



Cumberland
Student Guild

THERE IS MORE TO UNI LIFE THAN JUST STUDY

Cumberland Student Guild

Annual Report

For the Year Ended
31 December 2012



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President's Report

For the Year Ended 31 December 2012

Welcome to the 2012 Cumberland Student Guild Annual Report. This was a challenging and eventful year with the implementation of the Student Services and Amenities Fee (SSAF) bringing changes as well as exciting additions to campus. With only one new director the other directors of the 2011 board stayed on to continue the work that they had started and were very proud of. The decision was made to rebrand the organisation to Cumberland Student Guild from its current name of Campus Rewards and the focus of the year remained on our goal of enriching the student experience to make it memorable and enjoyable for all students. We are happy with our

“We are happy with our progress this year and the efforts of our student ambassadors, our Board and most importantly the staff of Cumberland Student Guild”

progress this year and the efforts of our student ambassadors, our Board and most importantly the staff of Campus Rewards.

In 2012 the Student Services and Amenities Fee (SSAF) came into action. The introduction of the SSAF involved extensive consultation with University of Sydney Vice-Chancellor Dr Michael Spence and Deputy Vice-Chancellor (Education) Prof Derrick Armstrong, as well as collaboration with the other student organisations. We were disappointed with the initial allocation of funds as the majority of the SSAF funds paid by our members would remain with student organisations on main campus. However, members and students

rallied support for us and managed to more than double our original funds. We couldn't have done it without the hundreds of emails of support that is a credit to our members and to the fantastic culture out here at Cumberland! Thanks!

With the introduction of the SSAF the board made the decision that it was unethical for students to effectively pay twice in order to join the guild. For this reason we decided to offer free membership to all students as part of our revised membership package. This was incredibly well received and all students had the opportunity to enjoy all that Cumberland Student Guild has to offer. With \$50 of each semester gym membership, discounts on CPR courses, Eastern University Games package, O camp, free hire of courts and equipment in the sports centre, member discounts on food and the exciting addition of Knoll bags! Knoll bags are large outdoor bean bags dedicated for use on the Knoll and free to hire for all members. They have been an overwhelming success with most days booked out and more Knoll bags on the way. All of these have helped create an incredible vibe on campus resonating with our motto “There is more to uni life than just study”.

A student's first taste of University life comes with orientation and the Guild helps to provide the perfect transition. The journey begins with O week with guild ambassadors and staff members helping to welcome and orientate the students before they begin. Supporting our goal of enriching the university experience for all student groups we were proud to host the International Welcome Lunch for international students. In its second year we began with a

President's Report

For the Year Ended 31 December 2012

traditional Aussie lunch of fish and chips beneath the harbour bridge followed by a day of rides and festivities in Luna Park. This was a great opportunity to meet fellow international students as well as receive valuable insight into university life and opportunities to become involved at Cumberland Campus. A fantastic event and we hope to continue this new tradition into the future.

O Camp 2012 was again a great success! With a great group of student leaders and staff on campus the orientation camp sold out yet again. A total of 122 students and leaders set off to Broken Bay Sport and Recreation Camp for a weekend of team-building activities and fun. Our use of student leaders in management of their groups and activities in a mentorship role creates the perfect introduction and preparation for University life as well as allowing these students to see the many opportunities available for leadership and involvement in The Guild and the University. This is an invaluable event with overwhelming positive feedback from all who participated and we look forward to further improving and expanding O camp to allow more students this fantastic opportunity!

Our largest event of the year was Eastern University Games (EUGs). This year the 5 day sporting event was held in the country music capital of Australia, Tamworth. Another great year for Cumberland with 186 competitors, 15 team managers and 2 staff achieving a good result of 10th overall from 21 universities, colleges and TAFEs. As part of the EUGs package provided by Cumberland Student Guild the team stayed at Lake Keepit Sport and Recreation centre just out of Tamworth. This provided a great atmosphere for team bonding and strengthening of the incredible spirit we have out here at Cumberland. Also included was food, transport, uniforms and the prestigious "Team Cumbo" hoodie which was worn with pride not just at the games but all around campus. A big thank you to our

student team managers and Guild staff who worked tirelessly to make this event memorable!

