

Economic Society of Australia (Victorian Branch) Inc.

**Financial Statements
Year Ended 30th June 2020**

Economic Society of Australia (Victorian Branch) Inc.

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2020**

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Committee's report

Income and expenditure statement

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Statement of changes in members' funds

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Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

Financial Report for the Year Ended 30 June 2020

Your committee members submit the financial report of Economic Society of Australia (Victoria Branch) Inc. for the financial year ended 30 June 2020.

Committee Members

The names of committee members in office at any time during or since the end of the year are:

J Borland

B Webster

B Davies

S Wong

P Norman

N Robinson

M Cavar

N Alexiou

T Chan

G Rivers

C Chivers

B Cardak

B Coates

J Giesecke

G Kalb

A Millmow

A Rossiter

S Stern

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

Financial Report for the Year Ended 30 June 2020

Results

The surplus of the association for the year after providing for income tax amounted to \$9,095 (2019 \$2,413 surplus).

Principal Activities

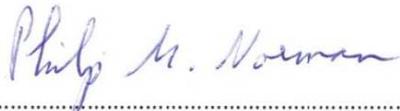
The principal activities of the association during the financial year were to:

- (a) To encourage the study of economics and its application in Australia.
- (b) To assist or participate in the training and the professional development of economists as deemed appropriate.
- (c) To promote the teachings and study of economics in secondary schools and colleges and in the training programmes of other professional occupations.
- (d) To encourage informed public debate of economic questions.
- (e) To co-operate with other branches and central council in the general work of the society.
- (f) To issue publications and other matters concerning the interest of members as may be practicable. Run events, seminars and lectures on topics relating to the field of Economics and to provide scholarship prizes to final year Economic Students at Victorian Universities.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Signed in accordance with a resolution of the members of the committee.



.....
Philip Macgregor Norman, **Treasurer**

25TH
Dated this day of October 2020

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED

30 JUNE 2020

	Note	2020 \$	2019 \$
INCOME			
Sales Revenue	2	274,371	53,925
Other Revenue	3	4,583	5,745
Other Income	3	(8,522)	3,078
TOTAL INCOME		<u>270,432</u>	<u>62,748</u>
LESS EXPENSES			
Event Expenses		(235,038)	(33,952)
Other Expenses		(26,299)	(26,383)
		<u>(261,337)</u>	<u>(60,335)</u>
Surplus/(Deficit) before income tax expense		<u>9,095</u>	<u>2,413</u>
Total comprehensive income/(loss)		<u>9,095</u>	<u>2,413</u>

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and equivalents	4	89,500	94,580
Receivables	5	-	8
Other financial assets	6	109,823	92,139
Prepaid expenses	7	150	13,266
TOTAL CURRENT ASSETS		<u>199,473</u>	<u>199,993</u>
LIABILITIES			
CURRENT LIABILITIES			
Payables	8	2,593	3,205
Other liabilities	9	17,577	26,580
TOTAL CURRENT LIABILITIES		<u>20,170</u>	<u>29,785</u>
TOTAL LIABILITIES		<u>20,170</u>	<u>29,785</u>
NET LIABILITIES		<u>179,303</u>	<u>170,208</u>
MEMBERS' FUNDS			
Members contributions		28,664	28,664
Reserves	10	24,681	27,457
Accumulated Surplus		125,958	114,087
TOTAL MEMBERS' FUNDS		<u>179,303</u>	<u>170,208</u>

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

STATEMENT OF CHANGES IN MEMBERS FUND

FOR THE YEAR ENDED 30 June 2020

	Contributed Equity	Reserves	Retained Earnings	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2018	28,664	26,001	113,130	167,795
Deficit comprehensive loss for the year	-	-	2,413	2,413
Total comprehensive loss for the year	-		2,413	2,413
Transfer to accumulated surplus	-	1,456	(1,456)	-
Balance as at 1 July 2019	28,664	27,457	114,087	170,208
Surplus for the year	-	-	9,095	9,095
Total comprehensive income for the year	-	-	9,095	9,095
Transfer to accumulated surplus	-	(2,776)	2,776	-
Balance as at 30 June 2020	28,664	24,681	125,958	179,303

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 June 2020

	2020	2019
Note	\$	\$
Cash flow from operating activities		
Receipts from customers and members	265,376	74,090
Payments to suppliers	(249,039)	(72,107)
Interest received	4,583	5,745
Net cash provided by/(used in) operating activities	20,920	7,728
Cash flows from investing activities		
Payments for investments	(26,000)	(7,000)
Net cash provided by/(used) in investing activities	(26,000)	(7,000)
Reconciliation of cash		
Cash at beginning of financial year	94,580	93,852
Net increase/(decrease) in cash held	(5,080)	728
Cash at end of financial year	89,500	94,580

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165 **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 30 June 2020**

Note 1. Statement of Significant Accounting Policies

The committee has determined that the association is not a reporting entity on the basis that, in the opinion of the committee, there are unlikely to exist users of the financial report who are unable to command the preparation of reports tailored so as to satisfy, specifically, all of their information needs. Accordingly, this financial report is a special purpose financial report, which has been prepared to satisfy the financial reporting requirements of the *Associations Incorporation Reform Act 2012*

The financial report covers Economic Society of Australia (Victorian Branch) Inc. as an individual entity. Economic Society of Australia (Victorian Branch) Inc. is an association, formed and domiciled in Australia. Economic Society of Australia (Victorian Branch) Inc. is a not for profit entity for the purpose of preparing the financial statements.

