



FAIR WORK
AUSTRALIA

29 August 2011

Mr John Battams
Secretary
Australian Education Union, Queensland Branch

email: gtu@qtu.asn.au

Dear Mr Battams

Re: Financial Report for the Australian Education Union, Queensland Branch for year ended 31 December 2010 – FR2010/2896

I acknowledge receipt of the financial report for the Australian Education Union, Queensland Branch (the Branch) for the year ended 31 December 2010. The report was lodged with Fair Work Australia (FWA) on 19 August 2011 and I note that the Branch has indicated that the report was previously submitted to FWA by mail in May 2011.

The financial report has now been filed.

I make the following comments to assist you when you next prepare a financial report. You are not required to take any further action in respect of the report lodged.

Review of Principal Activities

[Subsection 254\(2\)\(a\) of the Fair Work \(Registered Organisations\) Act 2009](#) (the Act) requires an operating report to contain a review of the principal activities of the reporting unit, the results of those activities and any significant changes in the nature of those activities. I note that the operating report provides a financial result. Please note that subsection 254(2)(a) of the Act does not require a *financial* result. It requires a description of the results from providing services to members.

Notes to the financial statements

Notice under section 272(5) of the Act

As you are aware the notes to the General Purpose Financial Report are required to include a notice drawing attention to the fact that information prescribed by the *Fair Work (Registered Organisations) Regulations 2009* is available to members on request. Note 2 to the financial statements reproduces the wording from outdated legislation. Instead the wording should read as follows:

- (1) A member of a reporting unit, or the General Manager, 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).

Please ensure that future notes contain this extract of the Act word for word.

If you wish to discuss any of the matters referred to above I can be contacted on (03) 8661 7764.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Kevin Donnellan', with a long horizontal flourish extending to the right.

Kevin Donnellan

Tribunal Services and Organisations

Fair Work Australia

Email: kevin.donnellan@fwa.gov.au



QUEENSLAND
TEACHERS' UNION
OF EMPLOYEES

IN REPLY PLEASE QUOTE: gmw:sg

12th May 2011

Tribunal Services and Organisations
Fair Work Australia
GPO Box 1994
MELBOURNE VIC 3001

Dear Sir

Please find enclosed the dated Financial Statements for the year ended 31 December 2010 for the Australian Education Union (Queensland Branch) accompanied by a verification statement from the Branch Secretary, Mr John Battams.

Yours sincerely

Gail Woods
Finance & Corporate Services Manager

Address all correspondence to:

The General Secretary, Queensland Teachers' Union
PO Box 1750, Milton BC Qld 4064 • 21 Graham St, Milton
Ph: (07) 3512 9000 • Fax: (07) 3512 9050
ABN 62 408 519 861
Email: qtu@qtu.asn.au • Website: www.qtu.asn.au

Designated Officer's Certificate or other Authorised Officer
s268 *Fair Work (Registered Organisations) Act 2009*

I John Battams being the Branch Secretary of the Australian Education Union (Queensland Branch) certify:

- that the documents lodged herewith are copies of the full report referred to in s268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report, was provided to members on 25 March 2011; and
- that the full report was presented to a meeting of the committee of management of the reporting unit on 9th May 2011; in accordance with section 266 of the *Fair Work (Registered Organisations) Act 2009*.


Signature

Date: 12/5/11



QUEENSLAND BRANCH

Financial Statements

2010

OPERATING REPORT

The Committee of Management of the Queensland Branch of the Australian Education Union present this operating report in relation to the financial year ended 31 December 2010.

Principal Activity

The principal activity during the financial year was to undertake the function of a trade union of employees.

Results of Operation

The net result for the year was \$0 (2009 - \$0).

Review of Operation

There has been no significant change in the nature of activities during the year.

Significant Changes in the State of Affairs

There have been no significant changes in the state of affairs of the Branch.

Rights of Members to Resign

As specified in Rule 17(3) of the Federal Branch Rules of the Australian Education Union, a member may resign from membership of the Union by written notice addressed to and delivered to the Secretary of the Branch to which the member is attached.

No Members or Officers are Trustees of a Superannuation Entity or an Exempt Public Sector Superannuation Scheme

The committee of management is not aware of any officers or members of the Branch who are:

- (i) a trustee of a superannuation entity or an exempt public sector superannuation scheme; or
- (ii) a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme; and

where the criterion for the officer or member being a trustee or director is that the officer or member is an officer or member of a registered organisation.

Number of Members

As at 31 December 2010, the number of members was 43,519 (2009 - 43,663).

Number of Employees

There were 0 employees for the year (2009 - 0 employees).

OPERATING REPORT - CONTINUED

Committee of Management

The names of each Executive member during the year ended 31 December 2010 were:

John Battams (Branch Secretary)	Steve Ryan (Branch President)
Graham Moloney (Branch Deputy Secretary)	Julie Brown (Branch Deputy President)
Peter Darben	Andrew Beattie
Perry Anderson	Naomi Closter
Robyn Sugden	Linda Esders
Samantha Pidgeon 1.3.10 - 31.12.10	Lyn Winch
Alison Welch	

This report is made in accordance with a resolution of the Committee of Management on 14 February 2011.



