



# **Union for Progressive Judaism Inc.**

## **Financial Statements**

**For the Year Ended 30 June 2021**

**Union for Progressive Judaism Inc.**

**Contents**

**For the Year Ended 30 June 2021**

	<b>Page</b>
<b>Financial Statements</b>	
Auditors Independence Declaration	1
Surplus and Deficit Statement	2
Balance Sheet	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Statement by Members of the Committee	11
Auditor's Review Report on a Financial Report	12



Union for Progressive Judaism Inc.

## **Auditors Independence Declaration to the Members of the Committee of Union for Progressive Judaism Inc.**

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012*, as lead auditor for the review of Union for Progressive Judaism Inc. for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012*, in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

LOWE LIPPMANN  
CHARTERED ACCOUNTANTS  
Level 7, 616 St Kilda Road.  
Melbourne, Victoria 3004

A handwritten signature in black ink, appearing to read "Loren Datt".

LOREN DATT  
Audit Partner

Signed in Melbourne on 19 November 2021

**Union for Progressive Judaism Inc.**  
**Surplus and Deficit Statement**  
**For the Year Ended 30 June 2021**

	<b>Note</b>	<b>2021</b>	<b>2020</b>
		<b>\$</b>	<b>\$</b>
Revenue	3	<b>296,313</b>	287,195
Accounting fees		<b>(8,580)</b>	(8,580)
Administrative expenses		<b>(38,736)</b>	(37,143)
Employee benefits expenses		<b>(117,438)</b>	(91,595)
Grants and scholarships		<b>3,372</b>	(37,737)
Marketing expenses		<b>(18,316)</b>	(19,659)
Netzer		<b>(20,000)</b>	(23,120)
Financial assistance loan expense		-	(15,000)
Travelling and meeting expenses		<b>(479)</b>	(11,968)
Other expenses		<b>(4,028)</b>	(27,741)
<b>Surplus/(Deficit) for the year</b>		<b><u>92,108</u></b>	<b><u>14,652</u></b>

The accompanying notes form part of these financial statements.

Union for Progressive Judaism Inc.

**Balance Sheet**

As At 30 June 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	289,885	214,029
Trade and other receivables	5	118,972	98,067
Other assets	7	24,698	30,729
<b>TOTAL CURRENT ASSETS</b>		<u>433,555</u>	<u>342,825</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5	30,000	20,000
<b>TOTAL NON-CURRENT ASSETS</b>		<u>30,000</u>	<u>20,000</u>
<b>TOTAL ASSETS</b>		<u>463,555</u>	<u>362,825</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	23,765	29,991
Employee benefits	9	30,701	15,854
<b>TOTAL CURRENT LIABILITIES</b>		<u>54,466</u>	<u>45,845</u>
<b>TOTAL LIABILITIES</b>		<u>54,466</u>	<u>45,845</u>
<b>NET ASSETS</b>		<u>409,089</u>	<u>316,980</u>
<b>MEMBERS FUNDS</b>			
Retained Earnings		<u>409,089</u>	<u>316,980</u>
<b>TOTAL MEMBERS FUNDS</b>		<u>409,089</u>	<u>316,980</u>

The accompanying notes form part of these financial statements.

**Union for Progressive Judaism Inc.**  
**Statement of Changes in Equity**  
**For the Year Ended 30 June 2021**

2021

	Retained Earnings	Total
Note	\$	\$
<b>Balance at 1 July 2020</b>	<b>316,980</b>	<b>316,980</b>
Surplus/(Deficit) for the year	<u>92,109</u>	<u>92,109</u>
<b>Balance at 30 June 2021</b>	<u><b>409,089</b></u>	<u><b>409,089</b></u>

2020

	Retained Earnings	Total
Note	\$	\$
<b>Balance at 1 July 2019</b>	302,328	302,328
Surplus/(Deficit) for the year	<u>14,652</u>	<u>14,652</u>
<b>Balance at 30 June 2020</b>	<u><b>316,980</b></u>	<u><b>316,980</b></u>

The accompanying notes form part of these financial statements.

**Union for Progressive Judaism Inc.**  
**Statement of Cash Flows**  
**For the Year Ended 30 June 2021**

	2021	2020
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from affiliation fees and members	211,845	202,249
Payments to suppliers and employees	(218,095)	(318,609)
Interest received	380	1,193
Receipt from grants and outreach	81,726	119,068
Net cash provided by (used in) operating activities	10 <u>75,856</u>	<u>3,901</u>
Net increase (decrease) in cash and cash equivalents held	75,856	3,901
Cash and cash equivalents at beginning of year	<u>214,029</u>	210,128
Cash and cash equivalents at end of financial year	4 <u><u>289,885</u></u>	<u><u>214,029</u></u>

The accompanying notes form part of these financial statements.

