accountant (No: 1625807)
Simon Jones & Co (ABN: 38 956 048 682)