



4 August 2021

Jason O'Mara
ACT Divisional Branch Secretary/Treasurer
Construction, Forestry, Maritime, Mining and Energy Union-Construction and General Division -
Australian Capital Territory Divisional Branch

Sent via email: jomara@cfmeu.org
CC: ged.stenhouse@rsm.com.au

Dear Jason O'Mara,

**Construction, Forestry, Maritime, Mining and Energy Union-Construction and General
Division - Australian Capital Territory Divisional Branch
Financial Report for the year ended 31 March 2021 – (FR2021/4)**

I acknowledge receipt of the financial report for the year ended 31 March 2021 for the Construction, Forestry, Maritime, Mining and Energy Union-Construction and General Division - Australian Capital Territory Divisional Branch. The documents were lodged with the Registered Organisations Commission (**the ROC**) on 28 July 2021.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

The financial report was filed based on a primary review. This involved confirming that the financial reporting timelines required under s.253, s.265, s.266 and s.268 of the *Fair Work (Registered Organisations) Act 2009 (RO Act)* have been satisfied, all documents required under s.268 of the RO Act were lodged and that various disclosure requirements under the Australian Accounting Standards, RO Act and reporting guidelines have been complied with. A primary review does not examine all disclosure requirements.

Please note that the financial report for the year ending 31 March 2022 may be subject to an advanced compliance review.

Reporting Requirements

The ROC website provides a number of factsheets in relation to the financial reporting process and associated timelines. The website also contains the s.253 reporting guidelines and a model set of financial statements.

The ROC recommends that reporting units use these model financial statements to assist in complying with the RO Act, the s.253 reporting guidelines and Australian Accounting Standards. Access to this information is available via [this link](#).

If you have any queries regarding this letter, please contact me on (03) 9603 0841 or via email at Mihiri.jayawardane@roc.gov.au.

Yours sincerely

Mihiri Jayawardane
Registered Organisations Commission

**CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH**

ABN 38 491 952 173

**FINANCIAL REPORT
FOR THE YEAR ENDING 31 MARCH 2021**

DESIGNATED OFFICER'S CERTIFICATE

S268 of Fair Work (Registered Organisations) Act 2009

Certificate for the year ended 31 March 2021

I, Jason O'Mara being the Divisional Branch Secretary of the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch certify:

- that the documents lodged herewith are copies of the full report for Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Branch for the year ending 31 March 2021 referred to in S268 of Fair Work (Registered Organisations) Act 2009; and
- that the full report was provided to members of the Union on 25 June 2021, and
- that the full report was presented to a meeting of the Committee of Management of the reporting unit on 27 July 2021, in accordance with section 266 of Fair Work (Registered Organisations) Act 2009.



Jason O'Mara
Divisional Branch Secretary
Construction Forestry Maritime Mining and Energy Union, The Construction and General Division,
Australian Capital Territory Divisional Branch

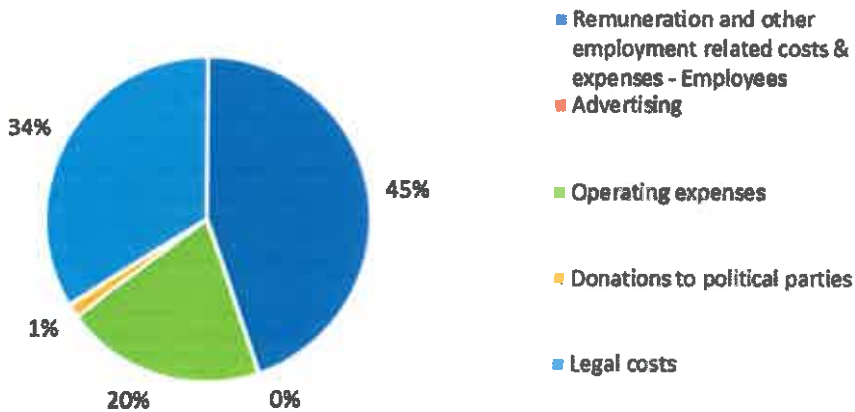
Dated this 28 day of July 2021
at Canberra, Australian Capital Territory

**CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
 THE CONSTRUCTION AND GENERAL DIVISION
 AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
 ABN 38 491 952 173**

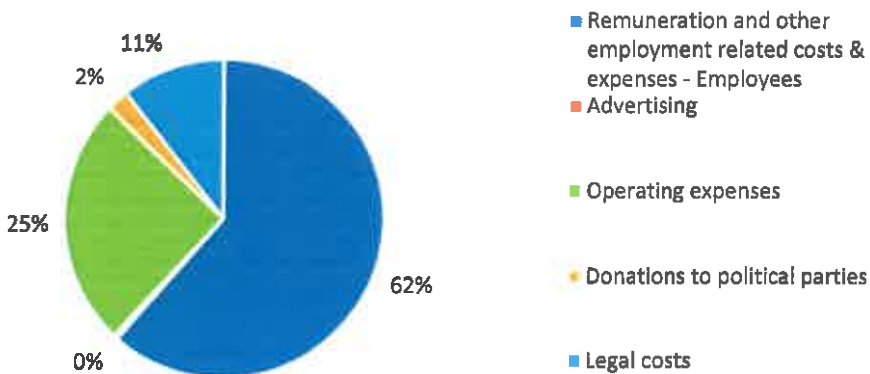
**EXPENDITURE REPORT REQUIRED UNDER SUBSECTION 255(2A)
 FOR THE PERIOD 1 APRIL 2020 TO 31 MARCH 2021**

The Committee of Management presents the expenditure report as required under subsection 255(2A) on the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch for the year ended 31 March 2021.

**2021 Expenditure Required Under Subsection
 255(2A) RO Act**



**2020 Expenditure Required Under Subsection
 255(2A) RO Act**



Signature: 

Jason O'Mara
 Divisional Branch Secretary
 Construction Forestry Maritime Mining and Energy Union, The Construction and General Division,
 Australian Capital Territory Divisional Branch

Dated: 23/06/21

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

OPERATING REPORT

In accordance with Section 254 of the Fair Work (Registered Organisations) Act 2009 the Committee of Management present their Operating Report on the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch, the relevant reporting unit, for the year ended 31 March 2021.

Principal Activities

Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch ("the Union") is committed to advancing the wages, conditions, and wellbeing of its membership.

The reporting unit's principal activities during the year were:

- Representation of members on the job.
- Union-negotiated collective agreements.
- Assisting members with legal representation.
- Facilitating access to training courses.
- Informing members through the regular newsletter.
- Sale of products to union members.
- Investment of union funds.

Review of principal activities

The Committee of Management has reviewed its principal activities and is satisfied that activities have been successfully conducted throughout the year.

Significant changes to activities

There were no significant changes in the nature of the reporting unit's activities during the year.

Review of results

The results of the reporting unit's activities were consistent with the reporting unit's aims and activities.

Significant changes to financial affairs

During the period 1 April 2020 to 31 March 2021, two of the pending legal cases from the prior year were settled. The costs associated with these cases were expensed during the year, this is the main reason for the increase in legal costs for the 2021 year. The Union received insurance recovery proceeds for claims made in respect of the legal claims. There remains two legal cases still pending and the full extent of the legal costs for these cases are not yet realised. Staffing costs were comparable to the prior year. Donation income reduced in 2021 as the prior year included a non-ongoing donation that related to the 2020 year only. Donation by the Canberra Tradesmen's Union Club was reduced as the Club was affected by the Covid 19 shutdown.

The Canberra Tradesmen's Union Club Limited (the Club) has provided a letter of support stating the Club undertakes to provide the CFMMEU with financial support to a level that will allow the CFMMEU to continue to operate as a going concern for a period of 12 months from the date of this financial report.

As a result, the Committee of Management believe that it is reasonably foreseeable that the Union will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The reporting unit at Note 1.25 has provided additional information.

The operating loss of the reporting unit for the year ending 31 March 2021 is (\$2,394,969) (2020: operating profit \$3,253,041).

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

OPERATING REPORT (CONTINUED)

Novel Coronavirus (COVID-19)

The COVID-19 outbreak had an impact on revenue during the 2021 financial year through a reduction in donation revenue. There was no donation revenue received for a period of 9 months. The Union had sufficient cash reserves to manage the reduction in this revenue source. Donation revenue resumed in January 2021 and continues into the 2022 financial year.

Covid-19 had minimal impact on membership dues in the 2021 financial year. All member benefits continued to be provided.

The entity continues to monitor the financial and non-financial impacts and has measures in place to manage the position as the situation evolves.

There were no other events that occurred after 31 March 2021, and/or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch (the Union).

Members rights to resign

Members may resign from the Union in accordance with Section 254(2)(c) of the Fair Work (Registered Organisations) Act 2009, which reads as follows:

- 1) A member of the Union may resign from membership by written notice addressed and delivered to the Secretary of the Branch of which he is a member.
- 2) A notice of resignation from membership of the Union takes effect:
 - a) Where the member ceases to be eligible to become a member of the Union:
 - i) On the day on which notice is received by the Union; or
 - ii) On the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member; Whichever is later; or
 - b) In any other case:
 - i) At the end of two (2) weeks after the notice is received by the Union; or
 - ii) On the day specified in the notice;Whichever is later.
- 3) Any dues payable but not paid by a former member of the Union, in relation to a period before the member's resignation from the Union took effect, may be sued for and recovered in the name of the Union in a court of competent jurisdiction, as a debt due to the Union.
- 4) A notice delivered to the person mentioned in subsection (1) shall be taken to have been received by the Union when it was delivered.
- 5) A notice of resignation that has been received by the Union is not invalid because it was not addressed and delivered in accordance with subsection (1).

A resignation from membership of the Union is valid even if it is not affected in accordance with the rule if the member is informed in writing by or on behalf of the Union that the resignation has been accepted.

