



4 March 2015

Mr John Camillo
SA State Secretary
South Australian Branch

"Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union" known as the Australian Manufacturing Workers' Union (AMWU)
john.camillo@amwu.asn.au

CC: Natale Rugari at Ascensio Accountants: admin@ascensio.com.au

Dear Mr Camillo,

**"Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union" known as the Australian Manufacturing Workers' Union (AMWU) South Australian Branch
Financial Report for the year ended 30 September 2014 - [FR2014/371]**

I acknowledge receipt of the financial report of the "Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union" known as the Australian Manufacturing Workers' Union (AMWU)-South Australian Branch. The documents were lodged with the Fair Work Commission on 3 March 2015.

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 30 September 2015 may be subject to an advanced compliance review.

If you have any queries regarding this letter, please contact me on (03) 8661 7974 or via email at catherine.bebbington@fwc.gov.au.

Yours sincerely

CATHERINE BEBBINGTON
Regulatory Compliance Branch

FAIR WORK COMMISSION

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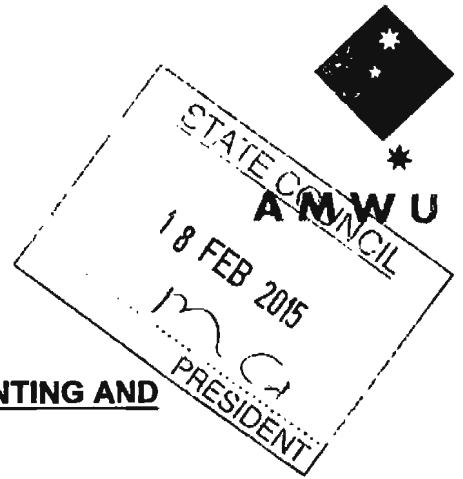
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18 February 2015



AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING AND KINDRED INDUSTRIES UNION

SOUTH AUSTRALIAN STATE COUNCIL

CERTIFICATE OF STATE SECRETARY

I *John Camillo* being the State Secretary of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union South Australian State Council certify:

- that the documents lodged herewith are copies of the Full Report, referred to in section 268 of the Fair Work (Registered Organisations) Act 2009; and
- that the Full Report was provided to members between the dates 19 to 20 January 2015; and
- that the Full Report was presented to a meeting of the Committee of Management of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union South Australian State Council on 18th February 2015 in accordance with section 266(3) of the Fair Work (Registered Organisations) Act 2009.

State Secretary
John Camillo

Signature

Date 18 February 2015

JOHN CAMILLO
State Secretary
Australian Manufacturing
Workers' Union
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SA 5065
PO Box 1051
GPO Adelaide SA 5001
Telephone 08 8366 5800
Facsimilies
Metal, T&S, Food Divisions
08 8364 2219
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**AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED
INDUSTRIES UNION**

SOUTH AUSTRALIA BRANCH

FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014

**AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES
UNION**

SOUTH AUSTRALIA BRANCH

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AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

OPERATING REPORT

The State Council, being the Committee of Management for the purposes of the Fair Work (Registered Organisations) Act 2009, presents its operating report of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, South Australia Branch for the financial year ended 30 September 2014

Review of the State's Principal Activities

The AFMEPKIU's principal industrial objectives are aimed at the improvement of wages and working conditions for members throughout industry. This has been done primarily by way of industrial awards and enterprise agreements. The AFMEPKIU has also been active in trying to influence governments at all levels in a wide range of political issues.

Significant Changes in Principal Activities

There were no significant changes in the nature of the Branch's principal activities during the financial year.

Results of Principal Activities

During the year to 30 September 2014 the AFMEPKIU negotiated and registered 550 enterprise bargaining agreements nationally, 38 of which were from South Australia.

The AFMEPKIU's National Office is responsible for seeking to improve industrial awards covering our members. During the year ending 30 September 2014 the National Office improved award minimum rates for all workers, and was actively participating in the Fair Work Commission's review of Modern Awards. The State Branch is responsible for advising members in their State of these gains and ensuring members receive the appropriate wage.

The AFMEPKIU South Australia State Branch's principal activities resulted in a deficit for the financial year of (\$10,592.00).

Significant Changes in Financial Affairs

There were no significant changes in the financial affairs of the Branch during the financial year.