In second semester the Guild held a free BBQ and survey to gain valuable feedback and suggestions from students on the operations of The Guild and the services we provide. We received a total of 266 responses with overwhelmingly positive feedback and some great suggestions! One result of the survey was the purchase of a table tennis table for the Sports Centre. This has been extremely well received and is a popular addition. We look forward to more suggestions! The Sports Centre received a much needed refurbishment of the floor and roof, as well as new paint all round. This coupled with the purchase of new cardio equipment ensures our members have access to high quality equipment and facilities. Whilst on the topic of sport we continued our involvement in interfaculty sport and launched the inaugural Cumbo Cup. Students from each discipline formed teams and competed against each other in an eight week round robin for their chance to win \$500 and bragging rights. Big congratulations to the Exercise and Sports Science team who took the win from Physio in a gripping finale! Thank you to EXSS students Bridgett Foley and Tom Jackson for all their help in creating and running the event. It's great to see students getting involved and Cumberland Student Guild is proud to support student run initiatives.

As well as sport, The Guild has been involved in a number of university committees in 2012 with our directors taking active rolls on the Student Consultative Committee (chaired by the ViceChancellor, Dr Michael Spence), the Learning and Teaching Committee meeting (chaired by the Faculty of Health Sciences Post-graduate Associate Dean, Prof Stephanie Short) and the Staff-Student Consultative Committee (chaired by the Faculty of Health Sciences Dean, Prof Gwynnyth Llewellyn) with Board Director David Turner acting as Co-chair.

President's Report

For the Year Ended 31 December 2012

All our food outlets are still proudly providing Fair Trade, Halal, vegan and vegetarian cuisine as well as free range products. We are also happy to announce Di Stefano as our new supplier of Coffee and Tea on campus. Not just a delicious taste, with their selection of organic, fair trade and rainforest alliance products they embody our focus towards health and sustainability on campus. Keeping with this goal of sustainability we are still moving towards a paper free campus with all board related documents now predominately digital.

The Strategic Planning Weekend is integral to the success of the Board and where a multitude of exciting decisions are made on the direction of the board and future initiatives. The Induction weekend this year included talks of exciting capital works, alterations of the membership package and innovative ways to engage more of the Cumberland student body. As a result of this weekend we engaged architects for design concepts for new spaces on campus with The Courtyard Café to be launched in semester 1, 2013.

I would also like to take this opportunity for a few thanks. Firstly, to our General Manager Geoff Price whose unequivocal dedication to furthering the services offered by the Guild and enriching the student

experience is inspirational. To the 2012 Board of Directors who have donated so much of their time purely for the best interests of the students on campus. The incredible staff of The Guild has contributed so much this year to ensuring a memorable time on campus for all they deal with. Finally I would like to offer a big thanks to all our members, for the endless support and constant involvement. The members are our focus and we look forward to moving forward together into the future.



David Grech
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General Manager's Report

For the Year Ended 31 December 2012

Welcome to the 2012 Annual Report of Cumberland Student Guild In October 2011 the Australian Parliament passed legislation to allow universities and other higher education providers to charge a compulsory Student Services and Amenities Fee. This Student Services and Amenities Fee (SSAF) now provides a significant increase in the level of funding available to student services and amenities at tertiary institutions than under the previous Voluntary Student Unionism (VSU) As students at Cumberland pay this SSAF our policy is that membership is free for Cumberland enrolled students.

While this funding is still only at 40% of income received under compulsory membership it is substantially greater than the amounts we were able to achieve in the years of VSU and ensures our continued operation

This additional funding also allowed us to complete the necessary upgrade to the Sports Centre

This upgrade included

- replacing our existing cardio equipment with all new machines
- replacing a section of the sports hall roof
- resurfacing of the sports hall floor
- removal of dangerous metal grills and replacing with new timber bench seating
- creation of a separate room for Leisure and Lifestyle classes
- signage and complete repainting of all areas

In May 2012 our franchise agreement for the Gloria Jeans outlet at the University of Newcastle came to an end after nearly 6 years of operation and while not generating the forecasted profits, it did provide a perspective of service provision on a similar campus to that is utilised here at Cumberland.

Our overall financial results showed a marked improvement on those of previous years.