Officers as Trustees

No officer or member of the reporting unit holds a position as a trustee or director of a superannuation entity or exempt public sector superannuation scheme where the criterion for holding such position is that they are an officer or member of an organisation.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

OPERATING REPORT (CONTINUED)

Prescribed Information

- (a) the number of persons that were, at 31st March 2021, recorded in the register of members for section 230 of the Fair Work (Registered Organisations) Act 2009 and who are taken to be members of the reporting unit under Section 254(2)(f) of the Fair Work (Registered Organisations) Act 2009 and Regulation 159(a) was 3,459 (2,181 financial members and 1,278 non-financial members); (2020: total 2,970 members; 2,097 financial members and 873 non-financial members);
- (b) the number of persons who were, at 31st March 2021, employees of the reporting unit, where the number of employees includes both full-time employees and part-time employees measured on a full-time equivalent basis was 12 employees (2020: 13 employees);
- (c) the name of each person who has been a member of the committee of management of the reporting unit at any time during the period 1 April 2020 to 31 March 2021, and the period for which he or she held such a position is:

NAME	PERIOD
Jason Lawrence O'Mara	1 April 2020 – 31 March 2021
Mark Steven Dymock	1 April 2020 – 31 March 2021
Anthony Paul Vitler	1 April 2020 – 31 March 2021
Duncan James Bennett-Burleigh	1 April 2020 – 31 March 2021
Leon Mark Arnold	1 April 2020 – 31 March 2021
Dean Hart	1 April 2020 – 31 March 2021
Seamus Maher	1 April 2020 – 31 March 2021
Desmond Marland	1 April 2020 – 31 March 2021
Zachary Alan Smith	1 April 2020 – 31 March 2021
Jason John Jennings	1 April 2020 – 31 March 2021
Cameron David Hardy	1 April 2020 – 31 March 2021
Jeffrey Allan Polsen	1 April 2020 – 1 January 2021
Timothy Puckett	1 April 2020 – 31 March 2021
Scott Andrew Stenner	1 April 2020 – 31 March 2021
Michael Barry Cousins	1 April 2020 – 31 March 2021
Garry McMinn	2 January 2021 – 31 March 2021
Michael Schow	2 January 2021 – 31 March 2021

For and on behalf of the Committee of Management:


JASON O'MARA
 Dated at Canberra, ACT: 23/06/21


ZACHARY SMITH
 Dated at Canberra, ACT: 23/6/21

RSM Australia Pty Ltd

Equinox Building 4, Level 2, 70 Kent Street Deakin ACT 2600
GPO Box 200 Canberra ACT 2601

T +61(0) 2 6217 0300

F +61(0) 2 6217 0401

www.rsm.com.au

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION CONSTRUCTION AND GENERAL DIVISION- (ACT BRANCH)

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of Construction Forestry Maritime Mining and Energy Union Construction and General Division - (ACT Branch), which comprises the statement of financial position as at 31 March 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 31 March 2021, notes to the financial statements, including a summary of significant accounting policies; the Committee of Management Statement, the subsection 255(2A) report and Officer Declaration Statement.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of Construction Forestry Maritime Mining and Energy Union Construction and General Division - (ACT Branch) as at 31 March 2021, and its financial performance and its cash flows for the year ended on that date in accordance with:

- a) the Australian Accounting Standards; and
- b) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act).

I declare that management's use of the going concern basis in the preparation of the financial statements of the Reporting Unit is appropriate.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Reporting Unit in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The Committee of Management is responsible for the other information. The other information obtained at the date of this auditor's report is in the Operating Report accompanying the financial report.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Reporting Unit is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management is responsible for assessing the Reporting Unit's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee of Management either intend to liquidate the Reporting Unit or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objective is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.

- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Reporting Unit's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Reporting Unit to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Reporting Unit audit. I remain solely responsible for my audit opinion.

I communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I declare that I am an auditor registered under the RO Act.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of section 257(7) of the RO Act, I am required to describe any deficiency, failure or shortcoming in respect of the matters referred to in section 252 and 257(2) of the RO Act.

In my opinion, no such matters were noted.



RSM Australia Pty Ltd



Ged Stenhouse
Director

Canberra
23 June 2021

Registration number (as registered by the RO Commissioner under the RO Act): AA2017/129

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

COMMITTEE OF MANAGEMENT STATEMENT

On the 22nd of June 2021 the Committee of Management of the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the year ended 31 March 2021:

The Committee of Management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009 (the RO Act);
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RO Act; and
 - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or Commissioner duly made under section 272 of the RO Act has been provided to the member or Commissioner; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.

This declaration is made in accordance with a resolution of the Committee of Management.



Jason O'Mara
Divisional Branch Secretary



Zachary Smith
Divisional Branch Assistant Secretary

Dated at Canberra, Australian Capital Territory this 23 June 2021.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD 1 APRIL 2020 TO 31 MARCH 2021

	NOTE	2021 \$	2020 \$
Revenue from contracts with customers	3		
Membership Subscriptions		1,747,686	1,650,650
Capitation fees and Other revenue from another reporting unit	3A	-	485,749
Levies and voluntary contributions	3B	49	2,445
Total revenue from contracts with customers		1,747,735	2,138,844
Income for furthering objectives	3		
Grants and/or donations	3D	375,000	4,957,205
Income recognised from volunteer services	3H	-	-
Total income for furthering objectives		375,000	4,957,205
Other Income			
Investment Income	3C	8,522	13,437
Revenue from recovery of wages activity	3E	400	269,445
Other Revenue	3F	281,013	243,087
Net gains from sale of assets	3G	25,410	-
Advertising Income		7,700	700
Insurance recovery	3I	767,934	-
Profits from Trusts		-	8,072
Total Other Income		1,090,979	534,741
Total Income		3,213,714	7,630,790
Expenses			
Employee Expenses	4A	(2,350,440)	(2,382,019)
Capitation Fees and other expenses to another reporting unit	4B	(146,431)	(276,896)
Affiliation Fees	4C	(31,043)	(46,586)
Administrative Expenses	4D	(583,493)	(770,517)
Grants or Donations	4E	(108,049)	(140,946)
Legal Fees	4F	(1,879,138)	(432,779)
Penalties – via RO Act RO Regulations	4G	(188,500)	-
Depreciation & Amortisation Expense	4H	(175,409)	(133,252)
Finance costs	4I	(4,346)	(6,741)
Political & associated expenses		(3,294)	-
Bad Debts Expense		(7,702)	(2,186)
Member Benefits		(105,755)	(154,673)
Audit Fees	14	(24,020)	(25,169)
Unrealised loss on shares		(1,063)	(1,039)
Loss on Sale of Motor Vehicles	4J	-	(4,946)
Total Expenses		(5,608,683)	(4,377,749)
Other comprehensive Income		-	-
Total comprehensive income for the year		(2,394,969)	3,253,041

The accompanying notes form part of these financial statements.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	NOTE	2021 \$	2020 \$
CURRENT ASSETS			
Cash and Cash Equivalents	5A	1,469,722	3,545,841
Trade and Other Receivables	5B	53,053	28,723
Other Current Assets	5C	71,043	67,728
TOTAL CURRENT ASSETS		<u>1,593,818</u>	<u>3,642,292</u>
NON-CURRENT ASSETS			
Financial Assets	6A	3,239	4,253
Property, plant and equipment	6B	636,384	549,232
Right of use asset	6C	38,881	-
TOTAL NON-CURRENT ASSETS		<u>678,504</u>	<u>553,485</u>
TOTAL ASSETS		<u>2,272,322</u>	<u>4,195,777</u>
CURRENT LIABILITIES			
Trade payables	7A	164,213	239,687
Other payables	7B	291,336	30,882
Other Current Liabilities	7C	193,321	133,373
Employee Provisions	8A	814,268	714,441
Borrowings	9	108,628	69,120
Lease Liability	6C	8,349	-
TOTAL CURRENT LIABILITIES		<u>1,580,115</u>	<u>1,187,503</u>
NON-CURRENT LIABILITIES			
Employee Provisions	8A	21,076	45,194
Borrowings	9	72,085	-
Lease liability	6C	30,935	-
TOTAL NON-CURRENT LIABILITIES		<u>124,096</u>	<u>45,194</u>
TOTAL LIABILITIES		<u>1,704,211</u>	<u>1,232,697</u>
NET ASSETS		<u>568,111</u>	<u>2,963,080</u>
EQUITY			
Retained earnings (accumulated deficit)		<u>568,111</u>	<u>2,963,080</u>
TOTAL EQUITY		<u>568,111</u>	<u>2,963,080</u>

The accompanying notes form part of these financial statements.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
STATEMENT OF CHANGES IN EQUITY
AS AT 31 MARCH 2021

	Retained Earnings \$	Total \$
Balance as at 31 March 2019	(289,961)	(289,961)
Profit attributable to the entity	3,253,041	3,253,041
Balance as at 31 March 2020	<u>2,963,080</u>	<u>2,963,080</u>
Loss attributable to the entity	(2,394,969)	(2,394,969)
Balance as at 31 March 2021	<u>568,111</u>	<u>568,111</u>

The accompanying notes form part of these financial statements

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	NOTE	2021 \$	2020 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Cash Received			
Receipts from other reporting units/controlled entity(s)	11(d)	-	483,725
Cash receipts from members' subscriptions		1,825,057	1,727,752
Cash Receipts from Customers		136,171	184,808
Interest received		8,496	13,264
Donations received		401,061	4,957,205
Other Revenue		895,160	327,361
Cash Used			
Cash payments to suppliers and employees		(4,906,029)	(3,724,185)
Payments to other reporting units/controlled entity(s)	11(d)	(198,486)	(316,164)
Donations paid		(108,049)	(83,771)
Interest paid		(4,346)	(6,741)
Net cash from (used by) operating activities	11(a)	(1,950,965)	3,563,254
CASH FLOW FROM INVESTING ACTIVITIES			
Cash Received			
Proceeds from Property, Plant and Equipment		210,000	59,545
Proceeds from loans		-	-
Cash Used			
Purchase of Property, Plant and Equipment		(486,032)	(278,575)
Net cash from (used by) investing activities		(276,032)	(219,030)
CASH FLOW FROM FINANCING ACTIVITIES			
Cash Received			
Proceeds from borrowings		265,079	-
Cash Used			
Repayment of Borrowings		(109,469)	(119,924)
Repayment of lease liabilities	6C	(4,732)	
Net cash from (used by) financing activities		150,878	(119,924)
Net increase/(decrease) in cash held		(2,076,119)	3,224,300
Cash & cash equivalents at the beginning of the reporting period		3,545,841	321,541
Cash & cash equivalents at the end of the reporting period	5A	1,469,722	3,545,841

The accompanying notes form part of these financial statements.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Index to the notes of the financial statements

Note 1	Summary of significant accounting policies
Note 2	Events after the reporting period
Note 3	Income
Note 4	Expenses
Note 5	Current assets
Note 6	Non-current assets
Note 7	Current liabilities
Note 8	Provisions
Note 9	Borrowings
Note 10	Equity
Note 11	Cash flow reconciliation
Note 12	Economic dependency
Note 13	Related party disclosures
Note 14	Remuneration of auditor
Note 15	Financial Instruments
Note 16	Fair value measurements
Note 17	Capital management
Note 18	Contingent liabilities
Note 19	Members' access to financial records, Section 272 <i>Fair Work (Registered Organisations) Act 2009</i>
Note 20	Administration of financial affairs by a third party
Note 21	Disclosure of remuneration and non-cash benefits
Note 22	Union details

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 1 Summary of significant accounting policies

1.1 Basis of preparation of the financial statements

The financial statements are general purpose financial statements (Tier 1) and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period, and the Fair Work (Registered Organisation) Act 2009. For the purpose of preparing the general purpose financial statements, the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch (the Union) is a not-for-profit entity.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

1.2 Comparative amounts

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

1.3 Significant accounting judgements and estimates

The Committee evaluate estimates and judgements incorporated into the financial report 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 Union.