John Battams

Branch Secretary

Dated: 14 February 2011

Brisbane, Queensland

COMMITTEE OF MANAGEMENT REPORT

In accordance with Section 253(2)(c) of the *Fair Work (Registered Organisations) Act 2009*, the Executive of the Queensland Branch of the Australian Education Union passed the following resolution, in relation to the financial report of the reporting unit for the financial year ended 31 December 2010:

The Committee of Management declares in relation to the financial report that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager of Fair Work Australia;
- (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;
- (e) during the financial year to which the financial report 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 *Fair Work (Registered Organisations) Act 2009* and the *Fair Work (Registered Organisations) Regulations 2009*; and
 - (iv) no requests have been made by a member or a Registrar under section 272 of the *Fair Work (Registered Organisations) Act 2009*; and
 - (v) no orders have been made by the Commission under section 273 of the *Fair Work (Registered Organisations) Act 2009* during the period .
- (f) In relation to the recovery of wages activity:
 - (i) there has been no such activity undertaken by the reporting unit.

This report is made in accordance with a resolution of the Committee of Management dated 14 February 2011.



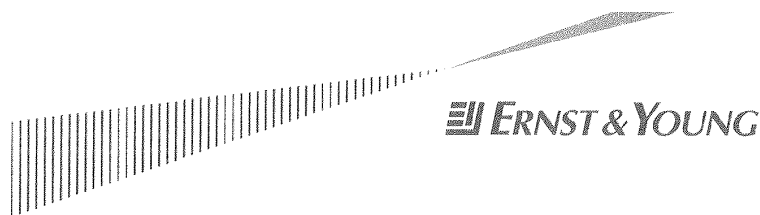
John Battams

Branch Secretary

Dated: 14 February 2011

Brisbane, Queensland

INDEPENDENT AUDITOR'S REPORT



1 Eagle Street
Brisbane QLD 4000 Australia
GPO Box 7878 Brisbane QLD 4001
Tel: +61 7 3011 3333
Fax: +61 7 3011 3100
www.ey.com/au

Independent auditor's report to the members of the Australian Education Union (Queensland Branch)

Report on the Financial Report

We have audited the accompanying financial report of Australian Education Union (Queensland Branch) ("the Branch"), which comprises the statement of financial position as at 31 December 2010, and the statement of comprehensive income, statement of changes in accumulated funds and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Committee of Management's declaration.

Committee of Management's Responsibility for the Financial Report

The members of the Committee of Management of the Branch are responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and with Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2010. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1 (d), the Committee of Management also state that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.

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. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

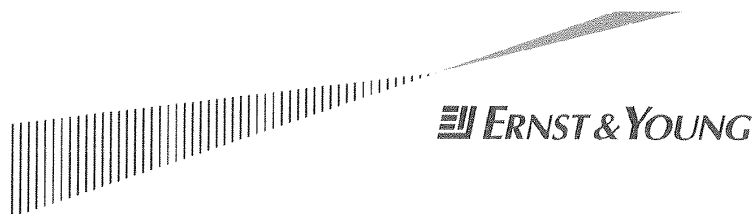
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the Branch'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 Branch's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the members of the Committee of Management, 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 met the independence requirements of the Australian professional accounting bodies.

INDEPENDENT AUDITOR'S REPORT CONTINUED



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Auditor's Opinion

In our opinion:

1. the financial report presents fairly, in all material respects, of the financial position of Australian Education Union (Queensland Branch) as of 31 December 2010, and of its financial performance and cash flows for the year ended on that date in accordance Australian Accounting Standards (including the Australian Accounting Interpretations) and the requirements imposed by Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2010;
2. the financial report also complies with International Financial Reporting Standards as issued by the International Accounting Standards Board;
3. the Australian Education Union (Queensland Branch) has kept satisfactory accounting records for the financial year, including records of:
 - a. the sources and nature of the income of the Branch, including membership income and other income from members; and
 - b. the nature and reasons for the expenditure of the Branch; and
4. we have received all the information and explanations required from the Branch's officers and employees for the purposes of our audit.

