

AUSTRALIAN LAW LIBRARIANS' ASSOCIATION LIMITED
ACCOUNTANTS REPORT

FINANCIAL RESULTS FOR THE PERIOD 1 JULY 2015 TO 30 JUNE 2016

RESULT

The net result for the period 1 July 2015 to 30 June 2016 was a deficit of (\$11,578). Income for the year totalled \$14,428 whilst expenses totalled \$26,006.

INCOME & EXPENDITURE

Total income for the year (\$14,428) included the following major items:

- **Membership income** for the year was \$13,453, with an additional \$8,345 received relating to the 2016/17 membership year
- **Interest income** for the year was \$885

Total expenses for the year (\$26,006) included the following major items:

- **Board expenses** for the year were \$3,106, with accommodation being the major component
- **Professional fees** for the year were \$17,958, comprising accounting & bookkeeping fees (\$10,158) and secretariat fees (\$7,800)
- **Insurance expense** for the year was \$2,069

CASH & WORKING CAPITAL

As at 30 June 2016 the Association had total cash on hand of \$130,175, as follows:

- **Cash reserve account** \$59,728
- **Operating account** \$70,447

The overall cash position of the Association increased by \$33,700 during the year. The Association has working capital of \$115,419 at 30 June 2016 (30 June 2015: \$76,997) measured as the difference between current assets and current liabilities.

The liquidity ratio, a measure of the ratio of liquid assets to current liabilities, is 5.2:1 at 30 June 2016, an indicator of the Association's ability to pay its debts as and when they fall due. A liquidity ratio of greater than 1.5:1 is generally considered acceptable.

BALANCE SHEET – OTHER MAJOR NON-CASH ITEMS

- **Prepaid conference expenses** are expenses paid for in the current financial year, but related to the August 2016 conference. These will be brought to account as expenses in the 2016/17 financial year.
- **Income in advance** is membership revenue for the 2016/17 financial year, received in 2015/16. This will be brought to account as income in 2016/17. This balance also includes conference sponsorship received, which will also be brought to account as income in 2016/2017.
- **State disbursements** represents membership amounts collected on behalf of the states, which will be disbursed to the states early in 2016/17.