The following accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

Key estimates – Impairment

The Union assesses impairment at each reporting date by evaluating conditions specific to the Union that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value in use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.4 New Australian Accounting Standards

Adoption of New Australian Accounting Standards and amendments

The accounting policies adopted are consistent with those of the previous financial year except for the following accounting standards and amendments, which have been adopted for the first time this financial year:

- *AASB 2018-7 Amendments to Australian Accounting Standards – Definition of Material*

[Application of this standard is discussed further below]

AASB 2020-4 Amendments to AASs – Covid-19-Related Rent Concessions

These amendments provide relief to lessees from applying AASB 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the Covid-19 related rent concession the same way it would account for the change under AASB 16 *Leases*, if the change were not a lease modification.

There were no related rent concessions.

AASB 2019-1 Amendments to Australian Accounting Standards – References to the Conceptual Framework

The Conceptual Framework is not a standard, and none of the concepts contained therein override the concepts or requirements in any standard. The purpose of the Conceptual Framework is to assist the accounting standard setter in developing standards, to help preparers develop consistent accounting policies where there is no applicable standard in place and to assist all parties to understand and interpret the standards. This will affect those entities which developed their accounting policies based on the Conceptual Framework. The revised Conceptual Framework includes some new concepts, updated definitions and recognition criteria for assets and liabilities and clarifies some important concepts.

The amendments had no impact on the financial statements of the Union.

AASB 2018-6 Amendments to Australian Accounting Standards - Definition of a Business

The amendment to AASB 3 *Business Combinations* clarifies that to be considered a business, an integrated set of activities and assets must include, at a minimum, an input and a substantive process that, together, significantly contribute to the ability to create output. Furthermore, it clarifies that a business can exist without including all of the inputs and processes needed to create outputs.

These amendments had no impact on the financial statements of the Union, but may impact future periods should the Union enter into any business combinations.

No accounting standard has been adopted earlier than the application date stated in the standard.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.4 New Australian Accounting Standards (continued)

Impact on adoption of AASB 2018-7 Amendments to Australian Accounting Standards - Definition of Material

The amendments provide a new definition of material that states, "information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity." The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users.

These amendments had no impact on the financial statements of, nor is there expected to be any future impact to the Union.

Future Australian Accounting Standards

New standards, amendments to standards or interpretations that were issued prior to the sign-off date and are applicable to future reporting periods that are expected to have a future financial impact on Construction Forestry Maritime Mining and Energy Union, Construction and General Division, ACT Branch (the Union).

AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current

This Standard amends AASB 101 *Presentation of Financial Statements* to clarify requirements for the presentation of liabilities in the statement of financial position as current or non-current. For example, the amendments clarify that a liability is classified as non-current if an entity has the right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period. This Standard applies to annual reporting periods beginning on or after 1 January 2023. Earlier application is permitted. The Union does not expect the adoption of this amendment to have an impact on its financial statements.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.5 Investment in associates and joint arrangements

An associate is an entity over which the Union has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the Investee but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

A joint operation is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the individual assets and obligations for the liabilities of the joint operation.

The results and assets and liabilities of associates and its joint ventures are incorporated in these financial statements using the equity method of accounting, except when the investment is classified as held for sale, in which case it is accounted for in accordance with *AASB 5 Non-current Asset Held for Sale and Discontinued Operations*. Under the equity method, an investment in an associate or joint venture is initially recognised in the statement of financial position at cost and adjusted thereafter to recognise the share of the profit or loss and other comprehensive income of the associate. When the share of losses of an associate or joint venture exceeds the interest in that associate, the Union discontinues recognising its share of further losses. Additional losses are recognised only to the extent that it has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture.

Any excess of the cost of acquisition over the share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition is recognised as goodwill, which is included within the carrying amount of the investment. Any excess of the share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognised immediately in profit or loss.

1.6 Acquisition of assets and or liabilities that do not constitute a business combination

The Union did not acquire an asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of the branches of the organisation, a determination or revocation by the General Manager of the Fair Work Commission under subsections 245(1) or 249(1) of the RO Act.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.7 Current versus non-current classification

The Union presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Union classifies all other liabilities as non-current

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.8 Revenue

The Union enters into various arrangements where it receives consideration from another party. These arrangements include consideration in the form of membership subscriptions, capitation fees, levies, grants, and donations.

The timing of recognition of these amounts as either revenue or income depends on the rights and obligations in those arrangements.

Revenue from contracts with customers

Where the Union has a contract with a customer, the Union recognises revenue when or as it transfers control of goods or services to the customer. The Union accounts for an arrangement as a contract with a customer if the following criteria are met:

- the arrangement is enforceable; and
- the arrangement contains promises (that are also known as performance obligations) to transfer goods or services to the customer (or to other parties on behalf of the customer) that are sufficiently specific so that it can be determined when the performance obligation has been satisfied.

Membership subscriptions

For membership subscription arrangements that meet the criteria to be contracts with customers, revenue is recognised when the promised goods or services transfer to the customer as a member of the Union.

If there is only one distinct membership service promised in the arrangement, the Union recognises revenue as the membership service is provided, which is typically based on the passage of time over the subscription period to reflect the Union's promise to stand ready to provide assistance and support to the member as required.

If there is more than one distinct good or service promised in the membership subscription, the Union allocates the transaction price to each performance obligation based on the relative standalone selling price of each promised good or service. In performing this allocation, standalone selling prices are estimated if there is no observable evidence of the price that the Union charges for that good or service in a standalone sale. When a performance obligation is satisfied, which is either when the customer obtains control of the good (for example, books or clothing) or as the service transfers to the customer (for example, member services or training course), the Union recognises revenue at the amount of the transaction price that was allocated to that performance obligation.

For member subscriptions paid annually in advance, the Union has elected to apply the practical expedient to not adjust the transaction price for the effects of a significant financing component because the period from when the customer pays and the good or services will transfer to the customer will be one year or less.

When a member subsequently purchases additional goods or services from the Union at their standalone selling price, the Union accounts for those sales as a separate contract with a customer.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.8 Revenue (continued)

Capitation fees

Where the Union's arrangement with a branch or another reporting unit meets the criteria to be a contract with a customer, the Union recognises the capitation fees promised under that arrangement when or as it transfers services.

In circumstances where the criteria for a contract with a customer are not met, the Union will recognise capitation fees as income upon receipt (as specified in the income recognition policy below).

Levies

Levies paid by a member (or other party) in an arrangement that meets the criteria to be a contract with a customer is recognised as revenue when or as the Union transfers the services.

In circumstances where the criteria for a contract with a customer are not met, the Union will recognise levies as income upon receipt (as specified in the income recognition policy below).

Income of the Union as a Not-for-Profit Entity

Consideration is received by the Union to enable the entity to further its objectives. The Union recognises each of these amounts of consideration as income when the consideration is received (which is when the Union obtains control of the cash) because, based on the rights and obligations in each arrangement:

- the arrangements do not meet the criteria to be contracts with customers because either the arrangement is unenforceable or lacks sufficiently specific promises to transfer goods or services to the customer; and
- the Union's recognition of the cash contribution does not give to any related liabilities.

The Union receives cash consideration from the following arrangements whereby that consideration is recognised as income upon receipt:

- donations and voluntary contributions from members (including whip arounds); and
- government grants.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.8 Revenue (continued)

Volunteer services

During the year, the Union did not recognise any volunteer services as revenue because it could not reliably measure the fair value of those services.

Gains from sale of assets

An item of property, plant and equipment is derecognised upon disposal (which is at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss when the asset is derecognised.

Interest income

Interest revenue is recognised on an accrual basis using the effective interest method.

1.9 Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required, and they are capable of being measured reliably.

Liabilities for short-term employee benefits (as defined in AASB 119 Employee Benefits) and termination benefits which are expected to be settled within twelve months of the end of reporting period are measured at their nominal amounts.

The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits which are expected to be settled beyond twelve months are measured as the present value of the estimated future cash outflows to be made by the Union in respect of services provided by employees up to reporting date.

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.10 Leases

The Union assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Union as a lessee

The Union applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Union recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets

The Union recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

	2021	2020
Plant and equipment	1 to 5 years	Nil

If ownership of the leased asset transfers to the Union at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment.

Lease liabilities

At the commencement date of the lease, the Union recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Union and payments of penalties for terminating the lease, if the lease term reflects the Union exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Union uses incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.10 Leases (continued)

Peppercorn or below market leases

The Union has elected to recognise the fair value of the leased property at inception of the lease. The difference between the fair value of the leased asset and the lease liability measured at the present value of the 'peppercorn' lease rental, is recognised as expense.

