



29 April 2014

Ms Amy Williamson
Executive Director
Australian Hotels Association-Northern Territory Branch
admin@ahant.com.au

Dear Ms Williamson,

**Australian Hotels Association-Northern Territory Branch
Financial Report for the year ended 30 June 2013 - [FR2013/388]**

I acknowledge receipt of the financial report of the Australian Hotels Association-Northern Territory Branch (AHA-NT). The documents were lodged with the Fair Work Commission on 16 December 2013.

The financial report has now been filed.

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 June 2014 may be subject to an advanced compliance review.

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. The Fair Work Commission will confirm these concerns have been addressed prior to filing next year's report.

Additional financial data - profit and loss account

Included in the financial return for the AHA-NT is additional financial data provided in a Profit and Loss Account on page 24. The financial data included in this statement was not covered under the statutory audit and the Auditor has provided a disclaimer in which they do not express an opinion on this financial data and cannot warranty the accuracy or reliability in respect to the data provided. FWC is unable to accept this information and it cannot be used in the assessment of the financial report.

Please note that in future years all relevant and required financial disclosures must be included in the General Purpose Financial Report which has been subject to the full statutory audit and included in the Auditors opinion.

Disclosure of employee expenses/provisions to office holders and other employees

The Reporting Guidelines require reporting units to disclose in the statement of comprehensive income or in the notes to the financial statements employee expenses to holders of office (item 17(f)) and employee expenses to other employees (item 17(g)).

I note that the statement of comprehensive income and notes 3 provide a disclosure employee benefits expense but do not provide separate disclosures for office holders and other employees in

regard to wages and salaries, superannuation, leave and other entitlements, separation and redundancies and other employee expenses for officers and employees.

The Reporting Guidelines also require either the statement of financial position or the notes to disclose any liability for employee benefits in respect of office holders and other employees (items 21(c) and 21 (d)). Note 9 discloses these liabilities but does not distinguish between provisions for office holders and other employees in regards to annual leave, long service leave, separation and redundancies and other employee provisions.

In future years please ensure that provisions for office holders and other employees are disclosed separately.

Disclosure of capitation fees to another reporting unit

Reporting Guideline 17(b) requires that where capitation fees to another reporting unit are paid, the amount and the name of each reporting unit are to be disclosed in either the Statement of Comprehensive Income or the notes. Also, Reporting Guideline 25 requires that where another reporting unit of the organisation is the source of a cash inflow or the application of cash outflow, such cash flow should be separately disclosed and that the name of the other reporting unit be shown in the notes. I note that a disclosure 'AHA National Affiliation fees and levies' has been produced in the detailed Profit and Loss Account but not in the audited accounts. In future years please ensure that the required disclosure is contained in the audited accounts of the Branch.

Auditor's report: declaration regarding going concern

Paragraph 45 of the reporting guidelines requires an auditor to include in the auditor's statement a declaration that as part of the audit of the financial statement they have concluded that management's use of the going concern basis of accounting in the preparation of the reporting unit's financial statements is appropriate. This declaration was not included in the auditor's statements.

Key Management Personnel

General Purpose Financial Reports are required to disclose within the statements or the notes compensation paid to key management personnel.

This normally includes a listing of the key management personnel for the organisation, the total amount of compensation paid to all key management personnel, and then totals for each of the following categories:

- Short term employee benefits
- Post employment benefits
- Other long term employee benefits
- Termination benefits
- Any share based payments.

The definition for these categories can be found within accounting standard *AASB 119: Employee Benefits*.

If you have any queries regarding this letter, please contact me on (03) 8661 7893 or via email at larry.powell@fwc.gov.au.