This result reflects the dramatic turnaround in our Cost of Goods. Through the hard work and determination of our staff combined with changed purchasing options we have been able to reduce our cost of sales to 35%

General Manager's Report

For the Year Ended 31 December 2012

The major events of 2012 were:

- The Continuation of O Camp – The Ultimate First Year Experience of a 2 night, 3 day orientation camp available to all first year students. Led by current Cumberland students the camp is designed to ease the transition from high school to University life.
- The camp is heavily subsidised by Cumberland Student Guild and has had a huge impact on the relationship between the students and Cumberland Student Guild.
- The Eastern University Games Package – 2012 saw Cumberland Student Guild continue to offer the EUG package. Exclusive to members, the package was available to all Eastern University Games participants and managers.
- Capped at a \$245 price point Cumberland Student Guild delivered an outstanding package to its members inclusive of 4 nights' accommodation, transport, all meals, uniforms, team wear, shuttle service and social events for the 2013 Eastern University Games in Tamworth.
- Assistance to Clubs And Societies - After gaining much student feedback, we were able to determine the needs and requirements of our campus clubs and societies.
- We were able to provide a range of services to the clubs at subsidised costs including the opportunity for ticket sales to be processed through our retail outlets. We provided free use of the printing services and online promotion of their events and activities.

During 2012 Cumberland Student Guild provided \$137840 worth of direct discounts to our members along with free Telegraphs and member only promotions

Thank You...

It has been extremely enjoyable working with the 2012 Board and I wish Vanessa Hill our 2012 President all the very best in the future. My thanks to our staff for their hard work and tireless efforts in taking Cumberland Student Guild to a new level of service provision



What we sold in 2012...

11496	sushi rolls
5993	slices of banana bread
3847	pies
33674	regular sized coffees
17082	large sized coffees from the Nook
4001	chicken schnitzel rolls
4290	pieces of fruit
10206	bottles of water
13795	made to order wraps from the Filling Station
4207	disposable gloves

And a lot of other things

Board Of Directors

David Grech	President
David Turner	Vice President
Christy Ward	Director
Daniel Roberts-Clarke	Director

Management Team

Geoff Price	General Manager	Ruby Estepa	Coordinator, Depot
Kim Colquhoun	Coordinator, Finance & Campus Book Store	Debbie Temelkovski	Coordinator, The Nook
	Staff Feedback Facilitator	Nevenka Lucic	Quality Coordinator, Jdv
Fiona Bennie	Coordinator, Sports & Student Information		

Consolidated Statement of Comprehensive Income

For the Year Ended 31 December 2012

		2012	2011
	Note	\$	\$
Revenue	13	2,234,478	2,489,346
Redemptions, discounts and vouchers		(137,840)	(255,045)
Net revenue		2,096,638	2,234,301
Raw materials and consumable used		(739,101)	(1,177,442)
Changes in inventories of finished goods		(52,703)	(70,074)
Employee benefits expense		(825,569)	(797,755)
Depreciation, amortisation and impairments		(132,521)	(219,481)
Bad debts expense/recovery		358	(2,717)
Rental expense		(2,083)	(2,101)
Audit and accounting fees		(123,000)	(121,550)
Student experience		(183,295)	(182,643)
Cleaning expenses		(3,514)	(16,986)
Other expenses		(163,086)	(161,542)
Finance costs		(476)	-
Loss before income tax		(128,352)	(517,990)
Income tax expense		-	-
Loss from continuing operations		(128,352)	(517,990)
Profit/(loss) from discontinued operations		20,826	(68,395)
Loss for the year attributable to members of the entity		(107,526)	(586,385)
Other comprehensive income for the year		-	-
Total comprehensive loss for the year attributable to members of the entity		(107,526)	(586,385)

Consolidated Statement of Financial Position

As At 31 December 2012

	Note	2012 \$	2011 \$
Assets			
Current assets			
Cash and cash equivalents	2	203,724	53,550
Trade and other receivables	3	72	6,518
Inventories	4	255,843	333,703
Other assets	6	5,000	94,304
Total current assets		464,639	488,075
Non-current assets			
Financial assets	5	1,001	1,001
Property, plant and equipment	7	510,884	510,575
Total non current assets		511,885	511,576
Total assets		976,524	999,651
Liabilities			
Current liabilities			
Trade and other payables	8	301,188	238,152
Borrowings	9	12,122	-
Provisions	10	-	20,000
Total current liabilities		313,310	258,152
Non current liabilities			
Borrowings		43,242	-
Long term provisions		24,744	38,745

Consolidated Statement of Financial Position

As At 31 December 2012

Continued

		2012	2011
	Note	\$	\$
Total non-current liabilities		67,986	38,745
Total liabilities		381,296	296,897
Net assets		595,228	702,754
Equity			
Retained earnings		595,228	702,754
Total equity		595,228	702,754