The Union has a peppercorn rental agreement for premises it occupies. The conditions of the lease are those that would apply generally to a commercial rental agreement. The lease term is for 5 years commencing 6 August 2020. The lease has an option of a further 5 years.

1.11 Borrowing costs

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

1.12 Cash

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

1.13 Financial instruments

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

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.14 Financial assets

Contract assets and receivables

A contract asset is recognised when the Union's right to consideration in exchange goods or services that has transferred to the customer when that right is conditioned on the Union's future performance or some other condition.

A receivable is recognised if an amount of consideration that is unconditional is due from the customer (i.e., only the passage of time is required before payment of the consideration is due).

Contract assets and receivables are subject to impairment assessment. Refer to accounting policies on impairment of financial assets below.

Initial recognition and measurement

Financial assets are classified, at initial recognition, and subsequently measured at amortised cost, fair value through other comprehensive income (OCI), or fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Union's business model for managing them. With the exception of trade receivables that do not contain a significant financing component, the Union initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest' (SPPI) on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The Union's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Union commits to purchase or sell the asset.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.14 Financial assets (continued)

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in five categories:

- (Other) financial assets at amortised cost
- (Other) financial assets at fair value through other comprehensive income
- Investments in equity instruments designated at fair value through other comprehensive income
- (Other) financial assets at fair value through profit or loss
- (Other) financial assets designated at fair value through profit or loss

Financial assets at fair value through profit or loss (including designated)

Financial assets at fair value through profit or loss include financial assets held for trading, financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term. Derivatives, including separated embedded derivatives, are also classified as held for trading unless they are designated as effective hedging instruments. Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. Notwithstanding the criteria for debt instruments to be classified at amortised cost or at fair value through other comprehensive income, as described above, debt instruments may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in profit or loss.

Derecognition

A financial asset is derecognised when:

- The rights to receive cash flows from the asset have expired or
- The Union has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either:
 - a) the Union has transferred substantially all the risks and rewards of the asset, or
 - b) the Union has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

When the Union has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership.

When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Union continues to recognise the transferred asset to the extent of its continuing involvement together with associated liability.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.14 Financial assets (continued)

Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

Impairment

Expected credit losses

Receivables for goods and services, which have 30-day terms, are recognised at the nominal amounts due less any loss allowance due to expected credit losses at each reporting date. A provision matrix that is based on historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment has been established.

(i) Trade receivables

For trade receivables that do not have a significant financing component, the Union applies a simplified approach in calculating expected credit losses (ECLs) which requires lifetime expected credit losses to be recognised from initial recognition of the receivables.

Therefore, the Union does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Union has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

Debt instruments other than trade receivables

For all debt instruments other than trade receivables and debt instruments not held at fair value through profit or loss, the Union recognises an allowance for expected credit losses using the general approach. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Union expects to receive, discounted at an approximation of the original effective interest rate.

ECLs are recognised in two stages:

- Where there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses from possible default events within the next 12-months (a 12-month ECL).
- Where there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the debt, irrespective of the timing of the default (a lifetime ECL).

The Union considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Union may also consider a financial asset to be in default when internal or external information indicates that the Union is unlikely to receive the outstanding contractual amounts in full. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.15 Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, at amortised cost unless or at fair value through profit or loss.

All financial liabilities are recognised initially at fair value and, in the case of financial liabilities at amortised cost, net of directly attributable transaction costs.

The Union's financial liabilities include trade and other payables.

Subsequent measurement

Financial liabilities at fair value through profit or loss (Including designated)

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Gains or losses on liabilities held for trading are recognised in profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in AASB 9 *Financial Instruments* are satisfied.

Financial liabilities at amortised cost

After initial recognition, trade payables and interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in profit or loss.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit or loss.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.16 Liabilities relating to contracts with customers

Contract liabilities

A contract liability is recognised if a payment is received or a payment is due (whichever is earlier) from a customer before the Union transfers the related goods or services. Contract liabilities include deferred income. Contract liabilities are recognised as revenue when the Union performs under the contract (i.e. transfers control of the related goods or services to the customer).

Refund liabilities

A refund liability is recognised for the obligation to refund some or all of the consideration received (or receivable) from a customer. The Union's refund liabilities arise from customers' right of return. The liability is measured at the amount the Union ultimately expects it will have to return to the customer. The Union updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

1.17 Contingent liabilities and contingent assets

Contingent liabilities and contingent assets are not recognised in the statement of financial position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

1.18 Land, buildings, plant and equipment

Asset Recognition Threshold

Purchases of land, buildings, plant and equipment are recognised initially at cost in the statement of financial position. The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

Revaluations—Land and Buildings

Following initial recognition at cost, land and buildings are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed with sufficient frequency such that the carrying amount of assets do not differ materially from those that would be determined using fair values as at the reporting date.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reversed a previous revaluation decrement of the same asset class that was previously recognised in the surplus/deficit. Revaluation decrements for a class of assets are recognised directly in the profit or loss except to the extent that they reverse a previous revaluation increment for that class. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the asset is restated to the revalued amount.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.18 Revaluations—Land and Buildings (continued)

Depreciation

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful life using, in all cases, the straight line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

	2021	2020
Motor Vehicles	5 years	5 years
Plant and equipment	3 to 10 years	3 to 10 years

Derecognition

An item of land, buildings, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit and loss.

1.19 Investment property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at its cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at fair value. Gains and losses arising from changes in the fair value of investment properties are included in profit and loss in the period in which they arise.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.20 Intangibles

Intangible assets with finite lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful life. The estimated useful lives and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. The useful life of the Union intangible assets are:

	2021	2020
Intangibles	3 to 10 years	3 to 10 years

Derecognition

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in profit and loss when the asset is derecognised.

1.21 Impairment of non-financial assets

All assets are assessed for impairment at the end of each reporting period to the extent that there is an impairment trigger. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs of disposal and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Union were deprived of the asset, its value in use is taken to be its depreciated replacement cost.

1.22 Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the non-current asset is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their previous carrying amount and fair value less costs of disposal.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.23 Taxation

The Union is exempt from income tax under section 50.1 of the Income Tax Assessment Act 1997 however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

1.24 Fair value measurement

The Union measures financial instruments, such as, financial assets at fair value through the profit and loss, financial assets at fair value through OCI, and non-financial assets such as land and buildings and investment properties, at fair value at each balance sheet date. Also, fair values of financial instruments measured at amortised cost are disclosed in Note 19.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Union. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Union uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

Note 1 Summary of significant accounting policies (continued)

1.24 Fair value measurement (continued)

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3—Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Union determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as land and buildings and investment properties. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. For the purpose of fair value disclosures, the Union has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

1.25 Going concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

The Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch (the Union) made a loss of (\$2,394,969) and had net cash outflows from operating activities of (\$1,950,965). As at 31 March 2021 the Union had net current assets of \$13,703 and net assets of \$568,111. The entity has prepared a cashflow forecast that indicates the entity may not have sufficient cash to meet its operating commitments for the next 12 months.

The Canberra Tradesmen's Union Club Limited (the Club) has provided a letter of support stating the Club undertakes to provide the CFMMEU with financial support to a level that will allow the CFMMEU to continue to operate as a going concern for a period of 12 months from the date of this financial report.

As a result, the Committee of Management believe that it is reasonably foreseeable that the Union will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 2 Events after the reporting period

Novel Coronavirus (COVID-19)

The COVID-19 outbreak had an impact on revenue during the 2021 financial year through a reduction in donation revenue. There was no donation revenue received for a period of 9 months. The Union had sufficient cash reserves to manage the reduction in this revenue source. Donation revenue resumed in January 2021 and continues into the 2022 financial year.

Covid-19 had minimal impact on membership dues in the 2021 financial year. All member benefits continued to be provided.

The entity continues to monitor the financial and non-financial impacts and has measures in place to manage the position as the situation evolves.

There were no other events that occurred after 31 March 2021, and/or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch (the Union).

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
	\$	\$

Note 3 Revenue and Income

Disaggregation of revenue from contracts with customers

A disaggregation of the Union's revenue by type of arrangement is provided on the face of the Statement of Comprehensive Income. The table below also sets out a disaggregation of revenue by type of customer:

Type of customer

Members	1,747,686	1,650,650
Other reporting units	-	485,749
Levies & voluntary contributions	49	2,445
Total revenue from contracts with customers	1,747,735	2,138,844

There has been no economic factors that have affected revenue from members. Revenue received from other reporting Units in 2020 was only applicable in that year, it is not an ongoing revenue source. Voluntary contributions received are passed on in full to the relevant charity.

The table below contains the revenue recognised during the period for contracts with customers:

Opening Membership receivable	37,712	
Closing Membership receivable	(45,318)	
Opening Membership in advance	(127,402)	
Closing Membership in advance	163,474	
Cash received during the period	1,719,220	
Revenue recognised for the year	1,747,686	

Disaggregation of income for furthering activities

A disaggregation of the Union's income by type of arrangement is provided on the face of the Statement of Comprehensive Income. The table below also sets out a disaggregation of income by funding source:

Income funding sources

Grants and/or donations	375,000	4,957,205
Total Income for furthering activities	375,000	4,957,205

The donation income is provided by the Canberra Tradesmen's Union Club Ltd. The donation income for 2021 has decreased on the prior year due to:

- The 2020 year included a one off donation of \$3.5million; and
- The Club provides an ongoing annual donation to the Union. During the 2021 year the donation decreased as the Club was affected by the shutdown due to Covid-19. The Club recommenced donations in January 2021.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
Note 3 – Income (continued)	\$	\$
Note 3A: Capitation fees and other revenue from another reporting unit		
Capitation fees:		
	-	-
Subtotal capitation fees	-	-
Other revenue from another reporting unit:		
CFMMEU Construction and General NSW		
- Donation to ACT Branch	-	100,000
CFMMEU Construction and General VIC/TAS		
- Donation to ACT Branch	-	100,000
CFMMEU Construction and General QLD/NT		
- Donation to ACT Branch	-	100,000
CFMMEU Construction and General SA		
- Purchase of flags	-	5,749
CFMMEU Construction and General WA		
- Donation to ACT Branch	-	100,000
CFMMEU Construction and General National Office		
- Legal costs reimbursed	-	-
- Donation to ACT Branch	-	50,000
- Donation bushfire appeal	-	30,000
Subtotal other revenue from another reporting unit	-	485,749
Total capitation fees and another revenue from other reporting unit	-	485,749