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SOUTH AUSTRALIA BRANCH

OPERATING REPORT (cont'd)

The Right of Members to Resign

Rule 43(8) of the AFMEPKIU Rules states that a member may resign his/her membership by notifying his/her State Secretary in writing, addressed and delivered to that officer.

A notice of resignation from membership takes effect:

- (a) Where the member ceases to be eligible to become a member of the organisation:
 - (i) On the day on which the notice is received by the organisation; 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 weeks, after the notice is received by the organisation; or
 - (ii) On the day specified in the notice;

whichever is later.

Any dues payable but not paid by a former member of the organisation, in relation to a period before the member's resignation from the organisation took effect, may be sued for and recovered in the name of the organisation, in a court of competent jurisdiction, as a debt due to the organisation.

A notice delivered to the State Secretary shall be taken to have been received by the organisation when it is delivered.

A notice of resignation that has been received by the organisation is not invalid because it was not addressed and delivered to the State Secretary.

A resignation from membership is valid even if it is not effected in accordance with this Rule if the member is informed in writing by or on behalf of the organisation that the resignation has been accepted.

Nothing in Rule 43(8) of the AFMEPKIU Rules interferes with a member's right to resign from the union as set out under section 174(1) of the Fair Work (Registered Organisations) Act 2009. In accordance with section 174(1) of the Fair Work (Registered Organisations) Act 2009 a member of an organisation may resign from membership by written notice addressed and delivered to a person designated for the purpose in the rules of the organisation or a branch of the organisation.

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SOUTH AUSTRALIA BRANCH

Statement of Salaries, Board Fees, Associated Entities & Key Relationships

Salaries

The AFMEPKIU South Australia Branch's top five salary rates are as follows:

Level	Position	Per Annum
4	Organiser	\$77,799.80
5	Senior Organiser	\$81,684.20
6	Team Leader/Assistant State Secretary Level 1	\$85,802.60
7	Assistant State Secretary Level 2	\$91,782.60
8	State Secretary	\$97,159.40

The identity of the officers of the South Australia Branch who are the two highest paid in terms of relevant remuneration for the year ended 30 September 2014, are as follows:

Position	Name	Relevant Remuneration	Non-Cash Benefits
State Secretary	John Camillo	\$111,191.59	Provision of a Motor Vehicle
Assistant State Secretary	Jonathan Gee	\$111,163.63	Provision of a Motor Vehicle

Board Fees

Board Fees received by the AFMEPKIU South Australia Branch on behalf of employees who are members of external boards, are as follows:

Organisation	Amount received
Construction Industry Long Service Leave Board	\$1,770.00
Worker Rehabilitation Compensation and Advisory Committee	\$2,915.00

Associated Entities

The AFMEPKIU South Australia Branch is not involved with any associated entity over which it has controlling or significant influence.

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SOUTH AUSTRALIA BRANCH

Key Relationships

The AFMEPKIU South Australia State Branch has developed key relationships over a long period with a number of suppliers of various goods and services. These relationships are conducted on normal commercial terms, and are periodically tested against market price:

Supplier	
Financial Services	Printing & Publicity Services
NKM Accounting	Staples Australia Pty Limited
Holdfast Insurance Brokers Pty Ltd	G & G Trade Publishing & Distribution
IT & Communication Services	Travel Services
Telstra	American Express
Telelink Business Systems	Qantas
Legal Services	Vehicle Services
Andersons Solicitors	Custom Service Leasing Ltd
	Campbelltown Motor Body Repair

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SOUTH AUSTRALIA BRANCH

OPERATING REPORT (cont'd)

State Officers or Members who are Trustees of a Superannuation Entity

The details of each officer or member of the South Australia Branch who is a trustee of a superannuation entity or an exempt public sector superannuation scheme or a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme; and where a criterion for the officer or member being the trustee or director is that the officer or member is an officer or member of a registered organisation, are as follows:

Name of officer or member	Superannuation Fund	Position Held
Stuart Gordon	Media Super	Member Representative Director

Other Relevant Information

The South Australia Branch is not aware of any other relevant information.