Consolidated Statement of Changes in Equity

For the Year Ended 31 December 2012

	Retained Earnings	Total
	\$	\$
2012		
Balance at 1 January 2012	702,754	702,754
Loss for the year attributable to members of the entity	(107,526)	(107,526)
Other comprehensive income for the year attributable to members of the entity	-	-
Balance at 31 December 2012	595,228	595,228
2011		
Balance at 1 January 2011	1,289,139	1,289,139
Loss for the year attributable to members of the entity	(586,385)	(586,385)
Other comprehensive income for the year attributable to members of the entity	-	-
Balance at 31 December 2011	702,754	702,754

Consolidated Statement of Cash Flows

For the Year Ended 31 December 2012

	2012	2011
Note	\$	\$
Cash flows from operating activities:		
Receipts from customers	1,789,475	2,938,441
Student Services and Amenities Fee	725,186	
Payments to suppliers and employees	(2,373,119)	(3,113,736)
Income tax refunded	-	11,043
Interest received	772	6,218
Finance costs	(476)	-
Net cash provided by (used in) operating activities	141,838	(158,034)
Cash flows from investing activities:		
Proceeds from sale of property, plant and equipment	14,500	-
Purchase of property, plant and equipment	(97,966)	(27,344)
Deposits refunded	92,758	-
Repayment of employee loans	-	2,400
Net cash provided by (used in) investing activities	9,292	(24,944)
Cash flows from financing activities:		
Repayment of lease liabilities	(956)	-
Net cash used in financing activities	(956)	-
Net increase (decrease) in cash and cash equivalents held	150,174	(182,978)
Cash and cash equivalents at beginning of year	53,550	236,528
Cash and cash equivalents at end of financial year	203,724	53,550

Notes to the Financial Statements

For the Year Ended 31 December 2012

The financial report covers the Cumberland Student Guild and the entities it controlled during the year. Cumberland Student Guild is a not for profit unincorporated association, domiciled in Australia.



Summary of Significant Accounting Policies

a Basis of preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards Reduced Disclosure Requirements.

The committee members have elected to apply AASB 1053 'Application of Tiers of Australian Accounting Standards' and AASB 2010 2 'Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements'. AASB 1053 and AASB 2010 2 are not required to be applied until annual reporting periods beginning on or after 1 July 2013. The impact of these standards is disclosed in Note 1(s) to the financial statements. In accordance with the requirements of AASB 2012 1:

'Amendments to Australian Accounting Standards Fair Value Measurement Reduced Disclosure Requirements', the entity has also adopted AASB 13: 'Fair Value Measurement' and AASB 2011 8: 'Amendments to Australian Accounting Standards arising from AASB 13'.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

b Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

c Principles of consolidation

The financial statements incorporate the assets, liabilities and results of entities controlled by the Cumberland Student Guild at the end of the reporting period. A controlled entity is any entity over which the Cumberland Student Guild has the power to govern the financial and operating policies so as to obtain benefits from its activities. Control will generally exist when the parent owns, directly or indirectly through subsidiaries, more than half of the voting power of an entity. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are also considered.

Where controlled entities have entered or left the group during the year, the financial performance of those entities is included only for the period that they were controlled.

In preparing the financial statements, all inter group balances and transactions between entities in the group have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

d Inventories

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

e Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. Cost includes expenditure that is directly attributable to the asset.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets is depreciated on a reducing balance basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	5 - 20%
Plant and Equipment	10 - 50%
Motor Vehicles	25%
Improvements	20%

The assets' residual values, depreciation methods and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the consolidated statement of comprehensive income.

f Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the

instrument. For financial assets, this is the equivalent to the date that the entity commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transactions costs, except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

The classification of financial instruments depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

The entity does not designate any interest as being subject to the requirements of accounting standards specifically applicable to financial instruments.

i Loans and receivables

Loans and receivables are non derivative financial assets with fixed

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period.

ii Available for sale financial assets

Available for sale financial assets are non derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

Available for sale financial assets are included in non current assets, except for those which are expected to be realised within 12 months after the end of the reporting period.

iii Financial liabilities

Non derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the entity has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Impairment

Objective evidence that a financial asset is impaired includes default by a debtor, evidence that the debtor is likely to enter bankruptcy or adverse economic conditions in the stock exchange. At the end of each reporting period, the entity assesses whether there is objective evidence that a financial asset has been impaired through the occurrence of a loss event. In the case of available for sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to indicate that an impairment has arisen.

