



12 March 2015

Mr Steven McCartney
WA State Secretary
Western Australian Branch
"Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union" known as the
Australian Manufacturing Workers' Union (AMWU)
steve.mccartney@amwu.asn.au

CC: Warren Soos: warren.soos@amwu.asn.au
CC: Hewitt Turner & Gelevitis, Timothy Turner, htg@htgfdc.com

Dear Mr McCartney,

**"Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union" known as the Australian Manufacturing Workers' Union (AMWU), Western Australian Branch
Financial Report for the year ended 30 September 2014 - [FR2014/365]**

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), Western Australian Branch. The documents were lodged with the Fair Work Commission on 11 March 2015.

The financial report has now been filed. Thank you for incorporating the comments in last year's filing letter. 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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Australian Manufacturing Workers' Union

(Registered as AFMEPKIU)



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

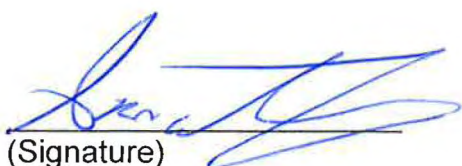
WESTERN AUSTRALIAN STATE COUNCIL

CERTIFICATE OF STATE SECRETARY

I Steven James McCartney, being the State Secretary of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union Western 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 12 to 13 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 Western Australian State Council on Thursday 26th February 2015 in accordance with section 266(3) of the Fair Work (Registered Organisations) Act 2009.

State Secretary
Steven James McCartney


(Signature)

Dated: 26th February 2015

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121 Royal Street
East Perth WA 6004
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GPO Perth WA 6842
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amwuwa@amwu.asn.au

**AUTOMOTIVE, FOOD, METALS, ENGINEERING,
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WESTERN AUSTRALIA BRANCH

FINANCIAL REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2014

**AUTOMOTIVE, FOOD, METALS, ENGINEERING,
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WESTERN AUSTRALIA BRANCH

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WESTERN 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 (AFMEPKIU), Western Australian 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 the 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

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, 33 of which were from Western Australia.

The AFMEPKIU's National Office is responsible for applying 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, Western Australia State Branch's principal activities resulted in a deficit for the financial year of **(\$37,540)**.

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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**WESTERN AUSTRALIA BRANCH
OPERATING REPORT (Cont'd)**

The Right of Members to Resign

Rule 43(8) of the AFMEPKIU Rules state 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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WESTERN AUSTRALIA BRANCH

OPERATING REPORT (Cont'd)

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

Salaries

The Western Australian 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 Western 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	Steve McCartney	\$117,103.97	Provision of a Motor Vehicle
State President	Tony Hall	\$110,178.74	Provision of a Motor Vehicle

Board Fees

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

Organisation	Amount received
Australian Super	\$2,679.11

Associated Entities

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

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WESTERN AUSTRALIA BRANCH

OPERATING REPORT (Cont'd)

**Statement of Salaries, Board Fees, Associated Entities and Key Relationships
(Cont'd)**

Key Relationships

The AFMEPKIU Western Australia 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	Supplier
Financial Services	Printing & Publicity Services
Centro Chambers Insurance Brokers	3Fish Pty Ltd
Hewitt Turner & Gelevitis	Campaign Capital
	Staples Australia Pty Ltd
IT & Communications Services	G & G Trade Publishing & Distribution
Telstra Corporation Ltd	Office National Booragoon
	Officemax Australia Limited
Legal Services	Worksense Workwear & Safety Pty Ltd
Slater & Gordon Solicitors	Lifestyle Australia Pty Ltd
W G McNally Jones Staff	Bokay Group (WA) Pty Ltd
Vehicle Services	Travel Services
Custom Service Leasing Ltd	American Express Australia Ltd
Avis Australia	Qantas
RAC Insurance Pty Ltd	

State Officers or Members who are Trustees of a Superannuation Entity

The details of each officer or member of the Western Australia State 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 of member of a registered organisation, are as follows:

Name of officer or member	Superannuation Fund	Position Held
Steven James McCartney	Westscheme/Australian Super	Advisory Board Member

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WESTERN AUSTRALIA BRANCH

OPERATING REPORT (Cont'd)

Other Relevant Information

The Western Australian 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 **10,040**.
- 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:

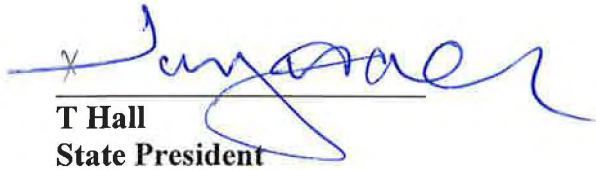
Name	Title of Officer	Period Position Held
T Hall	State President	1/10/13 - 30/9/14
C Seivers	Vice President	1/10/13 - 30/9/14
S J McCartney	State Secretary	1/10/13 - 30/9/14
A W Lindsey	Hon.Secretary Print	1/10/13 - 30/9/14
G D Arthur	Hon.Secretary TSA	1/10/13 - 30/9/14
J Kemp	Secretary RMD	1/10/13 - 30/9/14
B A King	Member Metals	1/10/13 - 30/9/14
J G Tattersall	Member Metals	1/10/13 - 30/9/14
L L O'Loughlin	Member Metals	1/10/13 - 30/9/14
R G Hall	Member Metals	1/10/13 - 30/9/14
A I Robinson	Union Official Metals	1/10/13 - 27/12/13
L. Morton	Member Metals	1/10/13 - 30/9/14
P M Judge	Member Print	1/10/13 - 30/9/14
P C Cook	Member TSA	1/10/13 - 30/9/14
C Clarke	Member Metals	1/10/13 - 30/9/14

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WESTERN AUSTRALIA BRANCH

OPERATING REPORT (Cont'd)

Signed in accordance with a resolution of State Council

A handwritten signature in blue ink, appearing to read 'T Hall', written over a horizontal line. A small 'x' is written above the start of the signature.

T Hall
State President

A handwritten signature in blue ink, appearing to read 'S J McCartney', written over a horizontal line. A small 'x' is written above the start of the signature.

S J McCartney
State Secretary

A handwritten date '24/11/2014' in blue ink, written over a horizontal line.

Date

**AUTOMOTIVE, FOOD, METALS, ENGINEERING,
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WESTERN AUSTRALIA BRANCH

COMMITTEE OF MANAGEMENT'S STATEMENT

On 24 November 2014 the State Council of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, Western Australian 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:

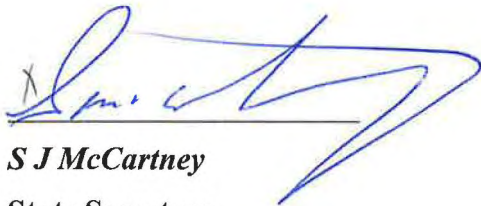
- (a) the financial report and notes comply with the Australian Accounting Standards;
- (b) the financial report and notes comply with the reporting guidelines of the General Manager of Fair Work Australia;
- (c) the financial report and notes give a true and fair view of the financial performance, financial 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 consist 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 of 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 Western Australian State Council did not participate in any recovery of wages activity.

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WESTERN AUSTRALIA BRANCH

COMMITTEE OF MANAGEMENT'S STATEMENT (Cont'd)

This declaration is made in accordance with a resolution of the Western Australian Council:



S J McCartney

State Secretary

Date: 24/11/2014

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WESTERN 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		1,045,431	923,873
Board Fees		2,679	
Interest Received		19	19
TOTAL INCOME		<u>1,048,129</u>	<u>923,892</u>
EXPENDITURE			
Affiliation Fees	4(a)	55,345	50,545
Bank Charges		370	379
Capitation Fees		-	-
Consideration to employers for payroll deductions		-	-
Compulsory Levies		-	-
Computing		1,458	848
Conference & Meeting Expenses - External		7,170	2,127
Conference & Meeting Expenses - Internal		6,805	39,978
Delegation/Employee expenses – Office Holders		79,467	56,966
Delegation/Employee expenses – Other Employees		113,116	143,333
Delegation expenses – Members		40,188	25,629
Employee expenses	1(a)(ii)(iii)	-	-
Freight		5,827	6,689
General office expenses		59,256	70,909
Grants or Donations	4(b)	56,169	5,777
Insurance		16,787	12,929
Motor Vehicle Expenses		145,063	122,918
Newsletter expenses		16,081	16,156
Payroll Tax		126,689	122,814
Photocopying		1,976	2,440
Postage		5,355	5,660
Printing		623	3,712
Publicity		66,344	74,124
Professional Services	5	242,703	122,123
Rent		10,487	11,362

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WESTERN AUSTRALIA BRANCH

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

	Note	2014	2013
		\$	\$
Research		4,110	4,403
Stationery		7,418	7,601
Telephone		16,862	17,349
TOTAL EXPENDITURE		<u>1,085,669</u>	<u>926,771</u>
NET SURPLUS/(DEFICIT) FOR THE YEAR		<u>(37,540)</u>	<u>(2,879)</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(37,540)</u>	<u>(2,879)</u>

The attached notes form part of the financial report.