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
Note 3 – Income (continued)	\$	\$
Note 3B: Levies and voluntary contributions raised from members		
The following funds were raised from the members as appeals for voluntary contributions (including whip arounds) for the furtherance of the following:		
Voluntary contributions from whip around for CFMEU Children's Charitable Trust – To benefit the children's wing at the Canberra Hospital	-	1,175
Voluntary contributions from whip around for Cerebral Palsy Steptember Appeal	49	-
Voluntary contributions from whip around for Red Cross Bushfire Appeal	-	1,000
Voluntary contributions from whip around for B Verring	-	270
Total Levies	49	2,445
Note 3C: Investment income		
Interest		
Deposits	8,496	13,264
Dividends	26	173
Total investment income	8,522	13,437
Note 3D: Grants or donations		
Grants	-	-
Donations – received from Canberra Tradesmen's Union Club for financial support to the Union	375,000	4,957,205
Total grants or donations	375,000	4,957,205

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
	\$	\$

Note 3E: Revenue from recovery of wages activity

Amounts recovered from employers in respect of wages	400	269,445
Interest received on recovered money	-	-
Total revenue from recovery of wages activity	400	269,445

Note 3F: Other Revenue

Branch conference income	-	27,900
EBA Lodgement income	9,000	6,546
Court order receipts	13,000	15,000
Federal Government Cash Flow Boost	100,000	-
Merchandise revenue	1,577	2,695
Secondment income	3,272	-
Sitting Fees	30,570	31,094
Sponsorship income	123,594	156,058
Sundry income	-	3,794
Total other revenue	281,013	243,087

Note 3G: Net gains from sale of assets

Motor vehicles	25,410	-
Total net gain from sale of assets	25,410	-

Note 3H: Income recognised from volunteer services

Amounts recognised from volunteer services	-	-
Total income recognised from volunteer services	-	-

Note 3I: Insurance Recovery

Amounts recognised from insurance proceeds received	767,934	-
Total Income insurance recovery	767,934	-

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021 \$	2020 \$
Note 4 - Expenses		
Note 4A – Employee Expenses		
 Holders of Office		
Wages and Salaries	701,148	656,794
Wages and Salaries – Leave Paid Out	96,675	51,092
Superannuation	93,051	80,465
Separation and redundancies	82,870	-
Other employee expenses	97,277	177,002
	<u>1,071,021</u>	<u>965,353</u>
Employees other than Office Holders		
Wages and salaries	933,265	1,063,474
Wages and Salaries – Leave Paid Out	-	-
Superannuation	110,432	125,712
Separation and redundancies	-	16,075
Other employee expenses	235,722	211,405
	<u>1,279,419</u>	<u>1,416,666</u>
Total Employee Expenses	<u>2,350,440</u>	<u>2,382,019</u>

Office holders receive honorariums for positions they hold with other entities. The amounts received are contributed back to the Union and are recorded as Sitting Fees In Revenue.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
	\$	\$
Note 4 – Expenses (Continued)		
Note 4B – Capitation fees and other expense to another reporting unit		
Capitation Fees to another reporting unit		
CFMMEU Construction & General Division National Office	128,311	132,410
Subtotal Capitation Fees	128,311	132,410
Other expense to another reporting unit		
CFMMEU Construction and General National Office		
- National campaign contribution	18,120	54,576
- Campaign analysis costs to C&G National Office	-	25,807
- Media costs contribution	-	23,908
CFMMEU Construction and General QLD/NT		
- Merchandise	-	5,195
CFMMEU Head Office		
- Graphic design support	-	35,000
Subtotal other expense to another reporting unit	18,120	144,486
Total capitation fees and other expense to another reporting unit	146,431	276,896

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 4B – Expenses (Continued)

Terms and conditions of transactions with related parties

From time-to-time, the National Office of the Construction & General Division of the CFMMEU (“CFMMEU C&G National Office”) coordinates various administrative activities on behalf of the Union. This includes the collation of certain costs, which are apportioned to the appropriate branches and invoiced in full. Accordingly, with the CFMMEU C&G National Office merely being the facilitator of such transactions between the Union and independent third parties (and there is no profit component in recharging these costs), these are not considered to be related party expenditures of the Union and hence are not required to be disclosed. Notwithstanding this, the transfer of funds to meet these obligations remain related party transactions, and accordingly have been disclosed in the related party cash flows reported at note 11(d). Additionally, any amounts outstanding as at balance date between related parties have been disclosed at note 7A.

	2021	2020
	\$	\$
Note 4C - Affiliation Fees		
Australian Labor Party	5,818	9,256
Unions ACT	22,823	34,544
BWI	2,402	2,786
Total Affiliation Fees	31,043	46,586
 Note 4D - Administration Expenses		
Consideration to Employers for Payroll Deductions	-	-
Compulsory levies	-	-
Fees/Allowances – Meeting and Conferences	12,900	28,842
Fees/Allowances – Meeting and Conferences Officer Expense	450	8,255
Conference and Meeting Expenses	33,917	216,563
Contractors/Consultants	21,115	16,592
Property Expenses	51,820	71,390
Office Expenses	230,038	286,666
Motor Vehicle Expenses	44,973	64,858
Advertising Expenses	24,850	19,570
Fines & Penalties	127,417	1,456
Other Expenses	36,013	56,325
Total Administration Expenses	583,493	770,517
 Note 4E - Grants or Donations		
Grants:		
Total paid that were \$1,000 or less	-	-
Total paid that exceeded \$1,000	-	-
Donations:		
Total paid that were \$1,000 or less	49	2,092
Total paid that exceeded \$1,000	108,000	138,854
Total Grants or Donations	108,049	140,946

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 4 – Expenses (Continued)

	2021	2020
	\$	\$
Note 4F - Legal fees		
Litigation	1,879,138	431,891
Other legal matters	-	888
Total Legal Fees	1,879,138	432,779
Note 4G - Other expenses		
Penalties – via RO Act or the <i>Fair Work Act 2009</i>	188,500	-
Total Other expenses	188,500	-
Note 4H - Depreciation and amortisation		
Depreciation		
Land & buildings	-	-
Property, Plant & Equipment	170,274	133,252
Total depreciation	170,274	133,252
Amortisation		
Lease	5,135	-
Total amortisation	5,135	-
 Total Depreciation & Amortisation	 175,409	 133,252
Note 4I - Finance costs		
Interest loan Canberra Tradesmen’s Union Club	1,433	6,741
Interest lease photocopier	877	-
Interest Loan Commonwealth Bank of Australia	2,036	-
Total Finance costs	4,346	6,741
Note 4J - Net losses from sale of assets		
Plant & equipment	-	4,946
Total Losses from sale of assets	-	4,946

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 5 – Current Assets

Note 5A – Cash and Cash Equivalents

	2021	2020
	\$	\$
Cash on hand	600	941
Cash at bank	1,469,122	3,544,900
Total cash and cash equivalents	1,469,722	3,545,841

The effective interest rate on cash at bank was 0.11% (2020: 0.01%)

	2021	2020
	\$	\$
Note 5B – Trade and other receivables		
Receivables from other reporting units	-	-
Total receivables from other reporting units	-	-
Less allowance for expected credit losses	-	-
Total allowance for expected credit losses	-	-
Receivable from other reporting units (net)	-	-
Receivables from other related parties	-	-
Total receivables from other related parties	-	-

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 5B – Trade and Other receivables (Continued)

	2021	2020
	\$	\$
Other Receivables		
GST Receivable from the Australian Taxation Office	39,831	-
Trade receivables	49,012	66,435
Less provision for doubtful debts	(45,414)	(37,712)
Other trade receivables (Net)	9,624	-
Total other receivables	<u>53,053</u>	<u>28,723</u>
Total trade and other receivables (net)	<u>53,053</u>	<u>28,723</u>

The movement in the allowance for expected credit losses of trade and other receivables is as follows:

	Movement	Total
At 1 April 2020	(37,712)	(37,712)
Provision for expected credit losses	(7,702)	(7,702)
Write-off	-	-
At 31 March 2021	<u>(45,414)</u>	<u>(45,414)</u>

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021	2020
	\$	\$
Note 5C – OTHER CURRENT ASSETS		
Accrued Income	4,470	4,789
Prepayments	66,573	62,939
Total other current assets	<u>71,043</u>	<u>67,728</u>

Note 6 – Non-current Assets

	2021	2020
	\$	\$
Note 6A – Financial Assets		
Financial assets at fair value through profit or loss		
Shares in listed corporations	3,239	4,253
Total financial assets	<u>3,239</u>	<u>4,253</u>

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 6B: Property, Plant and Equipment

2021

	Motor Vehicles	Office Equipment	Total
	\$	\$	\$
Property, Plant and Equipment:			
carrying amount	429,744	469,129	898,873
accumulated depreciation	(52,763)	(209,726)	(262,489)
Total Property, Plant and Equipment	376,981	259,403	636,384

Reconciliation of opening and closing balances of property, plant and equipment

Net book value 31 March 2020	252,603	296,629	549,232
Additions:			
By purchase	390,185	51,831	442,016
Depreciation expense	(81,217)	(89,057)	(170,274)
Other movement (reversal of accumulated depreciation on disposal or write off)	103,920	-	103,920
Disposals:			
From disposal	(288,510)	-	(288,510)
Net book value 31 March 2021	376,981	259,403	636,384
Net book value as of 31 March 2021 represented by:			
Gross book value	429,744	469,129	898,873
Accumulated depreciation and impairment	(52,763)	(209,726)	(262,489)
Net book value 31 March 2021	376,981	259,403	636,384

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 6B: Property, Plant and Equipment (continued)

2020

	Motor Vehicles	Office Equipment	Total
	\$	\$	\$
Property, Plant and Equipment:			
carrying value	328,069	417,298	745,367
accumulated depreciation	(75,466)	(120,669)	(196,135)
Total Property, Plant and Equipment	252,603	296,629	549,232