**Union for Progressive Judaism Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended 30 June 2021**

**1 Summary of Significant Accounting Policies**

**(a) Basis of Preparation**

These financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The committee has determined that the Association is not a reporting entity.

These financial statements have been prepared on an accruals basis and are based on historic costs and do not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these financial statements.

**(b) Income Tax**

No provision for income tax has been raised as the association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

**(c) Property, Plant and Equipment**

Plant and equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all plant and equipment is depreciated over the useful lives of the assets to the Association commencing from the time the asset is held ready for use.

**(d) Impairment of Assets**

At the end of each reporting period, the committee reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. 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 of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the surplus and deficit statement.

**(e) Employee Provisions**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been shown as current liabilities.

**(f) Cash and cash equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with banks and other short-term highly liquid investments.

**(g) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**Union for Progressive Judaism Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended 30 June 2021**

**1 Summary of Significant Accounting Policies**

**(h) Revenue and other income**

*Revenue from contracts with customers*

Revenue is recognised at an amount that reflects the consideration to which the trust is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the trust: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Affiliation fees and donation income is recognised as revenue when received.

Interest is recognised when received.

Other revenue is recognised when the right to receive the revenue has been established.

**(i) 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 (ATO). Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the balance sheet.

**(j) Accounts Payable and Other Payables**

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

**Union for Progressive Judaism Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended 30 June 2021**

	2021	2020
	\$	\$
<b>2 Impact of COVID 19 pandemic</b>		
<p>The outbreak of COVID-19 in early 2020 has caused significant disruption to the global economy and local economic conditions. The government has announced a series of measures aimed at preventing the spread of COVID-19 as well as stimulus packages to assist businesses and individuals. The committee recognises that the situation associated with the management of COVID-19 continues to evolve on a daily basis and it is difficult to estimate with any degree of certainty the resulting impact (financial and operational) which this may have on the entity and its future results and financial position.</p>		
<b>3 Revenue</b>		
Revenue		
- Affiliation Fees	128,780	128,727
- Donations	720	5,000
- UIA Progressive Trust annual contribution	7,500	17,500
- Grants and outreach	113,248	96,596
- Interest received	380	1,193
- Other revenue	13,185	19,179
- Covid-19 stimulus	-	10,000
- Covid-19 JobKeeper	32,500	9,000
<b>Total Revenue</b>	<b>296,313</b>	<b>287,195</b>
<b>4 Cash and cash equivalents</b>		
Cash at bank	<u>289,885</u>	<u>214,029</u>
<b>5 Trade and other receivables</b>		
CURRENT		
Trade receivables	514	11,426
Provision for doubtful debts	-	(295)
	<u>514</u>	<u>11,131</u>
Other receivables	<u>118,458</u>	<u>86,936</u>
	<u>118,972</u>	<u>98,067</u>
NON-CURRENT		
Rabbinic Study Loans	<u>30,000</u>	<u>20,000</u>
<b>6 Property, plant and equipment</b>		
Office equipment		
At cost	7,659	7,659
Accumulated depreciation	<u>(7,659)</u>	<u>(7,659)</u>
	<u>-</u>	<u>-</u>

**Union for Progressive Judaism Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended 30 June 2021**

	2021	2020
	\$	\$
<b>7 Other assets</b>		
CURRENT		
Prepayments	<u>24,698</u>	<u>30,729</u>
<b>8 Trade and other payables</b>		
CURRENT		
Unsecured liabilities		
Trade payables	-	956
Other payables	<u>23,764</u>	<u>29,035</u>
	<u>23,764</u>	<u>29,991</u>
<b>9 Employee Benefits</b>		
CURRENT		
Provision for long service leave	18,611	11,671
Provision for annual leave	<u>12,090</u>	<u>4,183</u>
	<u>30,701</u>	<u>15,854</u>
<b>10 Cash Flow Information</b>		
<b>(a) Reconciliation of result for the year to cashflows from operating activities</b>		
Reconciliation of net income to net cash provided by operating activities:		
Surplus/(Deficit) for the year	92,109	14,652
Cash flows excluded from surplus/(deficit) attributable to operating activities		
Non-cash flows in surplus/(deficit):		
- impairment of receivables	(295)	(3,008)
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(30,405)	43,054
- (increase)/decrease in prepayments	6,031	5,898
- increase/(decrease) in income in advance	-	(12,914)
- increase/(decrease) in trade and other payables	(6,227)	(45,795)
- increase/(decrease) in employee benefits	14,643	2,014
Cashflow from operations	<u>75,856</u>	<u>3,901</u>

**11 Comittment Note**

Rabbinic study loans will be forgiven by UPJ in accordance with the study loan agreements after eligibility criteria have been met.