The financial report was approved by the committee as the date of the committees' report.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of the financial report:

Statement of compliance

(a) Basis of Preparation

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluation to fair value for certain classes of assets and liabilities described in the accounting policies.

(b) Going Concern

The financial reports have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 June 2020

(a) Revenue

Revenue from memberships and sale of goods and services is recognised when the significant risk and reward of ownership of the goods and services have passed to the buyer and the cost incurred or to be incurred in respect of the transaction can be measured reliably. Risks and reward of ownership are considered passed to the buyer at the time of delivery of the goods to the customer.

Membership Subscription Fees

Membership fees are recognised as revenue when no significant uncertainty as to its collectability exists, if the fee relates only to the membership and all other services or products are paid for separately, or if there is a separate annual subscription. Membership fees are recognised on a basis of that reflects the timing, nature and value of the benefit provided if the fee entitles the member to services or publications to be provided during the membership period, or to purchase goods or services at prices lower than those charged to non-members.

Event Income

Revenue from organising and hosting events is recognised in the period in which the events are held.

Interest

Interest revenue is recognised when it becomes available on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is measured net of the amount of goods and services tax (GST).

(b) Income tax exemption

The entity is exempt from income tax under provision of the Income Tax Assessment Act 1997.

(c) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosure.

Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

NOTE 2: SALES REVENUE

Membership Income	14,422	24,893
Event Income	259,949	29,032
	<u>274,371</u>	<u>53,925</u>

NOTE 3: OTHER REVENUE AND OTHER INCOME

OTHER REVENUE

Investment Income	4,456	5,745
Other Revenue	127	-
	<u>4,583</u>	<u>5,745</u>

Other income

Gain (Loss) on fair value adjustment	<u>(8,522)</u>	<u>3,078</u>
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NOTE 4: CASH AND CASH EQUIVALENTS

Cash at bank	89,500	94,580
Cash on deposit	-	-
	<u>89,500</u>	<u>94,580</u>

NOTE 5: RECEIVABLES

CURRENT

Other Receivables	<u>-</u>	<u>8</u>
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NOTE 6: OTHER FINANCIAL ASSETS

CURRENT

Financial assets as fair value through profit or loss investment portfolio	<u>109,823</u>	<u>92,139</u>
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NOTE 7: OTHER ASSETS

CURRENT

Prepayments	<u>150</u>	<u>13,266</u>
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Economic Society of Australia (Victorian Branch) Inc.

ABN 12 745 697 165 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

NOTE 8: PAYABLES

CURRENT

<i>Unsecured liabilities</i>	315	804
Trade Creditors	<u>2,278</u>	<u>2,401</u>
Sundry creditors and accruals	<u>2,593</u>	<u>3,205</u>

NOTE 9: OTHER LIABILITIES

CURRENT

Deferred income	<u>17,577</u>	<u>26,580</u>
	<u>17,577</u>	<u>26,580</u>

NOTE 10: RESERVES

Stan Kelly Fund	<u>24,681</u>	<u>27,457</u>
	<u>24,681</u>	<u>27,457</u>

Other reserves

Movement in reserves

Opening balance	27,457	26,001
Interest income	(1,045)	1,456
Lecture costs	(1,731)	-
Closing balance	<u>24,681</u>	<u>27,457</u>

Note 11: Association Details

The registered office of the association is:

Economic Society of Australia (Victorian Branch) Inc.
14 Patrick Street
North Willoughby NSW 2068

Economic Society of Australia (Victorian Branch) Inc.
ABN 12 745 697 165

STATEMENT BY MEMBERS OF THE COMMITTEE

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

In the opinion of the committee the financial report:

1. Presents fairly the financial position of Economic Society of Australia (Victorian Branch) Inc. as at 30 June 2020 and performance for the year ended on that date
2. At the date of this statement, there are reasonable grounds to believe that Economic Society of Australia (Victorian Branch) Inc. will be able to pay its debts as and when they become due and payable.

The declaration is made in accordance with the resolution of the committee and is signed for and on behalf of the committee by:

Philip Macgregor Norman, Treasurer.....



Dated this ^{25TH}.....day of October 2020

**INDEPENDENT AUDIT REVIEW REPORT TO THE MEMBERS OF THE
ECONOMIC SOCIETY OF AUSTRALIA (VICTORIA BRANCH) INC.**

Report on the Financial Report

We have reviewed the accompanying financial report of the Economic Society of Australia (Victoria Branch) Inc., which comprises the statement of financial position as at 30 June 2020, the statement of income and expenditure, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the committee.

Committee Members' Responsibility for the Financial Report

The committee members of the Society 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 Associations Incorporation Reform Act (2012) and is appropriate to meet the needs of the members. The committee member's responsibility also includes such internal control as they determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee members are responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the committee members either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility

Our responsibility is to express a conclusion on the financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with the Australian Accounting Standards.

As the auditor of the Economic Society of Australia (Victoria Branch) Inc., ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Australian professional ethical pronouncements.

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the financial report of Economic Society of Australia (Victoria Branch) Inc. does not present fairly, in all material respects, the financial position of the Society as at 30 June 2020, and of its financial performance for the year ended on that date, in accordance with the Australian Accounting Standards, the accounting policies described in Note 1 to the financial report and the financial reporting requirements of the Associations Incorporation Reform Act (2012).

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the society to meet the requirements of the Associations Incorporation Reform Act (2012) and the needs of the members as determined by the committee. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Name of Firm:	E. F. McPhail and Partners
Name of Partner:	Wayne C. Durdin
Address:	Suite 12, 602 Whitehorse Road, Mitcham, VIC 3132
Dated this	27th day of October 2020