Reconciliation of opening and closing balances of property, plant and equipment

Net book value 31 March 2019	330,774	137,628	468,402
Additions:			
By purchase	52,393	226,183	278,576
Depreciation expense	(66,169)	(67,082)	(133,251)
Other movement (reversal of accumulated depreciation on disposal)	39,598	35,279	74,877
Disposals:			
From disposal	(103,993)	(35,379)	(139,372)
Net book value 31 March 2020	252,603	296,629	549,232
Net book value as of 31 March 2020 represented by:			
Gross book value	328,069	417,298	745,367
Accumulated depreciation and impairment	(75,466)	(120,669)	(196,135)
Net book value 31 March 2020	252,603	296,629	549,232

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 6C: Leases (Right of Use Asset)

The Union as a Lessee, sets out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

	Property Plant & Equipment	Total
	\$	\$
As at 31 March 2019	-	-
Additions	-	-
Depreciation expense	-	-
Impairment	-	-
Disposal	-	-
Other movement	-	-
As at 31 March 2020	-	-
Additions	44,016	44,016
Depreciation expense	(5,135)	(5,135)
Impairment	-	-
Disposal	-	-
As at 31 March 2021	38,881	38,881

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	2021	2020
	\$	\$
As at 1 April	-	-
Additions	44,016	-
Accretion of interest	877	-
Payments	(5,609)	-
As at 31 March	39,284	-
Current	8,349	-
Non-current	30,935	-

The following are the amounts recognised in profit or loss:

Depreciation expense of right-of-use assets	5,135	-
Interest expense on lease liabilities	877	-
Total amount recognised in profit or loss	6,012	-

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 6C: Leases (Right of Use Asset) (continued)

The CFMMEU has a lease agreement with Konica for a photocopier. The lease agreement is for a term of 5 years and is due to expire in September 2025.

Note 7 – Current Liabilities

	2021 \$	2020 \$
NOTE 7A – Trade payables		
Trade creditors	24,323	22,612
Accrued expenses	109,503	198,724
Subtotal trade creditors	133,826	221,336
Payables to other reporting unit		
CFMMEU Construction & General National Office	15,062	8,896
Subtotal payables to other reporting unit	15,062	8,896
Payables to related parties		
ACIRT Pty Ltd	11,288	7,203
CFMEU ACT Branch – end of month union dues employees	741	838
Canberra Tradesmen's Union Club Ltd – mobile phone costs	1,866	-
Organisers Contribution fund – end of month payroll deduction	1,430	1,415
Subtotal payables to related parties	15,325	9,456
Total trade payables	164,213	239,687
Settlement is usually made within 30 days.		
Note 7B – Other payables		
Legal costs - Litigation	271,583	-
Legal costs - Other	-	-
Subtotal Legal costs	271,583	-
Wages & salaries	-	5,027
Superannuation	19,753	20,901
Salary packaging	-	855
Payable to employers for making payroll deductions of membership subscriptions	-	-
GST Payable	-	4,099
Total other payables	291,336	30,882
Total other payables are expected to be settled in:		
No more than 12 months	291,336	30,882
Total other payables	291,336	30,882

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

	2021 \$	2020 \$
Note 7C – Other current liabilities		
Income in Advance	193,321	133,373
Total other current liabilities	<u>193,321</u>	<u>133,373</u>

Note 8 - Provisions

Note 8A – Employee provisions

	2021 \$	2020 \$
Current	814,268	714,441
Non-Current	21,076	45,194
Total employee provisions	<u>835,344</u>	<u>759,635</u>

Employee benefits attributable to:

Office Holders

Annual Leave	114,316	135,694
Sick Leave	206,679	189,831
Long Service Leave - current	149,198	127,315
Long Service Leave – non-current	-	15,334
Separations and redundancies	-	-
Other	79,876	109,147
Subtotal employee provisions – office holders	<u>550,069</u>	<u>577,321</u>

Employees other than Office Holders

Annual Leave	49,370	34,359
Sick Leave	28,241	22,940
Long Service Leave - current	31,252	-
Long Service Leave – non-current	21,076	29,860
Separations and redundancies	-	-
Other	155,336	95,155
Subtotal employee provisions – employees other than office holders	<u>285,275</u>	<u>182,314</u>
Total Employee Provisions	<u>835,344</u>	<u>759,635</u>

Provision for Employee Entitlements

A provision has been recognised for employee entitlements relating to long service leave. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The recognition criteria for employee benefits has been included in Note 1.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 9 – Borrowings

	2021	2020
	\$	\$
Current		
Loan from Canberra Tradesmen's Union Club Ltd	-	69,120
HP Current Liability	108,628	-
	108,628	69,120
Non-Current		
HP Non-Current liability	72,085	-
	72,085	-

The HP Liability from Commonwealth Bank of Australia is unsecured for a term of 2 years. Interest rate is 2.69%pa. Loan to be repaid by October 2022.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 10 – Equity

	2021	2020
	\$	\$
Note 10A – General funds		
Balance as at start of year	-	-
Transferred to general fund	-	-
Transferred out of general fund	-	-
Balance as at end of year	-	-
Total general funds	-	-
Note 10B: Other funds		
Compulsory levy/voluntary contribution fund		
Balance as at start of year	-	-
Transferred to fund, account or controlled entity	-	-
Transferred out of fund, account or controlled entity	-	-
Balance as at end of year	-	-
Total compulsory levy/voluntary contribution fund	-	-
Other fund(s) required by rules		
Balance as at start of year	-	-
Transferred to reserve	-	-
Transferred out of reserve	-	-
Balance as at end of year	-	-

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 11 – Cash flow

(a) Cash flow reconciliation

**Reconciliation of cash and cash equivalents as per
Balance Sheet to Cash Flow Statement**

	2021 \$	2020 \$
Cash and cash equivalents as per:		
Cash flow statement	1,469,722	3,545,841
Balance sheet	1,469,722	3,545,841
Difference	<u>-</u>	<u>-</u>
Reconciliation of profit/(deficit) to net cash from operating activities		
Profit/(deficit) for the year	(2,394,969)	3,253,041
Adjustments for non-cash items:		
Depreciation and amortisation	175,409	133,252
Unrealised (gain)/loss on Investments	1,063	1,039
Bad Debts Expense	7,702	2,186
IAG Shares – Dividend Reinvestment Plan	(48)	(200)
(Profit)/Loss on sale of Assets	(25,410)	4,946
Investment Income	-	(8,018)
Changes in assets and liabilities:		
(Increase)/Decrease in receivables	7,800	58,020
(Increase)/Decrease in other assets	(3,316)	(19,441)
Increase/(Decrease) in payables	145,148	(58,376)
Increase/(Decrease) in provisions	75,709	174,592
Increase/(Decrease) in other liabilities	59,948	22,213
Cash flows from operations	<u>(1,950,965)</u>	<u>3,563,254</u>

(b) Non-cash Financing and Investing Activities

There were no non-cash financing or investing activities during the period.

(c) Credit Stand by Arrangement and Loan Facilities

The Union has four credit cards issued to office holders and employees, with a total credit limit for all four of \$32,500. No other credit stand-by or financing facilities are in place.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 11 – Cash flow information (Continued)

(d) Cash Flow to/from other reporting units

	2021	2020
	\$	\$
Cash Inflows from other reporting units		
CFMMEU Construction and General National Office	-	77,401
CFMMEU Head Office	-	-
CFMMEU Construction and General NSW	-	100,000
CFMMEU Construction and General QLD/NT	-	100,000
CFMMEU Manufacturing Division VIC	-	-
CFMMEU Construction and General WA	-	100,000
CFMMEU Construction and General VIC/TAS	-	100,000
CFMMEU Construction and General SA	-	6,324
Total Cash Inflow from Other reporting units	-	483,725
Cash Outflow to other reporting units		
CFMMEU Construction and General National Office	198,486	271,949
CFMMEU Construction and General NSW	-	-
CFMMEU Construction and General QLD/NT	-	5,715
CFMMEU Forestry and Furnishings Products Division VIC	-	-
CFMMEU Head Office	-	38,500
CFMMEU Construction and General WA	-	-
CFMMEU Construction and General SA	-	-
CFMMEU Construction and General VIC/TAS	-	-
Total Cash Outflow from Other reporting units	198,486	316,164

NOTE 12 – ECONOMIC DEPENDENCY

The continuing operation of the Union is dependent upon the financial support by the Canberra Tradesmen's Union Club Limited to the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch. The support from Canberra Tradesmen's Union Club included financial support totalling \$375,000 (2020: \$4,957,205).

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 13 – Related party disclosure

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

REVENUE RECEIVED

Sitting fees for Office Holders

	2021	2020
	\$	\$
ACT Construction Industry Long Service Leave Board	3,360	3,285
ACIRT	22,890	25,454
Training Fund Authority	4,320	2,355
	<u>30,570</u>	<u>31,094</u>

Donations received

	2021	2020
	\$	\$
Canberra Tradesmen's Union Club	375,000	4,957,205
	<u>375,000</u>	<u>4,957,205</u>

Officers of the Construction Forestry Maritime Mining and Energy Union, Construction and General Division, ACT Branch, hold director positions with the above entity.

EXPENSES PAID

Affiliation Fees

	2021	2020
	\$	\$
Australian Labor Party – ACT Branch	5,818	9,255
Unions ACT	22,823	34,544
BWI	2,402	2,786
	<u>31,043</u>	<u>46,585</u>

Goods & Services

	2021	2020
	\$	\$
CFMEU Children's Healthcare Trust	-	1,175
Canberra Tradesmen's Union Club Charity Trust	-	3,050
Construction Employment Training & Welfare Ltd ATF Creative Safety Initiatives Trust	18,671	970
Construction Charitable Works Ltd	-	1,265
Canberra Tradesmen's Union Club Ltd	100,592	277,128
	<u>119,263</u>	<u>283,588</u>

Officers of the Construction Forestry Maritime Mining and Energy Union, Construction and General Division, ACT Branch, hold director positions with the above entities.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 13 – Related party transactions (Continued)

Donation

	2021	2020
	\$	\$
Unions ACT	25,000	-
Construction Charitable Works Ltd	5,000	-
	30,000	-

The above expense is included in Note 4E Grants and/or donations for amounts exceeding \$1,000. Officers of the Construction Forestry Maritime Mining and Energy Union, Construction and General Division, ACT Branch, hold director positions or council positions with the above entities.

