**Treasurers Report 2016-2017**

**Nathan Pavlos**

**General Financial Result**

2017 Member's funds = $1,042,786

2016 Member's funds = $1,107,226

The society remains in sound but cautious financial position with considerable funds conservatively invested. Reserves have declined marginally in successive years reflecting the introduction of new funding initiatives including the Fracture Liaison Alliance and the continuation ANZBMS Mid-Career Fellowship Scheme, discussed later in this report. Current external support is also significantly down on previous years and will likely remain at reduced levels for the foreseeable future. This inevitably impacts profits from our meetings and we will likely see only small profits (if any) from future ASMs (including joint international meetings).

**Overall Loss**

$64,440 Loss (2016= $51,305 Loss; 2015 =$79,747, 2014 = $43,041; profit)

The ESA-SBR-ANZBMS 2016 ASM on the Gold Coast generated a net profit (~$266,000), of which we realised a profit share of (~$55,000) following distribution of agreed profit splits (based on ANZBMS membership 20.78% of attendees) with ESA (56.18%) and SRB (23.04%). After adjusting for speaker costs (~ $22,000), which lay outside of the ordinary meeting budget, our final surplus was (~$33,000).

Following Australian accounting standards the Auditor assigns ASM revenues to the year received, and expenditure to the year when committed.

Consequently, the gross income and gross expenditure in respect of each ASM will be reflected in the profit and loss account, as they occur, rather than simply recognizing a 'net profit' of each individual meeting.

**Investments (as at June 2017)**

**COMMONWEALTH BANK**

Balance in Premium Business Cheque Account **$64,929.75**

Balance in Business online saver **$736.69**

**BOQ SPECIALIST**

Invested on: 30 June 2017

Maturity date 2 October 2017

Interest rate is 2.45% p.a. (Compounded at maturity) **$292,671.68**

Invested on: 30 June 2017

Maturity date: 2 October 2017

Interest rate is 2.45% p.a. (Compounded at maturity)                         **$140,356.62**

**RURAL BANK TERM DEPOSIT**

Invested on: 29 May 2017

Maturity date 29 August 2017

Interest rate is 2.48% p.a. (Compounded at maturity)                          **$522,252.09**

**TOTAL ACCUMULATED FUNDS** **$1,020,946.83**

We continue to exercise a conservative investment approach, although this strategy will be subject to revision in 2017/18. Term deposits are at <2.5%, which yielded $23,620 in 2016-2017 with this income decreasing over (2015-2016 $33,388).

**Expenses**

Our society expenses increased marginally for 2016-2017 ($~110,000) up from ($96,000 for 2015-2016). This increase incorporates our financial commitment of to the SOS Fracture Liaison Alliance.

This includes;

Office - $96,000 (Rent + salaries + office expenses) Audit - $5,050

Awards - $20,000 (Christine & T Jack Martin Research Travel Grant ($15,000 - Amgen funded), Amgen-ANZBMS Outstanding Abstract award (x5, $1,000 each - Amgen funded), Roger Mellick and Chris & Margie Nordin Young Investigator Awards, Kaye Ibbertson Award, Sol Posen Award (all $1,000, funded by the society)

SOS Fracture Liaison Alliance - $20,000

**Income**

Sponsorship - $19,000

Amgen donation - $20,000 (covers Christine & T Jack Martin Research Travel Grant ($15,000) and 5 Amgen-ANZBMS Outstanding Abstract awards ($1,000 each)

ANZBMS satellite meetings (post graduate trainee meetings + densitometry courses) - $70,107

Subscriptions - $83,000

Interest from term deposits - $26,500

Subscriptions have continued to increase steadily over the last few years through reviewing unfinancial members and encouraging them to renew. Many thanks to Ivone for managing this. The Society should acknowledge the contributions of the 2016 ASM POC, in particular to Mike Rogers and Mark Cooper and to Nick Pocock and Robin Daly for overseeing the successful Densitometry Course and Postgraduate Meetings, respectively.

**Future directions**

For 2016-2017 we encountered a consecutive period of downturn in overall profits (~$64,000). This is partly attributed to declining sponsorship and increased fiscal demands including commitment to the SOS Fracture Liaison Alliance ($20,000), provision of top-up funds to support Amgen OA ANZBMS Grants and the continuation of the ANZBMS Mid-Career Fellowship Scheme ($50,000). The Mid-Career Fellowship outlay increased marginally to (~$59,000) for the 2015/2016 period. This modest increase was approved by Council to ‘future-proof’ the careers of two equally deserving Mid-Career ANZBMS members. The fiscal sustainability of these schemes will be closely reviewed for the 2017/18 period pending profit outcomes of the 2017 ASM.

For 2017/18, our standard outgoings are likely to be largely unchanged. We anticipate income from interest to be ~ $26,000 (at an interest rate of 2.45%), accounting for slightly reduced term deposits due to supporting the Mid-Career Fellowship and Fracture Liaison Alliance in 2017. A foreseeable challenge remains to attract and maintain the level of sponsorship support afforded in previous years.

I would like to offer my thanks to members of the Finance Committee, Ivone Johnson and Melissa Dupavillion who have provided excellent guidance and support to me and Rod Laws of Tinworth & Co Chartered Accounts for overseeing the accounts.