Prescribed Information Required Under the Fair Work (Registered Organisations) Regulations 2009

- (a) The number of persons who were recorded in the register of members on 30 September 2014 was 7,885.
- (b) The number of persons who were employees of the reporting unit on 30 September 2014 was 0.
- (c) The name of each person who has been a member of State Council, at any time during the reporting period, and the period for which he or she held such a position is as follows:

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SOUTH AUSTRALIA BRANCH

NAME	PERIOD POSITION HELD
Paul Brown	1 October 2013 to 30 September 2014
Margaret Atkinson	1 October 2013 to 30 September 2014
John Camillo	1 October 2013 to 30 September 2014
Cath McKechnie	1 October 2013 to 30 September 2014
Scott Batchelor*	1 October 2013 to 30 September 2014
Leanne Orbanic	1 October 2013 to 30 September 2014
Heinz Joham	1 October 2013 to 30 September 2014
Scott Baker	1 October 2013 to 30 September 2014
Paul Brown	1 October 2013 to 30 September 2014
Darryl Waterman	1 October 2013 to 30 September 2014
Megan Black	1 October 2013 to 6 June 2014
Brenton Patchett	1 October 2013 to 21 May 2014
Jon Gee	1 October 2013 to 15 March 2014
Alex Christensen	14 July 2014 to 30 September 2014
Peter Graetz	14 July 2014 to 30 September 2014
Clive Hopgood	14 July 2014 to 30 September 2014
Colin Fenney	1 October 2013 to 30 September 2014
Stuart Gordon	1 October 2013 to 30 September 2014
Glen Dallimore	1 October 2013 to 30 September 2014
Rocky Labbozzetta	1 October 2013 to 27 May 2014
Leigh Herbert	4 June 2014 to 30 September 2014
Derek Winter	1 October 2013 to 30 September 2014
Leonie Harris	1 October 2013 to 30 September 2014
Andrew Daniels	1 October 2013 to 30 September 2014
Derek Christie	1 October 2013 to 30 September 2014
Steve McMillan	1 October 2013 to 30 September 2014
Peter Bauer	1 October 2013 to 30 September 2014
Peter Hunter	1 October 2013 to 30 September 2014
Margaret Atkinson	1 October 2013 to 30 September 2014
Craig Lerner	1 October 2013 to 30 September 2014
Darrel Albino	1 October 2013 to 30 September 2014
Gordon Wilson	1 October 2013 to 30 September 2014
Jenny Thomson	1 October 2013 to 30 September 2014
Nino Greco	1 October 2013 to 30 May 2014
Vacant	1 June 2014 to 30 September 2014

* note that Scott Batchelor took over Regional Secretary position from Jon Gee

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UNION**

SOUTH AUSTRALIA BRANCH

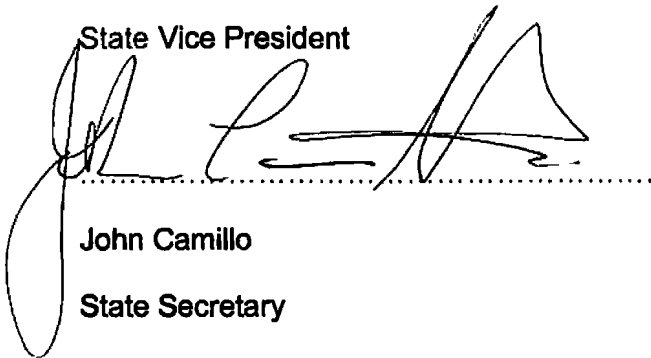
OPERATING REPORT (cont'd)

Signed in accordance with a resolution of State Council



Margaret Atkinson

State Vice President



John Camillo

State Secretary

5 November 2014

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

COMMITTEE OF MANAGEMENT'S STATEMENT

On 5 November 2014 the State Council of the Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the State Council for the year ended 30 September 2014.