Where a subsequent event causes the amount of the impairment loss to decrease (e.g. payment received), the reduction in the allowance account (provision for impairment of receivables) is taken through profit and loss.

However, any reversal in the value of an impaired available for sale asset is taken through other comprehensive income rather than profit and loss.

Impairment losses are recognised through an allowance account for loans and receivables in the consolidated statement of comprehensive income.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset.

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non cash assets or liabilities assumed, is recognised in profit or loss.

When available for sale investments are sold, the accumulated fair value adjustments recognised in other comprehensive income are reclassified to profit or loss.

g Impairment of non financial assets

At the end of each reporting period, the entity assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information and dividends received from subsidiaries, associates or jointly controlled entities deemed to be out of pre acquisition profits. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use to the asset's carrying value. Value in use is calculated by discounting the estimated future cash flows of the asset or cash generating unit (CGU) at a pre tax discount rate reflecting the specific risks in the asset / CGU. Any excess of the asset's carrying value over its recoverable amount is expensed to the consolidated statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an

individual asset, the entity estimates the recoverable amount of the cash generating unit to which the asset belongs.

Impairment losses recognised in respect of CGU's are allocated first to reduce the carrying amount of goodwill to nil and then to the other assets in the unit in proportion to their carrying amount.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Assets other than goodwill that have an allocated impairment loss are reviewed for reversal indicators at the end of each reporting period. After recognition of an impairment loss, the amortisation charge for the asset is adjusted in future periods to allocate the asset's revised carrying amount on a systematic basis over its remaining useful life.

Impairment losses are recognised as an expense immediately, unless the relevant asset is property, plant and equipment held at fair value (other than investment property carried at a revalued amount) in which case the impairment loss is treated as a revaluation decrease as described in the accounting policy for property, plant and equipment.

h Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less which are convertible to a known amount of cash and subject to an insignificant risk

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

of change in value, and bank overdrafts. Bank overdrafts are shown within short term borrowings in current liabilities on the consolidated statement of financial position.

i Provisions

Provisions are recognised when the entity 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 present value of management's best estimate of the outflow required to settle the obligation at the end of the reporting period.

j Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the entity during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

k Income tax

The Cumberland Student Guild is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997. Campus Services Australia Pty Limited is a taxable entity.

The income tax expense (revenue) for the year comprises current

income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

l Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that are transferred to the entity 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.

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

Leased assets are depreciated on a straight line basis over their estimated useful lives where it is likely that the entity will obtain ownership of the asset or over the term of the lease.

Lease payments for operating leases, where substantially all of the risks and benefits remain with the lessor, are charged as expenses on a straight line basis over the life of the lease term.

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

m Revenue and other income

Sale of goods

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

n Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

o 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 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 consolidated statement of financial position are shown inclusive of GST.

Cash flows are presented in the consolidated statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

p Critical accounting estimates and judgments

The committee members evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the entity.

Key estimates

At 31 December 2012 the association is carrying \$255,843 of inventory, which primarily relates to inventory held by the bookstore for resale. The committee members have reviewed the net realisable value of the inventory in accordance with the

Notes to the Financial Statements

For the Year Ended 31 December 2012

1. Summary of Significant Accounting Policies

requirements of AASB 102: Inventories, and have written down or provided against the carrying value of the individual stock lines to the net realisable value if it is below cost. The assessment of the net realisable value is subject to certain assumptions about the saleability of the inventory, including an assessment of expected future course requirements and competitors' pricing policies.

q Discontinued operations

The franchise agreement for the Gloria Jeans franchise held by Campus Services Australia Pty Limited expired on 26 May 2012 and was not renewed. This company is now dormant.

The net cash flows attributable to the discontinued operation for the year ended 31 December 2012 were \$nil (2011: \$7,541) for operating activities and \$92,758 (2011: \$nil) for investing activities.

r Going concern

As the trading revenue is not sufficient to cover the costs of providing goods and services to members, the entity is reliant on funding from the University of Sydney to enable it to pay its debts as and when they fall due. At the time of signing the financial report for the year ended 31 December 2012, the committee members have not been advised of the final Student Services and Amenities Fee allocation that will be received from the University of Sydney for the 2013 year.