Yours sincerely,



Larry Powell
Senior Adviser
Regulatory Compliance Branch

Designated Officer's Certificate
s268 Fair Work (Registered Organisations) Act 2009

I, Justin Coleman, Treasurer of the Australian Hotels Association Northern Territory Branch, certify that:

1. the documents lodged herewith for the year ended 30 June 2013 are copies of the full report referred to in section 268 of the *Fair Work (Registered Organisations) Act 2009*; and
2. a copy of the full report was available to members on 13 November 2013; and
3. a copy of the full report was presented to the Annual General Meeting of members of the reporting unit on 10 December 2013 in accordance with section 266 of the *Fair Work (Registered Organisations) Act 2009*.

Signed: 

Dated: 12/12/13



Operating Report

I, Fiona Pryde, being the designated officer responsible for preparing this operating report for the financial year ended 30 June 2013 of the Australian Hotels Association (NT Branch) ('AHA NT'), report to the best of my knowledge as follows:

(a) Principal Activities

There were no significant changes in the AHA (NT)'s principal activities during the period to which this report relates.

(b) Significant Financial Changes

There were no significant changes in the AHA (NT)'s financial affairs during the period to which this report relates to.

(c) Prescribed and other information

- I. As of 30 June 2013, the total number of full time equivalent employees employed by the reporting entity was 4.8;
- II. The office holders for the entire year, unless otherwise stated, were as follows:

Doug Sallis	President
Michael Burns	Senior Vice President
Noel Fahey	Vice President
Justin Coleman	Treasurer
Fiona Pryde	Secretary

Frank Dalton
Peter Serverin
Lindsay Carmichael
Ray Loechel
Geoff Booth
Craig Jervis
Scott Simpson (elected as casual vacancy 17 September 2013)
Rick Cullen (elected 21 May 2013)
Tony Adams (outgoing)
Matthew Cielens (outgoing).


.....
FIONA PRYDE

Date: 14/12/13

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Financial Statements

For the Year Ended 30 June 2013

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

For the Year Ended 30 June 2013

CONTENTS

	<u>Page</u>
Financial Statements	
Committee of Management Statement	1
Operating Report	2 - 3
Statement of Comprehensive Income	4
Statement of Profit or Loss	5
Statement of Financial Position	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9 - 23
Independent Audit Report	24 - 25
Schedules	26 - 27

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Committee of Management Statement

On October 2013, the Committee of Management of the Australian Hotels Association Northern Territory Branch passed the following resolution in relation to the general purpose financial report ("GPFR") of the reporting unit for the financial year ended 30 June 2013:

The Committee of Management declares in relation to the GPFR 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 Fair Work (Registered Organisations) Act 2009;
- (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 GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of the 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 the 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 ("ROA"); and
 - (iv) the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) no request for any information has been made by any member of the reporting unit during the period; and
 - (vi) no orders have been made by the Commission under the Fair Work (Registered Organisations) Act 2009 during the period

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

President
Doug Sallis

Dated this 23 day of October 2013

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Operating Report

30 June 2013

I, Doug Sallis, being the designated officer responsible for preparing this report for the financial year ended 30 June 2013 of the Australian Hotels Association Northern Territory Branch (AHA), report to the best of my knowledge as follows.

Principal Activities

The principal activities of association during the financial year were:

- The Australian Hotels Association Northern Territory Branch ("AHA") is an employers' association representing the rights and interests of licensees particularly in relation to liquor licensing, gaming, small business, tourism, industrial relations and health.
- The AHA considers all political developments both Commonwealth and in the Northern Territory affecting the AHA and takes steps to initiate, promote, amend, modify or reject, as the case may be, all or any of such political measure. The AHA regularly meets with Members of Parliament and key Government representatives to consult key issues.
- Included in the annual report are the various reports compiled by the President and the Treasurer of the AHA, outlining the activities for the year (attached). There were no significant changes in the nature of these activities during the year under review.
- The President and Chief Executive Officer attended several National Executive meetings throughout the year.

Significant Changes

No significant change in the nature of these activities occurred during the year.

