

PC Users Group Incorporated ABN 94 130 344 129

**Financial Statements
For the year ended 30 June 2006**

Gorrell Long Robertson
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PC Users Group Incorporated ABN 94 130 344 129
Income & Expenditure Statement
For the year ended 30 June 2006

	2006	2005
	\$	\$
Income		
Member Fees	53,866	68,985
TIP fees	198,711	160,802
DSL Fees	3,676	7,707
Hire of Training Room	193	9,298
Domain & Web Hosting	405	1,736
Interest received	7,086	6,060
Other income	469	1,988
Total income	264,405	256,577
Expenses		
Accountancy	974	1,091
Advertising and promotion	178	
Audit fees	8,648	9,747
Bank Fees And Charges	3,184	3,810
Cleaning		2,261
Computer expenses	920	1,212
Depreciation	6,346	10,416
Electricity		3,030
Equipment	224	854
Fees & charges	104	
Hire - hall/equipment	1,753	1,486
Insurance	6,285	5,401
Internet service fees	5,968	13,137
Legal fees		800
Meetings - General expenses	156	545
Members amenities	1,135	714
Printing & stationery	1,897	5,491
Rent on land & buildings	12,000	37,879
Repairs & maintenance	3,480	399
Security	52	1,101
Staff training	90	1,250
Subscriptions & memberships	160	60
Superannuation	2,776	2,308
Telephone	3,462	4,403
TIP expenses	88,974	85,610
Travel, accom & conference	536	1,515

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached Auditors report.

PC Users Group Incorporated ABN 94 130 344 129
Income & Expenditure Statement
For the year ended 30 June 2006

	2006 \$	2005 \$
Wages	33,664	28,521
Annual leave expense		(1,453)
Total expenses	<u>182,965</u>	<u>221,589</u>
Operating surplus	81,440	34,988
Opening Accumulated Surplus	89,823	54,835
Closing Accumulated Surplus	<u><u>171,263</u></u>	<u><u>89,823</u></u>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached Auditors report.

PC Users Group Incorporated ABN 94 130 344 129
Detailed Balance Sheet As At 30 June 2006

	2006	2005
	\$	\$
Current Assets		
St George Cheque	18,433	11,335
CBA Cheque		23,940
Undeposited funds	826	314
Term investments	139,275	132,714
Petty Cash	123	
Trade debtors	688	370
Net GST Liabilities	93	(4,943)
Prepayments	3	2,967
Total current assets	159,439	166,697
Non-Current Assets		
Property Plant and Equipment		
Furniture & Fixtures - at cost	12,171	13,326
Less: Accumulated depreciation	(11,916)	(13,326)
Computers/equipment - at cost	65,381	101,471
Less: Accumulated depreciation	(51,055)	(92,432)
Computers TIP equipment	108,741	194,737
Less: Accumulated amortisation	(108,496)	(193,862)
Total non-current assets	14,825	9,914
Total assets	174,263	176,610
Current Liabilities		
Trade creditors	837	
PAYG payable	1,520	842
Superannuation payable	643	484
Income Received in Advance	3	77,960
Accrued Expenses	3	7,500
Total current liabilities	3,000	86,787
Total liabilities	3,000	86,787
Net Assets	171,263	89,823

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached Auditors report.

PC Users Group Incorporated ABN 94 130 344 129
Detailed Balance Sheet As At 30 June 2006

	2006 \$	2005 \$
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Members' Funds		
Accumulated surplus (deficit)	171,263	89,823
Total Members' Funds	<u>171,263</u>	<u>89,823</u>

The accompanying notes form part of these financial statements. These statements should be read in conjunction with the attached Auditors report.

PC USERS GROUP INCORPORATED
NOTES TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2006

1. STATEMENT OF ACCOUNTING POLICIES

The following is a summary of the significant accounting policy adopted by the Association in the preparation of the financial statements.

(a) Basis of Accounting

The statements have been prepared under the historical cost convention and accordingly do not reflect the changing value of money. The accounts will be presented on an accrual basis, adjusted only when necessary to provide a more correct reflection of the true financial situation.

(b) Income tax

The organisation is exempt from income tax under s 50-10 of the Income Tax Assessment Act 1997 as an association not carried on for the purposes of profit or gain to the individual members, and established for community services purposes.

(c) Goods & Services Tax

Revenue, 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. Receivables and Payables in the Balance Sheet are shown inclusive of GST.

2. DEPARTURE FROM ACCOUNTING STANDARDS

The financial statements have been prepared in accordance with accounting principles but have not been prepared in accordance with Australian Accounting Standards. This is because the association is not required to prepare the financial statements in accordance with the Australian Accounting Standards and the association believes the financial statements present a true and fair view of the organisations financial position without having to apply these standards.

Additionally, the following has not been applied.

(a) Cash Flows

Accounting standard AASB 107, Cash Flow Statements, has not been applied as we believe it does not contribute to a further understanding of these accounts.

The accompanying notes form part of the accounts.
To be read in conjunction with the attached Auditors Report.

(b) Treatment of Assets

Accounting Standard AASB 116, Property, Plant & Equipment, has not been applied. Depreciable operating assets are fully claimed as an expense in the year of purchase, and not depreciated, as we believe it makes the accounts more readable for the members and leads to a better understanding of the financial position.

3. CHANGE OF ACCOUNTING POLICY

On advice, the Board has decided to adopt a new accounting policy this year. From now on the association will no longer account for income received in advance, accrued expenses and prepayments, adjusted only when necessary to provide a more correct reflection of the true financial situation.

The accompanying notes form part of the accounts.
To be read in conjunction with the attached Auditors Report.

Gorrell Long Robertson

(Pty Ltd) ABN 77 095 440 572
Chartered Accountants
Tax & Business Advisors

Directors: Bryce Gorrell B.Comm. C.A.
David Long B.A. (Acc.) C.A.
Anthony Robertson B. Bus CPA

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INDEPENDENT AUDIT REPORT TO THE MEMBERS OF PC USERS GROUP INC

Scope

We have audited the financial statements of the PC Users Group Inc, being the Income & Expenditure Statement and Balance Sheet for the year ended 30 June 2006, showing a net surplus of \$81,440 and net accumulated funds of \$171,263. The Committee is responsible for the preparation and presentation of the financial statements and the information they contain. We have conducted an independent audit of these financial statements in order to express an opinion on them to the members.


Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance the relevant statutory requirements as outlined in the *Associations Incorporation Act 1991 (ACT)* as to present a view of the entity which is consistent with our understanding of its financial position and the results of its operations and cash flows.

Qualification

As is common for organizations of this type, it is not practicable for the PC Users Group Inc to maintain an effective system of internal control over receipts until their initial entry in the accounting records. Accordingly, our audit in relation to receipts was limited to amounts recorded.

Audit Opinion

In our opinion, the financial statements are in accordance with s72 of the *Associations Incorporation Act 1991 (ACT)* and present a true and fair view of the financial position of the PC Users Group as at 30 June 2006 and the results of its operations and cash flows for the year then ended.



David Long
Chartered Accountant

22 September, 2006