Other expense to another reporting unit

CFMMEU Construction and General National Office

	2021	2020
	\$	\$
• ACTU Change the rules campaign contribution/donation	-	25,988
• Construction & General Division, ACT Branch contribution to Construction & General Division, National Branch Bushfire appeal	-	2,599
• CFMMEU national campaign contribution/donation	18,120	28,587
	18,120	57,174

Payments to other related parties - Rule 24D(a)(i)(A)

	2021	2020
	\$	\$
Rosalind Read ⁽¹⁾	-	145,004
Rachel Jennings ⁽¹⁾	87,609	58,834
	87,609	203,839

Outstanding balances including commitments

- -

Provision for doubtful debts related to outstanding balances

- -

Expense recognised during the period in respect of bad or doubtful debts

- -

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 13 – Related party transactions (Continued)

(1) Rosalind Read is an employee of the reporting unit and was, in the 2019-20 reporting year, pursuant to s.9B(2) of the Fair Work (Registered Organisations) Act 2009, a related party of the reporting unit, by virtue of being the spouse of an officer of the Reporting Unit during the reporting period. The payments disclosed for 2019-20 were for wages and other conditions of employment, and were made on terms that reflect the ordinary employment arrangement offered to other employees of the branch and that would be reasonable in the circumstances if the branch and the related party were dealing at arm's length. Ms Read is no longer a related party of the Reporting Unit, within the meaning of s 9B(2), in relation to the 2020-21 reporting period.

(1) Rachel Jennings is an employee of the reporting unit and was, pursuant to s.9B(2) of the Fair Work (Registered Organisations) Act 2009, a related party of the reporting unit, by virtue of being the spouse of an officer of the Reporting Unit during the reporting period. These payments are for wages and other conditions of employment, and are made on terms that reflect the ordinary employment arrangement offered to other employees of the branch and that would be reasonable in the circumstances if the branch and the related party were dealing at arm's length.

Rent payable

	2021 \$	2020 \$
Canberra Tradesmen's Union Club Ltd	553,406	548,690
	<u>553,406</u>	<u>548,690</u>

The CFMMEU has a peppercorn rental agreement with the Canberra Tradesmen's Union Club Ltd for premises it occupies. The annual payment is for \$1 and the lease agreement is for a term of 5 years commencing 6 August 2020. The lease has an option of a further 5 years, there is no outstanding lease payable as at 31 March 2021. The market value of the rent for the year ending 31 March 2021 is \$553,406.

Terms and conditions of transactions with related parties

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for sales and purchases at the year end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ending 31 March 2021, the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch has not recorded any impairment of receivables relating to amounts owed by related parties and declared person or body (2020: \$Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 13 – Related party transactions (Continued)

Key Management Personnel Remuneration for the Reporting Period

In accordance with AASB 124, the key management personnel of the Branch are the Secretary and Assistant Secretary. The totals of remuneration paid to the key management personnel during the year are as follows:

	2021	2020
Short-term employee benefits	\$	\$
Salary (including leave taken)	516,276	470,432
Annual Leave and RDO Accrual	(22,571)	29,879
Sick leave accrual	32,891	34,658
Total short-term employment benefits	526,596	534,969
Other long Term Benefits		
Long term benefits Accrual	26,965	19,426
Total other long term benefits	26,965	19,426
Post Employment Benefits		
Post-employment benefits	70,311	65,841
Total post employment benefits	70,311	65,841
Termination benefits	-	-
Total	623,872	620,236

Note 14 – Remuneration of Auditor

Total amounts received and receivable by the auditors of the Union for:

	2021	2020
	\$	\$
Audit of the Union's financial report	24,020	25,169
Other services	-	-
Total remuneration of auditors	24,020	25,169

No other services were provided by the auditors of the financial statements.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15 – Financial Instruments

The union's financial instruments consist mainly of deposits with bank, short term investments, accounts receivable and accounts payable.

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	2020 \$	2020 \$
Financial Assets			
Fair value through profit or loss			
Cash and cash equivalents	5A	1,469,722	3,545,841
Shares in listed corporations	6A	3,239	4,253
Total		<u>1,472,961</u>	<u>3,550,094</u>
Loans and Receivables			
-		-	-
Total		<u>-</u>	<u>-</u>
Carrying amount of financial assets		<u>1,472,961</u>	<u>3,550,094</u>
Financial Liabilities			
Other Financial liabilities:			
- Trade payables	7A	164,213	239,687
- Other payables	7B	291,336	30,882
- Borrowings	9	180,713	69,120
- Leases	6C	39,284	-
Carrying amount of other financial liabilities		<u>675,546</u>	<u>339,689</u>

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

NOTE 15A – Net Income and Expense from Financial Assets

	2021	2020
Designated Fair value through profit and loss	\$	\$
Interest revenue	8,496	13,264
Dividend revenue	26	173
Change in fair value	(1,063)	(1,039)
Total designated fair value through profit and loss	<u>7,459</u>	<u>12,398</u>
Net gain/(loss) at fair value through profit and loss	<u>7,459</u>	<u>12,398</u>

Note 15B – Net Income and Expense from Financial Liabilities

	2021	2020
At amortised cost	\$	\$
Interest expense	4,346	6,741
Net gain/(loss) from financial liabilities	<u>4,346</u>	<u>6,741</u>

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15C - Credit risk

Set out below is the information about the credit risk exposure on financial assets using a provision matrix:

31 March 2021	Trade and other receivables					Total \$
	Current \$	Days past due				
		<30 days \$	30-60 days \$	61-90 days \$	>91 days \$	
Expected credit loss rate	77%	0%	0%	0%	0%	
Estimate total gross carrying amount at default	58,636		-	-	-	58,636
Expected credit loss	(45,414)		-	-	-	(45,414)

31 March 2020	Trade and other receivables					Total \$
	Current \$	Days past due				
		<30 days \$	30-60 days \$	61-90 days \$	>91 days \$	
Expected credit loss rate	57%	0%	0%	0%	0%	
Estimate total gross carrying amount at default	66,435		-	-	-	66,435
Expected credit loss	(37,712)		-	-	-	(37,712)

The Union's maximum exposure to credit risk for the components of the statement of financial position as at 31 March 2021 and 2020 is the carrying amounts as illustrated in Note 15C.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

NOTES TO THE FINANCIAL STATEMENTS

Note 15D – Financial risk management

Financial Risk Management Policies

The Reporting Unit's overall risk management strategy seeks to assist the union in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the finance committee on a regular basis. These include credit risk policies and future cash flow requirements.

Specific Financial Risk Exposures and Management

The main risks the union is exposed to through its financial instruments are interest rate risk, liquidity risk, credit risk and equity price risk.

a. Interest rate risk

Exposure to interest rate risk arises on financial assets and financial liabilities recognised at reporting date whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments.

b. Liquidity risk

Liquidity risk arises from the possibility that the union might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The union manages this risk through the following mechanisms:

- preparing forward looking cash flow analysis in relation to its operational, investing and financing activities;
- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- Investing only in surplus cash with major financial institutions; and
- Comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15D – Financial risk management (Continued)

The tables below reflect an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates.

Financial liability and financial asset maturity analysis 2021

	Note	< 1 Year	1 - 2 Years	2 – 5 Years	>5 Years	Total
		\$	\$	\$	\$	\$
Financial liabilities due for payment						
Trade payables (excluding estimated annual leave and deferred income)	7A	164,213	-	-	-	164,213
Other payables	7B	291,336	-	-	-	291,336
Borrowings	9	108,628	72,085	-	-	180,713
Leases	6C	8,349	8,659	22,276	-	39,284
Total expected outflows		572,526	80,744	22,276	-	675,546
Financial assets — cash flows realisable						
Cash and cash equivalents	5A	1,469,722	-	-	-	1,469,722
Trade, term and loans receivables	5B	53,053	-	-	-	53,053
Total expected inflows		1,522,775	-	-	-	1,522,775
Total Net Inflows/(Outflows)		950,249	(80,744)	(22,276)	-	847,229

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15D – Financial risk management (Continued)

Financial liability and financial asset maturity analysis 2020

	Note	< 1 Year	1 - 2 Years	2 - 5 Years	>5 Years	Total
		\$	\$	\$	\$	\$
Financial liabilities due for payment						
Trade payables (excluding estimated annual leave and deferred income)	7A	239,687	-	-	-	239,687
Other payables	7B	30,882	-	-	-	30,882
Borrowings	9	69,120	-	-	-	69,120
Total expected outflows		339,689	-	-	-	339,689
Financial assets — cash flows realisable						
Cash and cash equivalents	5A	3,545,841	-	-	-	3,545,841
Trade, term and loans receivables	5B	28,723	-	-	-	28,723
Total expected Inflows		3,574,564	-	-	-	3,574,564
Total Net Inflows/(Outflows)		3,234,875	-	-	-	3,234,875

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15E – Market Risk

Sensitivity Analysis

The following table illustrates sensitivities to the union's exposures to changes in interest rates and equity prices. The table indicates the impact on how profit and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

	Financial Assets	
	Profit	Equity
	\$	\$
Year Ended 31 March 2021		
+/- 2% in interest rates	29,382	29,382
+/- 10% in Investments	324	324
Year Ended 31 March 2020		
+/- 2% in interest rates	70,853	70,853
+/- 10% in investments	411	411

The above interest rate sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

No sensitivity analysis has been performed on foreign exchange risk, as the union is not exposed to foreign currency fluctuations.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 15F – Changes in liabilities arising from financing activities

	1 April 2020	Cash flows	Changes in fair values	Other	31 March 2021
		\$	\$	\$	\$
Current Interest bearing loans and borrowings	69,120	111,593	-	-	180,713
Total financial assets	69,120	111,593	-	-	180,713

	1 April 2019	Cash flows	Changes in fair values	Other	31 March 2020
	\$	\$	\$	\$	\$
Financial liabilities					
Current Interest bearing loans and borrowings	168,209	(99,089)	-	-	69,120
Total financial liabilities	168,209	(99,089)	-	-	69,120

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 16 – Fair Value Measurement

Noted 16A – Financial assets and liabilities

Management of the Union assessed that [cash, trade receivables, trade payables, and other current liabilities] approximate their carrying amounts largely due to the short term maturities of these instruments.