The entity's reliance on discretionary funding to pay its debts

as and when they fall due creates a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern. The entity's ability to realise its assets and discharge its liabilities in the normal course of business is therefore dependent on receiving sufficient funding from the University of Sydney.

Adoption of new and revised accounting standards

Standard Name	Impact
AASB 1053 Application of Tiers of Australian Accounting Standards and amending standards	The adoption of these standards resulted in the addition of a number of disclosures to the financial statements in accordance with the Reduced Disclosure Requirements. There was no impact on the reported financial position and performance, except for the addition of balances relating to a controlled entity as detailed in Note 21.
AASB 13 Fair Value Measurement	The adoption of this standard has not resulted in any changes to the financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2012



Cash and Cash Equivalents

	2012	2011
	\$	\$
Cash at bank and in hand	203,724	53,550

Reconciliation of cash

Cash at the end of the financial year as shown in the consolidated statement of cash flows is reconciled to items in the consolidated statement of financial position as follows:

	2012	2011
	\$	\$
Cash and cash equivalents	203,724	53,550



Trade and Other Receivables

	2012	2011
	\$	\$
Current		
Trade receivables	72	147
Other receivables	-	6,371
	72	6,518



Inventories

	2012	2011
	\$	\$
CURRENT		
At cost:		
Finished goods	281,000	333,703
Provision for slow moving and obsolete inventory	(25,157)	-
	255,843	333,703



Other Financial Assets

	2012	2011
	\$	\$
Non current		
Available for sale financial assets	1,001	1,001

Unlisted investments are not traded in an active market and therefore fair value cannot be reliably measured.



Other Assets

	2012	2011
	\$	\$
Current		
Prepayments	5,000	3,432
Refundable deposits	-	90,872
	5,000	94,304

Notes to the Financial Statements

For the Year Ended 31 December 2012



Property, Plant and Equipment

	2012	2011
	\$	\$
Building		
At cost	1,415,364	1,447,764
Accumulated depreciation	(1,176,718)	(1,137,536)
Total buildings	238,646	310,228
Plant and equipment		
At cost	374,229	538,632
Accumulated depreciation	(229,112)	(370,273)
Total plant and equipment	145,117	168,359
Leased plant and equipment		
Capitalised leased assets	51,200	-
Accumulated depreciation	(2,525)	-
Total leased plant and equipment	48,675	-
Motor vehicles		
At cost	31,082	26,858
Accumulated depreciation	(3,555)	(7,929)
Total motor vehicles	27,527	18,929

	2012	2011
	\$	\$
Improvements		
At cost	174,225	347,519
Accumulated depreciation	(123,306)	(334,460)
Total improvements	50,919	13,059
Total plant and equipment	272,238	200,347
Total property, plant and equipment	510,884	510,575

Notes to the Financial Statements

For the Year Ended 31 December 2012

7. Property, Plant and Equipment

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Buildings	Plant and Equipment	Motor Vehicles	Improvements	Leased plant and equipment	Total
	\$	\$	\$	\$	\$	\$
Balance at 1 January 2012						
Balance at the beginning of year	310,228	168,359	18,929	13,059		510,575
Additions	-	20,782	31,082	46,100	51,200	149,164
Disposals	-	-	(16,334)	-	-	(16,334)
Depreciation expense	(71,582)	(44,024)	(6,150)	(8,240)	(2,525)	(132,521)
Balance at 31 December 2012	238,646	145,117	27,527	50,919	48,675	510,884

Notes to the Financial Statements

For the Year Ended 31 December 2012



Trade and Other Payables

	2012	2011
	\$	\$
Current		
Trade payables	104,093	137,542
Sundry payables and accrued expenses	80,839	31,795
Employee entitlements	116,256	68,815
	301,188	238,152



Borrowings

		2012	2011
	Note	\$	\$
Current			
Secured liabilities:			
Finance lease obligation secured	11	12,122	-
Non-Current			
Secured liabilities:			
Finance lease obligation secured	11	43,242	-

Notes to the Financial Statements

For the Year Ended 31 December 2012



10 Provisions

	2012	2011
	\$	\$
Current		
Provision for make good expenditure	-	20,000
Non-Current		
Employee entitlements	24,744	38,745
Current Provision for make good expenditure		
Opening balance at 1 January 2012		20,000
Reversed during the period		(20,000)
Balance at 31 December 2012		-
Non current Employee benefits		
Opening balance at 1 January 2012		38,745
Additional provision		9,547
Transferred to current		(23,548)
Balance at 31 December 2012		24,744



11 Capital and Leasing Commitments

a Finance lease commitments

	2012	2011
	\$	\$
Payable minimum lease payments:		
• not later than 1 year	17,189	-
• between 1 year and 5 years	50,137	-
Minimum lease payments	67,326	-
Less: finance charges	(11,962)	-
Present value of minimum lease payments	55,364	-

Finance leases are in place for sporting equipment for the gym.