The State Council declares in relation to the GPFR that in its opinion:

- (a) the financial report and notes comply with the Australian Accounting Standards.
- (b) the financial report and notes comply with the reporting guidelines of the General Manager of Fair Work Australia;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the branch for the financial year ended 30 September 2014;
- (d) there are reasonable grounds to believe that the branch will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 30 September 2014 and since the end of the financial year:
 - (i) meetings of the branch were held in accordance with the rules of the organisation; and
 - (ii) the financial affairs of the branch have been managed in accordance with the rules of the organisation; and
 - (iii) the financial records of the branch have been kept and maintained in accordance with the RO Act; and
 - (iv) as the organisation consists of two or more reporting units, the financial records of the branch have been kept, as far as practicable, in a consistent manner to each of the other branches of the organisation; and
 - (v) no information has been sought in any request by a member of the branch or General Manager of Fair Work Australia duly made under Section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) no orders for inspection of financial records have been made by Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) during the financial year ended 30 September 2014 the South Australia State Council did not participate in any recovery of wages activity

This declaration is made in accordance with a resolution of the South Australia State Council:



South Australia Secretary – John Camillo

5 November 2014

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

**SOUTH AUSTRALIA BRANCH
STATEMENT OF COMPREHENSIVE INCOME FOR THE
YEAR ENDED 30 SEPTEMBER 2014**

	Note	2014 \$	2013 \$
INCOME			
Capitation Fees		-	-
Levies		-	-
Grants and/or Donations		-	-
Membership Contributions	1(a)(i)	-	-
Remittances from National Council General Fund		545292	564415
Board Fees		4685	8847
Interest Received		15	17
TOTAL INCOME		<u>549992</u>	<u>573279</u>
EXPENDITURE			
Affiliation Fees	4(a)	39019	40810
Bank Charges		385	309
Capitation Fees		-	-
Consideration to employers for payroll deductions		-	-
Compulsory Levies		-	-
Computing		665	876
Conference & Meeting Expenses - External		32	1153
Conference & Meeting Expenses – Internal		31240	56076
Delegation/Employee Expenses – Officer Holders		75468	47563
Delegation/Employee Expenses – Other Employees		7702	7953
Delegation Expenses – Members		25691	36726
Employee Expenses	1(a)(ii)(iii)	-	-
Freight		-	-
General Office Expenses		9507	13623
Grants or Donations	4(b)	820	1797
Insurance		38726	33891
Motor Vehicle Expenses		125741	118021
Newsletter Expenses		16715	12960
Payroll Tax		107552	109972
Penalties – via RO Act or RO Regulations		-	-
Photocopying		3354	1883
Postage		17990	19962
Printing		7797	7660
Publicity		2469	8206
Professional Services	5	5593	5753
Research		3482	5085
Stationery		7293	9536
Telephone		33343	41076
TOTAL EXPENDITURE		<u>560584</u>	<u>580891</u>
NET SURPLUS/ (DEFICIT) FOR THE YEAR		<u>(10592)</u>	<u>(7612)</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(10592)</u>	<u>(7612)</u>

(The attached notes form part of the financial report)

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

**STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2014**

	Note	2014 \$	2013 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	13744	24336
Receivables	7	<u>2776</u>	<u>2776</u>
Total Current Assets		<u>16520</u>	<u>27112</u>
TOTAL ASSETS		<u>16520</u>	<u>27112</u>
TOTAL LIABILITIES			
Current Liabilities			
Trade and other payables	8	17245	17245
Employee Provisions	1(a)(iii)	<u>-</u>	<u>-</u>
NET ASSETS/ (LIABILITIES)		<u>17245</u>	<u>9867</u>
ACCUMULATED FUNDS/ (LOSSES)		<u>(725)</u>	<u>9867</u>

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UNION**

SOUTH AUSTRALIA BRANCH

**STATEMENT OF CHANGES IN ACCUMULATED FUNDS (LOSSES)
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

	Accumulated Funds (Losses) \$
Balance at 30 September 2012	17479
Net Surplus (Deficit) for the Year	(7612)
Total Comprehensive Income for the Year	<hr/>
Balance at 30 September 2013	<hr/> 9867
Net Surplus (Deficit) for the Year	(10592)
Total Comprehensive Income for the Year	<hr/>
Balance at 30 September 2014	<hr/> (725)

(The attached notes form part of the financial report)

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 SEPTEMBER 2014

	Note	2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Remittances from National Council	9(c)	545292	564415
Interest Received		15	17
Payments to Suppliers and Employees	9(c)	<u>(555899)</u>	<u>(572091)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	9(b)	<u>(10592)</u>	<u>(7659)</u>
NET INCREASE (DECREASE) IN CASH HELD		(10592)	(7659)
Cash at Beginning of Year		<u>24336</u>	<u>31995</u>
CASH AT END OF YEAR	9(a)	<u>13744</u>	<u>24336</u>

(The attached notes form part of the financial report)

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the Fair Work (Registered Organisations) Act 2009.