The fair value of financial assets and liabilities is included at the amount which the instrument could be exchanged in a current transaction between willing parties. The following methods and assumptions were used to estimate the fair values:

- Fair values of the Union's interest-bearing borrowings and loans are determined by using a discounted cash flow method. The discount rate used reflects the issuer's borrowing rate as at the end of the reporting period. The own performance risk as at 31 March 2021 was assessed to be insignificant.
- Fair value of available-for-sale financial assets is derived from quoted market prices in active markets.
- Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Union based on parameters such as interest rates and individual credit worthiness of the customer. Based on this evaluation, allowances are taken into account for the expected losses of these receivables. As at 31 March 2021 the carrying amounts of such receivables, net of allowances, were not materially different from their calculated fair values.

The following table contains the carrying amounts and related fair values for the Union's financial assets and liabilities:

		2021		2020	
	Footnote	Net Carrying Value \$	Net Fair Value \$	Net Carrying Value \$	Net Fair Value \$
Financial assets					
Cash and cash equivalents	(i)	1,469,722	1,469,722	3,545,841	3,545,841
Trade and other receivables	(i)	53,053	53,053	28,723	28,723
Loans receivable	(i)	-	-	-	-
Investments	(ii)	3,239	3,239	4,253	4,253
Total financial assets		1,526,014	1,526,014	3,578,817	3,578,817
Financial liabilities					
Trade payables	(i)	164,213	164,213	239,687	239,687
Other payables	(i)	291,336	291,336	30,882	30,882
Loans payable	(i)	180,713	180,713	69,120	69,120
Lease payable	(i)	39,284	39,284	-	-
Total financial liabilities		675,546	675,546	339,689	339,689

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 16A – Financial assets and liabilities (Continued)

The fair values disclosed in the above table have been determined based on the following methodologies:

- (i) Cash and cash equivalents, trade and other receivables and trade and other payables are short-term instruments in nature whose carrying value is equivalent to fair value. Trade and other payables exclude amounts provided for relating to annual leave and deferred income which is not considered a financial instrument.
- (ii) For listed available-for-sale financial assets, closing quoted bid prices at reporting date are used.
- (iii) Fair values are determined using a discounted cash flow model incorporating current commercial borrowing rates. The fair values of fixed rate lease liability will differ to the carrying values.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 16B – Financial and non-financial assets and liabilities fair value hierarchy

The Union measures and recognises the following assets at fair value on a recurring basis after initial recognition:

- Financial assets at fair value through the profit and loss.

The company does not subsequently measure any liabilities at fair value on a recurring basis, or any assets or liabilities at fair value on a non-recurring basis.

AASB 13: Fair Value Measurement requires the disclosure of fair value information according to the relevant level in the fair value hierarchy. This hierarchy categorises fair value measurements into one of three possible levels based on the lowest level that a significant input can be categorised into. The levels are outlined below:

Level 1	Level 2	Level 3
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

The fair value of assets and liabilities that are not traded in an active market is determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The company selects valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the company are consistent with one or more of the following valuation approaches:

- **Market approach:** uses prices and other relevant information generated by market transactions involving identical or similar assets or liabilities.
- **Income approach:** converts estimated future cash flows or income and expenses into a single current (i.e. discounted) value.
- **Cost approach:** reflects the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the company gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data are not available and therefore are developed using the best information available about such assumptions are considered unobservable.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 16B – Financial and Non-financial assets and liabilities fair value hierarchy (Continued)

The following table provides the fair value of the company's assets measured and recognised on a recurring basis after initial recognition, categorised within the fair value hierarchy.

	Note	Level 1 \$	Level 2	Level 3	Total \$
2021					
Recurring fair value measurements					
— Financial assets	6A	3,239	-	-	3,239
Total assets recognised at fair value		3,239	-	-	3,239
	Note	Level 1 \$	Level 2	Level 3	Total \$
2020					
Recurring fair value measurements					
— Financial assets	6A	4,253	-	-	4,253
Total assets recognised at fair value		4,253	-	-	4,253

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 17 – Capital management

Management control the capital of the union to ensure that adequate cash flows are generated to fund its operations and that returns from investments are maximised. Management ensures that the overall risk management strategy is in line with this objective.

Management operates under policies approved by the Committee of Management. Risk management policies are approved and reviewed by the Committee on a regular basis. These include credit risk policies and future cash flow requirements.

There have been no changes to the strategy adopted by management to control the capital of the union since previous year.

Note 18 – Contingent liabilities

As at balance date the Union has no known contingent liabilities.

Unquantifiable contingencies

The Union is currently involved in ongoing legal matters in the normal course of business. Summary as follows:

- One ongoing legal matter with the Commonwealth Director of Public Prosecutions. The matter is at an early stage and liability cannot be reliably estimated at this time.
- There is appeal by the ABCC under the Fair Work Act 2009 against the CFMEU, Construction & General Division, ACT Branch and a number of its officials. The liability of the Union in respect of this matter has been determined in 2020 and the penalties paid as ordered. However, the ABCC has appealed against the decision in relation to penalty. If the ABCC appeal is successful this may result in an increase in the number of penalties payable by the Union. However it is not possible to reliably estimate liability as some adjustment for penalty already paid will occur in this circumstance.

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 19 – Members’ access to financial records

In accordance with the requirements of the *Fair Work (Registered Organisations) Act 2009*, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or Commissioner:

- (1) A member of a reporting unit, or the Commissioner, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- (2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
- (3) A reporting unit must comply with an application made under subsection (1).

Note 20 - Administration of financial affairs by a third party

Name of entity providing service:

Canberra Tradesmen’s Union Club Ltd (CTUC)

Terms and conditions:

The following services are provided:

- Payroll
- Accounts payable
- Accounts Receivable
- BAS preparation
- Bank reconciliation
- End of month financial reports
- End of year financial reports
- End of year audit

Relevant CTUC staff abide by CFMEU ACT Branch financial policies.

Relevant CTUC staff have completed approved training in relation to Union Governance.

The financial services are provided on behalf of the Construction Forestry Maritime Mining and Energy Union The Construction and General Division ACT Divisional Branch by the administrative staff at the Canberra Tradesmen’s Union Club Ltd. It is almost impossible to separate the time of such staff members in assisting the CFMMEU ACT Branch from time spent with their general duties hence no fee is charged for this service.

Nature of expenses/consultancy service:

Nil revenues collected and/or expenses incurred

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173
NOTES TO THE FINANCIAL STATEMENTS

Note 21 – Disclosure of remuneration and non-cash benefits

In accordance with CFMMEU Rule 24B (c) (ii) and (iii) the top two ranked officers within the Branch by relevant remuneration are:

	Jason O'Mara	Zachary Smith
	Divisional Branch Secretary 1 April 2020 – 31 March 2021	Assistant Secretary 1 April 2020 – 31 Mar 2021
Salary and Allowances	\$233,079	\$186,523
Accrued Annual Leave and/or Rostered Days Off cashed out	\$ 30,559	\$ 66,116
Redundancy Fund contribution	\$ 13,366	\$ 8,117
Superannuation Fund contribution	\$ 24,500	\$ 24,328
Sitting Fees (as disclosed to the Union pursuant to Rule 24B(a), all sitting fees are not retained by officer but remitted to union)	\$ -	\$ 4,320
Termination payment made in accordance with Divisional Branch Redundancy Policy (payment of accrued leave entitlements, pay in lieu of notice, and severance pay)	\$ -	\$ -
Non cash benefits	Motor Vehicle	Motor Vehicle
Non cash benefits	Security System	-
Non cash benefits	Income protection	Income Protection
Total relevant remuneration (excluding sitting fees not retained by officer)	\$301,504	\$285,084

Note 22 – Union details

The registered office of the union is:

7-10, 8 Cape Street
Dickson ACT 2602

CONSTRUCTION FORESTRY MARITIME MINING AND ENERGY UNION
THE CONSTRUCTION AND GENERAL DIVISION
AUSTRALIAN CAPITAL TERRITORY DIVISIONAL BRANCH
ABN 38 491 952 173

OFFICER DECLARATION STATEMENT

I, Jason O'Mara, being the Divisional Branch Secretary of the Construction Forestry Maritime Mining and Energy Union, The Construction and General Division, Australian Capital Territory Divisional Branch, declare that the following activities did not occur during the reporting period ending 31 March 2021.

Pursuant to the reporting guidelines of Section 253 of the Fair Work (Registered Organisations) Act 2009, the Union did not:

- 1) agree to receive financial support from another reporting unit to continue as a going concern (refers to agreement regarding financial support not dollar amount);
- 2) agree to provide financial support to another reporting unit to ensure they continue as a going concern (refers to agreement regarding financial support not dollar amount);
- 3) Make a payment to a former related party of the reporting unit.



Jason O'Mara
Divisional Branch Secretary

Dated at Canberra, Australian Capital Territory this 23 June 2021

RSM Australia Pty Ltd

Equinox Building 4, Level 2, 70 Kent Street Deakin ACT 2600
GPO Box 200 Canberra ACT 2601

T +61(0) 2 6217 0300
F +61(0) 2 6217 0401

www.rsm.com.au

AUDITOR'S DISCLAIMER

The additional financial data presented in the following pages is in accordance with the books and records of the Construction Forestry Maritime Mining and Energy Union Construction and General Division - (ACT Branch) which have been subjected to the auditing procedures applied in our audit of the Construction Forestry Maritime Mining and Energy Union Construction and General Division - (ACT Branch) for the year ended 31 March 2021. It will be appreciated that our audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person, other than to the Construction Forestry Maritime Mining and Energy Union Construction and General Division - (ACT Branch), in respect of such data, including any errors or omissions therein however caused.

**GED STENHOUSE**

Director

RSM AUSTRALIA PTY LTD

Canberra, Australian Capital Territory

Dated: 23 June 2021