Paula McLuskie

Paula McLuskie
Chartered Accountant
Certificate of Public Practice: 320791

Ernst & Young

Ernst & Young
Brisbane
14 February 2011

BALANCE SHEET

AS AT 31 DECEMBER 2010

ACCUMULATED FUNDS	2010	2009
	\$	\$
General Fund	<u>66</u>	<u>66</u>
Represented by		
CURRENT ASSETS		
Cash at Bank	400	3,199
Sundry Debtors	<u>2,966</u>	<u>-</u>
	3,366	3,199
CURRENT LIABILITIES		
Creditors & Accruals	<u>3,300</u>	<u>3,133</u>
NET ASSETS	<u><u>\$66</u></u>	<u><u>\$66</u></u>

STATEMENT OF CHANGES IN ACCUMULATED FUNDS

AS AT 31 DECEMBER 2010

ACCUMULATED FUNDS	2010	2009
	\$	\$
Balance 1 January	66	66
Surplus / (Deficit) for the year	<u>-</u>	<u>-</u>
TOTAL ACCUMULATED FUNDS	<u><u>\$66</u></u>	<u><u>\$66</u></u>

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
INCOME		
Membership	1,297,660	1,166,662
Public Education Levy	122,037	112,287
Media Campaign Contribution	-	99,452
Schools Funding Review	202,862	-
Bank Interest	3	112
Donations from Queensland Teachers' Union	3,466	3,156
	<u>\$1,626,028</u>	<u>\$1,381,669</u>
EXPENDITURE		
Audit	3,396	3,200
Bank Charges	1	-
Postage	72	68
Subscriptions - Australian Education Union Federal	1,297,660	1,166,662
Media Campaign Contribution - Australian Education Union Federal	-	99,452
Schools Funding Review - Australian Education Union Federal	202,862	-
Public Education Levy - Australian Education Union Federal	122,037	112,287
	<u>\$1,626,028</u>	<u>\$1,381,669</u>
EXCESS OF INCOME OVER EXPENDITURE	nil	nil
Other comprehensive income	-	-
Total excess of income over expenditure	<u>-</u>	<u>-</u>

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	INFLOWS (OUTFLOWS)	INFLOWS (OUTFLOWS)
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
	Notes	
RECEIPTS		
Donations Received	257	5,502
Interest Received	3	112
Membership	1,297,660	1,166,662
Schools Funding Review	202,862	-
Media Campaign Contribution	-	99,452
Public Education Levy	122,037	112,287
GST Received	153,469	128,258
PAYMENTS		
Supplies and Other	(3,369)	(3,158)
Subscriptions - Australian Education Union Federal	(1,297,660)	(1,166,662)
Schools Funding Review - Australian Education Union Federal	(202,862)	-
Media Campaign Contribution - Australian Education Union Federal	-	(99,452)
Public Education Levy- Australian Education Union Federal	(122,037)	(112,287)
GST Paid to Suppliers and Others	(153,159)	(128,568)
Net cash flows from operating activities	4 <u>(2,799)</u>	<u>2,146</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash flows from investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash flows from financing activities	-	-
Net (decrease)/ increase in cash held	(2,799)	2,146
Cash at beginning or reporting period	<u>3,199</u>	<u>1,053</u>
Cash and cash equivalents	<u><u>\$400</u></u>	<u><u>\$3,199</u></u>

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2010

NOTE 1 – ACCOUNTING POLICIES

(a) Basis of Preparation of Accounts

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards, and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).

The financial report has also been prepared in accordance with the historical cost basis.

(b) Income Tax

No provision for income tax is made in the accounts as the Union is exempt from income tax under Section 50-15 of the Income Tax Assessment Act 1997.

(c) Employees

All officers and staff are employed by the Queensland Teachers' Union of Employees.

(d) Statement of Compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standard ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

NOTE 2 – INFORMATION TO BE PROVIDED TO MEMBERS OR GENERAL MANAGER

In accordance with the requirements of Fair Work (Registered Organisations) Act 2009 the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of section 272 which reads as follows:

- (1) A member of a reporting unit, or a Registrar, 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 3 – SEGMENT INFORMATION

The Queensland Branch of the Australian Education Union operates solely as the Queensland branch of a trade union in Australia, and is domiciled in Australia.

NOTES TO AND FORMING PART OF THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2010

NOTE 4 - STATEMENT OF CASH FLOWS

(a) Reconciliation of the operating surplus/(deficiency) with the net cash flows from operating activities

	2010	2009
	\$	\$
Operating surplus/(deficiency)	-	-
Movement in assets and liabilities		
Decrease/(increase) in sundry debtors	(2,966)	2,103
Increase/(decrease) in sundry creditors	167	43
	<hr/>	<hr/>
Net cash flows from operating activities	<u>(2,799)</u>	<u>2,146</u>

(b) Reconciliation of Cash

For the purposes of the Cash Flow Statement, cash and cash equivalents comprise the following at 31 December 2010

	2010	2009
	\$	\$
Cash on hand and at bank	<u>400</u>	<u>3,199</u>

Cash at Bank earns interest at floating rates based on daily bank deposit rates.

Fair value of cash and cash equivalents is \$400 (2009 - \$3,199).



John Battams

Branch Secretary

Dated: 14 February 2011

Brisbane, Queensland



AEU Queensland Branch

21 Graham Street, Milton Q 4064

Ph (07) 3512 9000

Fax (07) 3512 9050