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WESTERN AUSTRALIA BRANCH

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

	Note	2014 \$	2013 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	13,081	16,204
Receivables	7	13,465	13,493
Total Current Assets		<u>26,546</u>	<u>29,697</u>
TOTAL ASSETS		<u>26,546</u>	<u>29,697</u>
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8	49,039	14,650
Employee Provisions	1(a)(iii)	-	-
Total Current Liabilities		<u>49,039</u>	<u>14,650</u>
TOTAL LIABILITIES		<u>49,039</u>	<u>14,650</u>
NET ASSETS/(LIABILITIES)		<u>(22,493)</u>	<u>15,047</u>
ACCUMULATED FUNDS/(LOSSES)		<u>(22,493)</u>	<u>15,047</u>

The attached notes form part of the financial report.

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WESTERN AUSTRALIA BRANCH

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

	Note	Accumulated Funds \$
Balance at 30 September 2012		17,926
Net Surplus/(Deficit) for the year		<u>(2,879)</u>
Balance at 30 September 2013		<u>15,047</u>
Net Surplus/ (Deficit) for the year		<u>(37,540)</u>
Balance at 30 September 2014		<u>22,493</u>

The attached notes form part of the financial report.

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WESTERN AUSTRALIA BRANCH

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

	NOTE	2014 \$	2013 \$
CASHFLOWS FROM OPERATING ACTIVITIES			
Remittances from National Council			
- General Fund	9(c)	1,045,431	923,874
Interest received		19	19
Payments to suppliers & employees	9(c)	(1,048,573)	(929,821)
NET CASH PROVIDED BY/ (USED IN) OPERATING ACTIVITIES	9(b)	(3,123)	(5,928)
NET INCREASE/ (DECREASE) IN CASH HELD		(3,123)	(5,928)
Cash at Beginning of Year		<u>16,204</u>	<u>22,132</u>
CASH AT END OF YEAR	9(a)	<u>13,081</u>	<u>16,204</u>

The attached notes form part of the financial report.

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WESTERN AUSTRALIA BRANCH

**NOTES TO THE FINANCIAL STATEMENTS
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 has prepared a full set of financial statements with all disclosure 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 and Kindred Industries Union, Western Australia Branch. The Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union is an organisation registered under the *Fair Work (Registered Organisations) Act 2009*. The Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, Western 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 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.

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WESTERN AUSTRALIA BRANCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

- (a) (i) **Revenue**
All members' contributions are paid direct to the 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 & 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 has 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 Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or part of the item of expense. Receivables and payables on the balance sheet 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 cash flow statement on a gross basis.

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WESTERN AUSTRALIA BRANCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

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 judgements 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 Western Australian 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 amount of the asset and liabilities.

(b) Critical judgements in applying the Western Australian Branch's accounting principles

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

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WESTERN AUSTRALIA BRANCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

3. INFORMATION TO BE PROVIDED TO MEMBERS OR 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 be not 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).

	2014	2013
	\$	\$
4a. Affiliation Fees		
Unions WA (Trades & Labour Council)	55,277	50,477
Australian Society for the Study of Labour History (ASSLH)	50	50
TLC Emergency Welfare Foundation	18	18
	55,345	50,545

4b. Grants and/or Donations

Grants	-	-
Donations	56,169	5,777
	56,169	5,777

**Grants or Donations over \$1,000
Recipient**

Grants	-	-
Donations	50,075	4,000
Total grants or donations over \$1,000	50,075	4,000

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**WESTERN AUSTRALIA BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

	2014	2013
	\$	\$
5. PROFESSIONAL SERVICES		
Auditors – Auditing the financial report	3,593	3,674
Legal Costs		
Litigation	236,822	108,974
Other legal matters	2,288	9,475
	242,703	122,123
 6. CASH AND CASH EQUIVALENTS		
Cash at Bank	13,081	16,204
	13,081	16,204
 7. RECEIVABLES		
Receivable from other reporting units		
Net amount receivable – National Council	-	-
Less Provision for Doubtful Debts		
Other Receivables		
Prepaid expenses	13,465	13,493
	13,465	13,493
 8. TRADE & OTHER PAYABLES		
Trade Creditors & Accruals	13,039	14,650
Other Payables – Legal Costs	36,000	-
Other payables – Consideration to employers for payroll deductions	-	-
Payables to other reporting units	-	-
	49,039	14,650