The reporting guidelines made under section 255 of the Fair Work (Registered Organisations) Act 2009 (the RO Act) require all reporting units to apply the Tier 1 reporting requirements as per Australian Accounting Standard AASB 1053 Application for Tiers of Australian Accounting Standards. As such the state council have prepared a full set of financial statements with all disclosures requirements. In the prior year the state council had early adopted Australian Accounting Standards – Reduced Disclosure Requirements but this is no longer permissible. This has had no material impact on amounts recognised in the financial statements and related notes because it merely requires more detailed note disclosures on financial risk management than if these financial statements were prepared using Australian Accounting Standards – Reduced Disclosure Requirements.

BASIS OF PREPARATION

The financial report is for the Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch. The Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union is an organisation registered under the Fair Work (Registered Organisations) Act 2009. The Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch is a Branch of the registered organisation. In accordance with the Act the Union is a body corporate and has perpetual succession. By virtue of this method of incorporation, the Union and the State Branch are not subject to the Corporations Act 2001.

The financial report has been prepared on the basis of historical costs modified by the revaluation of selected financial assets and liabilities for which the fair value basis of accounting has been applied. Cost is based on fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

The following is a summary of the significant accounting policies adopted by the South Australia Branch in the preparation of the financial report.

a) (i) Revenue

All members' contributions are paid direct to National Council. Remittances from National Council are the amounts reimbursed by the National Council to cover Branch expenses and are recognised when received by the Branch.

(ii) Expenditure

Expenses represent amounts paid directly by the Branch for operational costs. Other operational expenses eg. salaries which relate to the Branch are paid for by the National Council and are included in the financial report of the National Council only.

(iii) Employee Entitlements

Provision for employee benefits in the form of Long Service Leave and Accrued Annual Leave have been made for the estimated accrued entitlements of all employees on the basis of their terms of employment in the financial report of the National Council.

(iv) Property, Plant and Equipment

All fixed assets are recorded in the financial reports of the National Council and the depreciation regarding those assets is charged in the National Council accounts.

(v) Income Tax

No provision for income tax is necessary, as Trade Unions are exempt from income tax under Section 50-15 of the Income Tax Assessment Act 1997.

(vi) Accounting Standards Issued But Not Yet Effective

There have been no accounting standards issued which will have a financial impact on the financial report in future periods and which are not yet effective.

(vii) Goods and Services Tax (GST)

Revenues and expenses are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or part of an item of the expense. Receivables and payables on the statement of financial position are shown inclusive of GST.

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

Cash flows are included in the statement of cash flows on a gross basis.

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SOUTH AUSTRALIA BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

b) Going Concern Basis of Accounting

The financial report has been prepared on the basis that the Branch is a going concern, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The State Council believes it is appropriate to adopt the going concern basis for preparing the report on the grounds that the National Council has made an undertaking to provide financial support to the Branch.

2. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The South Australia Branch makes estimates and assumptions concerning the future. The resulting accounting estimates by definition seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

(b) Critical judgments in applying the South Australia Branch's accounting principles

There are no critical judgments that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

3. INFORMATION TO BE PROVIDED TO MEMBERS OR THE GENERAL MANAGER OF FAIR WORK AUSTRALIA

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Section 272 of Fair Work (Registered Organisations) Act 2009 which read as follows:

- 1) A member of a reporting unit, or the General Manager of Fair Work Australia, 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)

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SOUTH AUSTRALIA BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

	2014 \$	2013 \$
4a. Affiliation Fees		
Asbestos Victims Association	10	-
Federation Vehicle Industry Union	-	300
Graham F Smith Peace Trust	100	100
SA May Day Committee	350	350
SA Unions	38430	40060
UTLC Whyalla	129	
	<u>39019</u>	<u>40810</u>
4b. Grants or Donations		
Grants	-	-
Donations	820	1797
	<u>820</u>	<u>1797</u>
Grants or Donations over \$1,000		
Recipient		
Grants	-	-
Donations	-	-
Total grants or donations over \$1,000	<u>-</u>	<u>-</u>
5. PROFESSIONAL SERVICES		
Auditors - Auditing the financial report	5682	5682
- Other services	-	-
Legal Costs		
Litigation	(89)	71
Other Legal Matters	-	-
	<u>5593</u>	<u>5753</u>
6. CASH AND CASH EQUIVALENTS		
Cash at Bank	<u>13744</u>	<u>24336</u>
7. RECEIVABLES		
Receivable from other reporting units		
Net amount receivable - National Council	2776	2776
Less Provision for Doubtful Debts	<u>-</u>	<u>-</u>
Other Receivables		