Notes to the Financial Statements

For the Year Ended 31 December 2012

b Operating lease commitments

Non cancellable operating leases are contracted for but not capitalised in the financial statements.

	2012	2011
	\$	\$
Payable minimum lease payments:		
not later than 1 year	2,724	24,220
between 1 year and 5 years	6,810	-
	9,534	24,220

The operating lease commitment at 31 December 2011 was in relation to the Gloria Jeans franchise which ceased in 2012. The lease commitment at 31 December 2012 is in relation to plant and equipment.



12 Financial Risk Management

a Finance lease commitments

The main risks the Cumberland Student Guild is exposed to through its financial instruments are credit risk and liquidity risk.

The entity's financial instruments consist mainly of deposits with banks, accounts receivable and payable, and leases.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2012	2011
		\$	\$
Financial Assets			
Cash and cash equivalents	2	203,724	53,550
Loans and receivables	3	72	6,518
Refundable deposits	6	-	90,872
Available for sale financial assets:			
• at cost			
Available for sale financial assets	5	1,001	1,001
Total financial assets		204,797	151,941
Financial Liabilities			
Financial liabilities at amortised cost			
• Trade and other payables			
	8	184,932	169,337
• Finance lease liabilities			
	9	55,364	-
Total financial liabilities		240,296	169,337

Notes to the Financial Statements

For the Year Ended 31 December 2012



Revenue and Other Income

Revenue from continuing operations

	2012	2011
	\$	\$
Sales revenue		
• Sale of goods	1,333,266	1,905,150
• Redemptions, discounts & vouchers	(137,840)	(255,045)
	1,195,426	1,650,105
Other revenue		
• Student Services Amenities Fee (SSAF)	725,186	-
• Student experience	93,012	87,309
• Sports centre	43,764	43,964
• Commissions	34,264	79,869
• Memberships	-	142,625
• University grants	-	211,862
• Other income	2,330	5,656
• Interest income	2,656	12,911
	901,212	584,196
Total revenue	2,096,638	2,234,301

Revenue and other income from discontinued operations

	2012	2011
	\$	\$
Sales revenue		
• Gloria Jeans	215,080	522,924
• Discounts and voids	(9,635)	(26,898)
Revenue and other income from discontinued operations	205,445	496,026

Notes to the Financial Statements

For the Year Ended 31 December 2012



Result for the Year

The result for the year includes the following specific expenses

	2012	2011
	\$	\$
Cost of sales		
Interest expense on financial liabilities at amortised cost	791,804	1,247,516
• external	(255,045)	
Other expenses:	476	-
Net loss on disposal of property, plant and equipment		
Bad and doubtful debts:	1,836	-
• Bad debts expense /(recovery)	87,309	
Rental expense on operating leases:	(358)	2,717
• Minimum lease payments	79,869	
	2,083	2,101



Income Tax Expense

Revenue and other income from discontinued operations

The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:

	2012	2011
	\$	\$
Prima facie tax benefit on loss from ordinary activities before income tax at 30% (2011: 30%)	(32,258)	(175,915)
• Cumberland Student Guild loss (non taxable)	32,258	165,813
Add:		
Tax effect of:		
• non deductible depreciation and amortisation	-	11,055
Less:		
Tax effect of:		
Recoupment of prior year tax losses not previously brought to account	-	953
Income tax expense	-	-

A deferred tax asset for carryforward tax losses of **Nil (2011: \$50,706)** has not been recognised as it is not considered probable of recovery.

Notes to the Financial Statements

For the Year Ended 31 December 2012



Key Management Personnel Compensation

The total remuneration paid to key management personnel of the entity is \$ 130,645 (2011: \$ 122,760).



Contingent Liabilities and Contingent Assets

In the opinion of the committee members, the entity did not have any contingencies at 31 December 2012 (31 December 2011: None).