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

	2014	2013
	\$	\$
9. CASHFLOW		
(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	13,081	16,204
	<u>13,081</u>	<u>16,204</u>
(b) Reconciliation of Cash Flow from Operations with Net Surplus/(Deficit)		
Net Surplus/(Deficit)	(37,540)	(2,879)
Changes in Assets and Liabilities		
(Increase)/Decrease in Receivables	28	(3,640)
Increase/(Decrease) in Payables	34,389	591
CASH FLOW FROM OPERATIONS	<u>(3,123)</u>	<u>(5,928)</u>
(c) CASH FLOW INFORMATION – Reporting Units		
Cash inflows		
Remittances from National Council	<u>1,045,431</u>	<u>923,874</u>
Cash outflows		
Payments to National Council	<u>-</u>	<u>-</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

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 disclosed 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:

	2014	2013
	\$	\$
Net amount receivable – National Office	<u> -</u>	<u> -</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014 (Continued)**

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 instruments risk, its objective, 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 has 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 to those assets, net of any provision for doubtful debts, as disclosed below:

	2014	2013
	\$	\$
Cash and cash equivalents	<u>13,081</u>	<u>16,204</u>
The cash and cash equivalents are held in a high quality Australian financial institution		
Prepaid expenses	13,465	14,493
Total receivables	<u>13,465</u>	<u>14,493</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.

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WESTERN AUSTRALIA BRANCH

11. FINANCIAL RISK MANAGEMENT

(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 \$13,465 of cash and cash equivalents to meet these obligations as they fall due. Financial liabilities at 30 September 2014 totalled \$49,039.

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 cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk) or other market factors (other price risk).

(e) 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 the market interest rates and the effective weighted average interest rates on those financial assets and liabilities are summarised below:

30 September 2014	Floating interest rate \$	Non interest Bearing \$	Total \$
Financial Assets			
Cash and cash equivalents	13,081	-	13,081
Receivables	-	13,465	13,465
	<hr/> 13,081	<hr/> 13,465	<hr/> 26,546
Weighted average Interest rate	0.01%		
Financial Liabilities			
Payables	-	(49,039)	(49,039)
		<hr/> (49,039)	<hr/> (49,039)
NET FINANCIAL ASSETS/ (LIABILITIES)	<hr/> 13,081	<hr/> (35,574)	<hr/> (22,493)

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WESTERN AUSTRALIA BRANCH

11. FINANCIAL RISK MANAGEMENT

(e) Interest Rate Risk (continued)

30 September 2013	Floating interest rate \$	Non interest Bearing \$	Total \$
Financial Assets			
Cash and cash equivalents	16,204	-	16,204
Receivables	-	13,493	13,493
	16,204	13,493	26,697
Weighted average Interest rate	1.55%		
Financial Liabilities			
Payables	-	(14,650)	(14,650)
NET FINANCIAL ASSETS/ (LIABILITIES)	16,204	(1,157)	12,047

Sensitivity Analysis	Carrying Amount	+0.50%(50 basis points) Profit	-0.50%(50 basis points) Loss
2014	\$	\$	\$
Cash Assets	13,081	65	(65)
2013			
Cash Assets	16,204	81	(81)

(f) 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.

(g) 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.

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WESTERN AUSTRALIA BRANCH

13. CONTINGENT LIABILITIES

There were no contingent liabilities, assets or commitments 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 121 Royal Street, East Perth in the State of Western Australia.

**AUTOMOTIVE, FOOD, METALS, ENGINEERING,
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WESTERN AUSTRALIA BRANCH

INDEPENDENT AUDITOR'S REPORT

To the members of the Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, Western Australian Branch.

We have audited the accompanying financial report of Automotive, Food, Metals, Engineering, Printing and Kindred Industries Union, Western Australian 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 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 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 the audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free of 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 risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 the 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.

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WESTERN AUSTRALIA BRANCH

**INDEPENDENT AUDIT REPORT
(Continued)**

Independence

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

Auditor's Opinion

In our opinion, the financial report of the Automotive, Food, Metals, Engineering, Printing & Kindred Industries Union (STATE) 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.

HEWITT
TURNER &
GELEVITIS



HEWITT TURNER & GELEVITIS
Certified Practising Accountants

TIMOTHY TURNER
Member of CPA Australia
And Holder of Current Public Practice Certificate
Registered Company Auditor
4/63 Shepperton Road, Victoria Park WA 6100

Date: 10th December 2014.