

**SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST DECEMBER 2010**

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# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Councillors' Report

For the year ended 31 December, 2010

Your councillors submit the financial accounts of the Association for the financial year ended 31 December, 2010.

The names the of councillors at the date of this report are:

J WAUGH	K KRUSZELNICKI
J SOLOMONS	R BOWEY
V LITTLEWOOD	G ANDERSON
G ANDREWS	J JAMES
D BRIGGS	T KALDOR
C LYON	E WONG
R GORDON	

### Principal Activities

The principal activities of the association during the financial year was to promote and foster the interests of Sydney High School.

### Significant Changes

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

### Operating Result

The net surplus of the Union for the year ended 31st December 2010 was -\$471

Signed in accordance with a resolution of the Council members on :

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**President**

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**Treasurer**

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Councillors' Declaration

For the year ended 31 December, 2010

The Council 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 Council, the Income and Expenditure Statement, Balance Sheet, and Notes to the Financial Statements

1. Presents fairly the financial position of the Association as at 31 December, 2010 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that the association will be able to pay its' debts as and when they fall due.

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

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**President**

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**Treasurer**

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Balance Sheet As At 31 December, 2010

	Note	2010 \$	2009 \$
<b>Current Assets</b>			
Cash assets	2	19,801	15,064
Inventories	3	214	572
Other	5	<u>0</u>	<u>0</u>
<b>Total Current Assets</b>		<u>20,015</u>	<u>15,636</u>
<b>Non-Current Assets</b>			
Other financial assets	4	86,266	88,378
Property, plant and equipment	6	<u>659</u>	<u>1,098</u>
<b>Total Non-Current Assets</b>		<u>86,925</u>	<u>89,476</u>
<b>Total Assets</b>		<u>106,940</u>	<u>105,112</u>
<b>Current Liabilities</b>			
Payables	7	0	0
Current tax liabilities	9	<u>27</u>	<u>133</u>
<b>Total Current Liabilities</b>		<u>27</u>	<u>133</u>
<b>Non-Current Liabilities</b>			
Creditors and Borrowings	8	<u>818</u>	<u>-1,587</u>
<b>Total Non-Current Liabilities</b>		<u>818</u>	<u>-1,587</u>
<b>Total Liabilities</b>		<u>845</u>	<u>-1,454</u>
<b>Net Assets</b>		<u>\$106,095</u>	<u>\$106,566</u>
<b>Members' Funds</b>			
Retained profits		106,095	106,566
<b>Total Members' Funds</b>		<u>\$106,095</u>	<u>\$106,566</u>

The accompanying notes form part of the financial statements

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Income & Expenditure Statement

For the year ended 31 December, 2010

	2010	2009
	\$	\$
<b>Income</b>		
Member Subscriptions	10,859	12,759
Donations	800	650
Distribution from trusts	8,245	7,947
GPS Ties	359	145
Interest received	345	74
Investment Gains (unrealised)	-6,109	5,809
Expenses Recovered from SLM Fund	2,466	2,727
Expenses Recovered from LM Fund	3,652	3,512
Annual Dinner	2,860	0
Reunion Dinner	7,600	0
Other income	896	11,643
Total income	31,973	45,266
<b>Expenses</b>		
Audit fees	0	2,000
Annual Dinner	1,273	0
Bank Fees And Charges	1,110	563
Bulletin & Postage	10,476	8,011
Computer & Software Expenses	695	613
Consultants fees	7,200	11,600
Depreciation	439	732
Donations to SBHS	1,687	0
General expenses	87	45
GPS Council Function	0	336
GPS Ties	359	0
Interest - SLM Trust Fund	-881	430
Inventory Write Down	0	3,123
Printing & stationery	525	15
Postage	814	661
Prizes SBHS	1,785	1,530
Reunion Dinner 1960	5,913	0
Student Life Membership Running Costs	274	0
Subscriptions	350	350
Telephone	338	369
Total expenses	32,444	30,378
<b>Profit from ordinary activities before income tax</b>	-471	14,888
Opening retained profits	106,566	91,678
<b>Closing retained profits</b>	<b>\$106,095</b>	<b>\$106,566</b>

The accompanying notes form part of the financial statements

# **SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED**

## **Notes to the Financial Statements For the year ended 31 December, 2010**

### **Note 1: Statement of Accounting Policies**

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations's Incorporation Act. The committee has determined that the association is not a reporting entity and therefore special purpose financial reports have been prepared solely to meet the information needs of the members of the Association.

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 specific 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**

The Association is exempt from payment of Income Tax by virtue of Section 50-5 of the Income Tax Assessment Act, 1997.

#### **(b) Plant & Equipment**

Plant & Equipment is carried at cost less where applicable, any accumulated depreciation. The depreciable amount of all fixed assets are depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

#### **(c) Inventory**

Inventory held at year end included OBU ties.