AUTOMOTIVE, FOOD, METALS, ENGINEERING, PRINTING & KINDRED INDUSTRIES UNION

SOUTH AUSTRALIA BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

	2014	2013
	\$	\$
Sundry Debtors	<u>2776</u>	<u>2776</u>
8. TRADE AND OTHER PAYABLES		
Trade and other payables	17245	17245
Other payables – Legal Costs	-	-
Other payables – Consideration to employers for payroll deductions	-	-
Payables to other reporting units	-	-
Sundry Creditors	<u>17245</u>	<u>17245</u>
9. CASH FLOW		
(a) For the purposes of the statement of cash flows, cash includes cash on hand and at call deposits with banks and other financial institutions.		
Cash at Bank	<u>13744</u>	<u>24336</u>
(b) Reconciliation of Cash Flow from Operations with Net Surplus (Deficit)		
Net Surplus (Deficit)	(10592)	(7612)
Changes in Assets and Liabilities		
(Increase) Decrease in Receivables		(47)
Increase/(Decrease) in Payables		
CASH FLOWS FROM OPERATIONS	<u>(10592)</u>	<u>(7659)</u>
(c) CASH FLOW INFORMATION – Reporting Units		
Cash inflows		
Remittances from National Council	<u>545292</u>	<u>564415</u>
Cash outflows	<u>-555899</u>	<u>-572091</u>

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10. RELATED PARTIES

- (a) The aggregate amount of remuneration paid to officers during the financial year is included in the National Council's Financial Report.
- (b) The aggregate amount paid during the financial year to a superannuation plan in respect of elected full time officials is included in the National Council's Financial Report.
- (c) There have been no other transactions between the officers and the Union other than those relating to their membership of the Union and the reimbursement by the Union in respect of expenses incurred by them in the performance of their duties. Such transactions have been on conditions no more favourable than those which it is reasonable to expect would have been adopted by parties at arm's length.
- (d) The ultimate controlling entity of the Branch is the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, National Council.
- (e) Transactions with Ultimate Controlling Entity
 - (i) Remittances from National Council are disclosed in the statement of comprehensive income.
 - (ii) Net Amounts Receivable from the National Office are as follows:

Net amount receivable - National Office 0 0

11. FINANCIAL RISK MANAGEMENT

(a) General objectives, policies and processes

The Branch is exposed to risks that arise from its use of financial instruments. This note describes the Branch's objectives, policies and processes for managing those risks and the methods used to measure them.

There have been no substantive changes in the Branch's exposure to financial instrument risk, its objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

The Branch's financial instruments consist mainly of deposits with banks and receivables. The main risks the Branch is exposed to through its financial instruments are interest rate risk (see section (e) below), liquidity risk and credit risk.

The State Council have overall responsibility for the determination of the Branch's risk management objectives and policies.

(b) Credit Risk

Credit risk is the risk that the other party to a financial instrument will fail to discharge their obligation resulting in the Branch incurring a financial loss. This usually occurs when debtors fail to settle their obligations owing to the Branch.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provision for doubtful debts, as disclosed below:

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NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

11. FINANCIAL RISK MANAGEMENT (Cont'd)

(b) Credit Risk (Cont'd)

	2014 \$	2013 \$
Cash and cash equivalents	<u>13744</u>	<u>24336</u>
The cash and cash equivalents are held in a high quality Australian financial institution		
Net amount receivable - National Council Sundry Debtors	<u>2776</u>	<u>2776</u>
Total receivables	<u>2776</u>	<u>2776</u>

There has been no history of default, no amounts are past due and all receivables are likely to be repaid within the expected terms.

(c) Liquidity Risk

Liquidity risk is the risk that the Branch may encounter difficulties raising funds to meet commitments associated with financial instruments.