**12 Association Details**

The registered office of the company is:  
76-82 Alma Road  
St. Kilda Victoria 3182

**Union for Progressive Judaism Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended 30 June 2021**

<b>2021</b>	<b>2020</b>
<b>\$</b>	<b>\$</b>

**12 Association Details**

The Union for Progressive Judaism (UPJ) is an association incorporated in Victoria on 5 March 2002 with organisation number A0042291F. The UPJ operates in Australia, New Zealand and Asia. The operational office is in Sydney and maintains a public officer resident in Victoria.

**Union for Progressive Judaism Inc.**  
**Statement by Members of the Committee**

In accordance with a resolution of the committee of Union for Progressive Judaism Inc., the members of the committee declare that the financial statements as set out on pages 2 to 9:

1. presents a true and fair view of the financial position of Union for Progressive Judaism Inc. as at 30 June 2021 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*; and
2. at the date of this statement, there are reasonable grounds to believe that Union for Progressive Judaism Inc. will be able to pay its debts as and when they fall due.

This statement is signed for and on behalf of the committee by:

Co-President .....  


David Knoll

Honorary Treasurer .....  


Sally Castle

Dated this 19 November 2021

**Union for Progressive Judaism Inc.**

## **Independent Auditor's Review Report to the members of Union for Progressive Judaism Inc.**

We have reviewed the accompanying financial report of Union for Progressive Judaism Inc., which comprises the balance sheet as at 30 June 2021, and the surplus and deficit statement, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of accounting policies, other explanatory information, and statement by members of the committee.

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

The committee of the association are responsible for the preparation and fair presentation of the financial report in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the committee 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 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 Charities and Not-for-profits Commission Act 2012*

A review the 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 accounting bodies.

Union for Progressive Judaism Inc.

## **Independent Auditor's Review Report to the members of Union for Progressive Judaism Inc.**

### *Basis for Qualified Conclusion*

The nature of the association as a member based not for profit organisation gives rise to possible donations and other voluntary sourced income. In the preparation of the attached financial statements receipt of such income has not been significant and the association is not registered as a deductible gift recipient. Nevertheless, as is typical of charitable and not for profit organisations, the association has recognised that it is impracticable to establish control over voluntary income if made prior to entry into its financial records. Accordingly, our review procedures with respect to voluntary receipts could only be performed on amounts if any, recorded in the financial records. We therefore are unable to express an opinion whether voluntary sourced income is complete.

### *Qualified Conclusion*

Based on our review, which is not an audit and, with the possible exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the financial report of Union for Progressive Judaism Inc. for the year ended 30 June 2019 does not present fairly, in all material respects the financial position of Union for Progressive Judaism Inc. as at 30 June 2019, and of its financial performance for the year ended on that date, in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*.

### *Basis of Accounting and Restriction on Distribution and Use*

Without modifying our conclusion, we draw attention to Note 1 to the financial statements, which describe the basis of accounting. The financial statements are prepared to assist Union for Progressive Judaism Inc. to comply with the financial reporting of the Associations Incorporation Reform Act 2012 and Australian Charities and the Not-for-profits Commission Act 2012. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for Union for Progressive Judaism Inc. and should not be distributed to or used by parties other than Union for Progressive Judaism Inc.

### *Emphasis of Matter - Effects of COVID-19*

We draw attention to Note 3 Impact of COVID-19 Pandemic to the financial statements, which describes the uncertainties and possible effects on the entity arising from its management of the on-going issues related to COVID. Our opinion is not modified in respect of this matter.

LOWE LIPPMANN  
CHARTERED ACCOUNTANTS  
Level 7, 616 St Kilda Road.  
Melbourne, Victoria 3004



LOREN DATT  
Audit Partner

Signed in Melbourne on 19 November 2021

Liability limited by a scheme approved under Professional Standards Legislation