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Notes to the Financial Statements For the year ended 31 December, 2010

### (d) Life Membership Fund

Past treatment has been to bring to account, as income, an amount calculated annually as the approximate cost of servicing the fully and partly paid life membership. This amount was previously set at \$6.00 per member. This charge been reduced to \$2.00 for the 2009 and subsequent years.

### (e) Student Life Membership Fund

This fund comprises amounts paid on account by students towards life membership of the Union. Interest earned on these funds is added to the fund and an amount of \$3 per student per year will be deducted to cover record keeping and other costs.

When a student leaves school and has the required amount eligible for Life Membership, the total amount accumulated will be transferred from this fund to the Life Membership Fund. Of this amount \$12 is recognised as consideration received for the sale of the Centenary History Book and is disclosed as revenue.

If the student has made contributions and leaves school prior to achieving the total amount required for Life Membership then the balance will be transferred to Ordinary Subscriptions as a partly paid member.

### (f) Investments - Market Value

The investments in AMP Monthly Income Fund No 2 shown in the accounts at note 4 are presented at market value. The number of units held as at 31st December 2010 were 131,668. The investment lost \$ 6,109 in value over the period. These losses are unrealised and are subject to variations in the unit prices of the fund

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Notes to the Financial Statements For the year ended 31 December, 2010

	2010	2009
	\$	\$
<b>Note 2: Cash assets</b>		
Bank accounts:		
- Cash At Bank	19,801	15,064
	19,801	15,064
	19,801	15,064
<b>Note 3: Inventories</b>		
<b>Current</b>		
Inventory at cost	214	572
	214	572
	214	572
<b>Note 4: Other Financial Assets</b>		
<b>Non-Current</b>		
Units in unit Trusts - at market value		
- AMP Monthly Income Fund No 2	86,266	88,378
	86,266	88,378
	86,266	88,378
<b>Note 5: Other Assets</b>		
<b>Current</b>		
Trade receivable	0	0
Group GST receivable	0	0
	0	0
	0	0
<b>Note 6: Property, Plant and Equipment</b>		
Plant and equipment:		
- At cost	3,519	3,519
- Less: Accumulated amortisation	-2,860	-2,421
	659	1,098
	659	1,098
<b>Note 7: Payables</b>		
Unsecured:		
- Other creditors	0	0
	0	0
	0	0

# SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

## Notes to the Financial Statements For the year ended 31 December, 2010

	2010	2009
	\$	\$
<b>Note 8: Creditors and Borrowings</b>		
<b>Non-Current</b>		
<b>Unsecured:</b>		
<b>Trust Funds Prizes and Bequests</b>		
- General	100	100
- J.W. Gibbs Memorial	400	400
- Arch Fergusson Prize	500	500
Life Membership Fund	10,989	3,393
Student Life Membership Fund	<u>-11,171</u>	<u>-5,980</u>
	<u>818</u>	<u>-1,587</u>
<b>Note 9: Tax Liabilities</b>		
<b>Current</b>		
GST clearing	<u>27</u>	<u>133</u>
	<u>27</u>	<u>133</u>
<b>Note 10: Auditors' Remuneration</b>		
Remuneration of the auditor of the company for:		
Auditing or reviewing the financial report	0	2,000
Other services	<u>0</u>	<u>2,000</u>

## THE SYDNEY HIGH SCHOOL OLD BOYS' UNION INCORPORATED

### Independent Auditor's Report to the Members

#### Report on the Financial Report

I have audited the accompanying financial report, being a special purpose financial report, of The Sydney High School Old Boys' Union Incorporated, which comprises the Balance sheet as at 31 December 2010, and the Income and Expenditure statement for the year then ended, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

#### *Committee's Responsibility for the Financial Report*

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined the accounting policies used and described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Association and are appropriate to meet the needs of the members. The committee's responsibilities also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### *Auditor's Responsibility*

My responsibility is to express an opinion on the financial report based on my audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. I conducted my audit in accordance with Australian Auditing Standards. These Auditing 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 co-operative's preparation and fair presentation of the financial report 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.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting requirements under. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

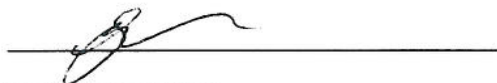
I believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for my audit opinion.

*Independence*

In conducting my audit, I have complied with the independence requirements of Australian professional ethical pronouncements.

***Auditor's Opinion***

In my opinion, the financial report of The Sydney High School Old Boys' Union Incorporated presents fairly, in all material respects, the financial position of the association as at 31 December 2010 and of its financial performance for the year then ended, in accordance with the accounting policies described in Note 1 to the financial statements.

A handwritten signature in black ink, appearing to read 'GLENN MCEWEN', is written over a solid horizontal line.

**GLENN MCEWEN**

**Dated this 10th day of June 2011**