Controlled Entities

	Percentage Owned (%)*	Percentage Owned (%)*
	2012	2011
	\$	\$
Subsidiaries of Cumberland Student Guild:		
Campus Services Australia Pty Limited	100	100

* Percentage of voting power is in proportion to ownership

Notes to the Financial Statements

For the Year Ended 31 December 2012



Related Party Transactions

The Group’s main related parties are as follows:

a Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any committee member of the entity is considered key management personnel.

For details of disclosures relating to key management personnel, refer to Note 16: Key Management Personnel Compensation.

b Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Other than the remuneration of key management personnel, the only transactions with related parties were between Cumberland Student Guild and its wholly owned subsidiary, Campus Services Australia Pty Limited.



Cash Flow Information

Non cash financing and investing activities

The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:

	2012	2011
	\$	\$
Acquisition of assets by means of finance leases	51,200	-

Notes to the Financial Statements

For the Year Ended 31 December 2012



Change in Accounting Policy

The entity has changed its accounting policy relating to consolidation. The financial report is now prepared on a consolidated basis in accordance with the requirements of AASB 127: Consolidated and Separate Financial Statements.

The aggregate effect of the change in accounting policy on the annual financial statements for the year ended 31 December 2011 is as follows:

	Previously stated	2011 Adjustment	Restated
	\$	\$	\$
Consolidated Statement of Comprehensive Income (extract)			
Revenue	3,004,953	6,693	3,011,646
Depreciation, amortisation and impairment	(230,915)	(36,850)	(267,765)
Bad debts expense	(141,637)	138,920	(2,717)
Other expenses	(275,612)	(3,870)	(279,482)
Consolidated Statement of Financial Position (extract)			
Cash and cash equivalents	112,656	(106,138)	6,518
Trade and other receivables	-	90,872	90,872
Other assets	237,795	357	238,152
Trade and other payables			

	Previously stated	2011 Adjustment	Restated
	\$	\$	\$
Consolidated Statement of Changes in Equity (extract)			
Balance at 1 January 2011	1,394,032	(104,893)	1,289,139
Loss for the year attributable to members of the entity	(691,278)	104,893	(586,385)
Balance at 31 December 2011	702,754	-	702,754
Consolidated Statement of Cash Flows (extract)			
Payments to suppliers and employees	(3,110,234)	(3,502)	(3,113,736)
Income tax refunded	-	11,043	11,043
Net decrease in cash and cash equivalents held	(190,519)	7,541	(182,978)
Cash at the beginning of the financial year	228,446	8,082	236,528

Notes to the Financial Statements

For the Year Ended 31 December 2012



Events after the end of the Reporting Period

The financial report was authorised for issue on 28 March 2013 by the committee members.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.



Entity Details

The principal place of business of the entity is:

Cumberland Student Guild

Cumberland Campus

75 East Street

LIDCOMBE NSW 2141

Committee Members' Declaration

The committee members of the Cumberland Student Guild declare that:

1. The financial statements and notes, as set out on pages 1 to 21:
 - comply with Australian Accounting Standards Reduced Disclosure Requirements; and
 - present fairly the financial position as at 31 December 2012 and the performance for the year ended on that date of the consolidated group.
2. In the committee members' opinion, there are reasonable grounds to believe that the Cumberland Student Guild will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the management committee.

President



Vice President



Dated this day of 2013

Independent Auditor's Report to the members of Cumberland Student Guild

We have audited the accompanying financial report of the Cumberland Student Guild, which comprises the consolidated statement of financial position as at 31 December 2012, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the committee members' declaration of the entity and the consolidated entity, comprising the Cumberland Student Guild and the entities it controlled at the year's end or from time to time during the financial year.

The Committee Members' Responsibility for the Financial Report

The committee members are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards Reduced Disclosure Requirements and for such internal control as the committee members determine is necessary to enable the preparation and fair presentation of the 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 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 about 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 judgement, 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 entity'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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 pronouncements.

Independent Auditor's Report to the members of Cumberland Student Guild

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the Cumberland Student Guild and its subsidiaries as at 31 December 2012 and their financial performance and cash flows for the year then ended in accordance with Australian Accounting Standards Reduced Disclosure Requirements.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 1(r) in the financial report which indicates that the entity is reliant on discretionary funding from the University of Sydney to pay its debts as and when they fall due. These conditions, along with

other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

Kelly Partners Assurance Services

Peter Dawkins
Registered Auditor Number 4334
North Sydney

Dated this day of 2013

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