Members advice

- under section 174 of the Fair Work (Registered Organisations) Act ("ROA"), a member may resign from membership by written notice addressed and delivered to the Branch Secretary of the Branch of which he is a member (see rule 32, Australian Hotels Association Rules);
 - the register of members of the AHA was maintained in accordance with the RAO; and
 - section 272 Information to be provided to members or General Manager
- (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).

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Operating Report

30 June 2013

Trustee of superannuation entity

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

Prescribed and other information

As at 30 June 2013 to which this report relates, the number of members of the AHA was 160 including Honorary Life members (125 are voting members);

As at 30 June 2013, the total number of employees employed by the reporting entity was 5;

The office holders during the financial year or up to date of signing:

Doug Sallis	President
Michael Burns	Senior Vice President
Noel Fahey	Vice President
Justin Coleman	Treasurer
Fiona Pryde	Secretary
Frank Dalton	
Peter Severin	
Lindsay Carnicheal	
Matthew Cielens (outgoing)	
Ray Loechel	
Tony Adams (outgoing)	
Geoff Booth	
Craig Jervis	
Scott Simpson	
Rick Cullen	
Adrian Sampson	

Operating result

The Profit/(loss) of the Association for the financial year after providing for income tax amounted to \$ 12,440 (2012: Loss of \$ (92,280)).

Signed in accordance with a resolution of the Members of the Committee:

President: 

Doug Sallis

Dated this ²³..... day of October 2013

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Statement of Comprehensive Income

For the Year Ended 30 June 2013

	2013	2012
	\$	\$
Profit/(Loss) for the year	12,440	(92,206)
Other comprehensive income:		
Total comprehensive Profit/(loss) income for the year	12,440	(92,206)

The accompanying notes form part of these financial statements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Statement of Profit or Loss

For the Year Ended 30 June 2013

		2013	2012
	Note	\$	\$
Revenue	2	707,641	688,278
Other income	2	68,028	78,508
Accounting fees		(13,560)	(11,155)
Employee benefits expense	3	(355,589)	(380,629)
Depreciation		(15,046)	(14,035)
Conference/seminar costs		(208,775)	(213,391)
Rent		(31,740)	(31,780)
Insurance		(10,186)	(8,623)
Travel		(14,365)	(38,241)
Publications		(14,863)	(14,522)
Consulting and professional fees		(21,512)	(55,342)
Other expenses		(77,593)	(91,274)
Profit (loss) before income taxes		12,440	(92,206)
Income tax expense	1(i)	-	-
Profit (loss) for the year		12,440	(92,206)

The accompanying notes form part of these financial statements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Statement of Financial Position

30 June 2013

	Note	2013 \$	2012 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	506,614	596,640
Trade and other receivables	5	23,665	9,667
TOTAL CURRENT ASSETS		<u>530,279</u>	<u>606,307</u>
NON-CURRENT ASSETS			
Trade and other receivables	5	173,111	173,111
Property, plant and equipment	7	27,658	42,100
TOTAL NON-CURRENT ASSETS		<u>200,769</u>	<u>215,211</u>
TOTAL ASSETS		<u>731,048</u>	<u>821,518</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8	199,398	261,685
Borrowings		-	116
Short-term provisions	9	16,721	58,471
TOTAL CURRENT LIABILITIES		<u>216,119</u>	<u>320,272</u>
TOTAL LIABILITIES		<u>216,119</u>	<u>320,272</u>
NET ASSETS		<u>514,929</u>	<u>501,246</u>
EQUITY			
Retained Earnings		<u>514,929</u>	<u>501,246</u>
TOTAL EQUITY		<u>514,929</u>	<u>501,246</u>

The accompanying notes form part of these financial statements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Statement of Changes in Equity

For the Year Ended 30 June 2013

2012

	Retained Earnings	Total
	\$	\$
Balance at 30 June 2012	501,246	501,246
Profit/(Loss) for the year	12,440	12,440
Prior year adjustment	1,243	1,243
Balance at 30 June 2013	514,929	514,929