The Branch is not significantly exposed to this risk; as at 30 September 2014 it had \$13,744.00 of cash and cash equivalents to meet these obligations as they fall due. Financial liabilities at 30 September 2014 totalled \$17,245.00

The Branch manages liquidity risk by monitoring cash flows. Further the National Council has made an undertaking to provide financial support to the Branch.

(d) Market Risk

Market risk arises from the use of interest bearing, tradable financial instruments. It is the risk that the fair value or future cashflows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk) or other market factors (other price risk).

(i) Interest Rate Risk

The Branch's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and liabilities are summarised below:

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NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

11. FINANCIAL RISK MANAGEMENT (Cont'd)

(i) Interest Rate Risk (Cont'd)

30 September 2014	Floating interest rate	Non interest Bearing	Total
	\$	\$	\$
Financial Assets			
Cash and cash equivalents	13744	0	13744
Receivables	<u>0</u>	<u>2776</u>	<u>2776</u>
	<u>13744</u>	<u>2776</u>	<u>16520</u>
Weighted average Interest rate			
Financial Liabilities			
Payables	<u>0</u>	<u>17245</u>	<u>17245</u>
Net Financial Assets (Liabilities)	<u>13744</u>	<u>(14469)</u>	<u>(725)</u>
30 September 2013	Floating interest rate	Non interest bearing	Total
	\$	\$	\$
Financial Assets			
Cash and cash equivalents	24336	0	24336
Receivables	<u>0</u>	<u>2776</u>	<u>2776</u>
	<u>24336</u>	<u>2776</u>	<u>27112</u>
Weighted average Interest rate			
Financial Liabilities			
Payables	<u>0</u>	<u>17245</u>	<u>17245</u>
Net Financial Assets	<u>24336</u>	<u>(14469)</u>	<u>9867</u>

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NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Cont'd)

11. FINANCIAL RISK MANAGEMENT (Cont'd)

Sensitivity Analysis

2014	Carrying Amount	+0% (0 basis points) Profit	-0% (0 basis points) Loss
	\$	\$	\$
Cash Assets	<u>13744</u>	<u>0</u>	<u>0</u>
2013			
Cash Assets	<u>24336</u>	<u>0</u>	<u>0</u>

(ii) Other Price Risks

The Branch does not invest in shares or derivatives therefore it does not expose itself to the fluctuations in price that are inherent in such a market.

(iii) Foreign Exchange Risk

The Branch is not directly exposed to foreign exchange rate risk.

12. SUBSEQUENT EVENTS

There are no subsequent events that have occurred or are likely to occur that require disclosure.

13. CONTINGENT LIABILITIES, ASSETS AND COMMITMENTS

There were no contingent liabilities, assets or commitments as at 30 September 2014.

14. KEY MANAGEMENT PERSONNEL COMPENSATION

Key management personnel compensation has been disclosed in the National Council's financial report.

15. ADDITIONAL BRANCH INFORMATION

The registered office and principal place of business of the Branch is:

1st Floor
229 Greenhill Road
DULWICH SA 5065

INDEPENDENT AUDITOR'S REPORT

To the members of Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch

We have audited the accompanying financial report of Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch which comprises the statement of financial position as at 30 September 2014, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and committee of management's statement.

Committee of Management and the Branch Secretary's Responsibility for the Financial Report

The Committee of Management and the Branch Secretary are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the Fair Work (Registered Organisations) Act 2009 and for such internal control as the Committee of Management and the Branch Secretary determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Committee of Management and the Branch Secretary, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies and the Fair Work Act (Registered Organisation) 2009.

INDEPENDENT AUDITOR'S REPORT (Cont'd)

Auditor's Opinion

In our opinion, the financial report of the Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union South Australia Branch:

- i) presents fairly, in all material respects, the Branch's financial position as at 30 September 2014, and its financial performance and cash flows for the year then ended,
- ii) complies with Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009, and
- iii) the Branch's management appropriately applied the going concern basis of accounting.

Ascensio Accountants

CPA



Natale Rugari

Proprietor

Member of CPA Australia

And Holder of Current Public Practice Certificate

Registered Company Auditor

Suite 12, 116 Melbourne Street

NORTH ADELAIDE SA 5006

5 November 2014