The accompanying notes form part of these financial statements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Statement of Cash Flows

For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
CASH FROM OPERATING ACTIVITIES:			
Receipts from customers		\$ 806,385	\$ 633,491
Payments to suppliers and employees		(929,786)	(665,471)
Interest received		34,095	46,800
Net cash provided by (used in) operating activities	12	<u>(89,306)</u>	<u>14,820</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of property, plant and equipment		<u>(604)</u>	<u>(4,434)</u>
Net cash used by investing activities		<u>(604)</u>	<u>(4,434)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net increase (decrease) in cash and cash equivalents held		(89,910)	10,386
Cash and cash equivalents at beginning of year		<u>596,524</u>	<u>586,138</u>
Cash and cash equivalents at end of financial year	4	<u>\$ 506,614</u>	<u>\$ 596,524</u>

The accompanying notes form part of these financial statements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards (including Australian Accounting Interpretations) and the *Fair Work (Registered Organisations) Act ("ROA") 2009*.

Australian Accounting Standards set out accounting policies that would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue on 23rd day of October 2013 by the members of the association.

(b) Comparative Figures

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

Where the Association has retrospectively applied an accounting policy, made a retrospective restatement or reclassifies items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

(c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment

Items of plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated and impairment losses.

The carrying amount of plant and equipment is reviewed annually by the committee members to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(c) Property, Plant and Equipment continued

The cost of fixed assets constructed within the Association includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	
Plant and Equipment	15%
Motor Vehicles	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

(d) Impairment of Assets

At the end of each reporting period, the Association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs to sell and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying value over its recoverable amount is expensed in profit or loss.

Where it is not possible to estimate the recoverable amount of an individual asset, the Association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(e) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

(f) Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

(g) Provisions

Provisions are recognised when the Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(h) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Association during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(i) Income Tax

No formal exemption from income tax under Section 50 (15) of the Income Tax Assessment Act has been granted by the Australia Taxation Office. The Branch however believes that it is exempt and as such no liability has been booked in the accounts.

(j) Revenue and other income

The Association recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of Australian Hotels Association Northern Territory Branch's activities as discussed below.

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(i) Revenue and other income continued

Grant revenue

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

Interest revenue

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Dividend revenue

Dividends are recognised as revenue when the right to receive the dividend has been established. Where the dividend is paid out of pre-acquisition profits, it is taken to revenue; however this may be considered an impairment indicator causing an impairment review of the value of the investment.

Construction

Revenue relating to construction activities is detailed at Note .

Provision of services

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at the end of the reporting period and where the outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable.

Rental income

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Revenue from the provision of membership subscriptions is recognised on a straight line basis over the financial year.

All revenue is stated net of the amount of goods and services tax (GST).

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(k) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from or payable to, the ATO is included with other receivable or payable in the statement of financial position.

Cash flows are presented in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(l) New accounting standards for application in future periods

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Association has decided against early adoption of these Standards. The following table summarises those future requirements, and their impact on the Association:

Standard Name	Effective date for entity	Requirements	Impact
AASB 9 Financial Instruments and amending standards AASB 2010-7 / AASB 2012-6	30 June 2016	Changes to the classification and measurement requirements for financial assets and financial liabilities. New rules relating to derecognition of financial instruments.	The impact of AASB 9 has not yet been determined as the entire standard has not been released.
AASB 1053 - Application of Tiers of Australian Accounting Standards and amending standards AASB 2010-2, AASB 2011-11, AASB 2012-1, AASB 2012-7 and AASB 2012-11	30 June 2014	This standard allows certain entities to reduce disclosures.	The entity is not adopting the RDR and therefore these standards are not relevant.
AASB 2011-2 Amendments to Australian Accounting Standards arising from Trans-Tasman convergence – Reduced Disclosure Requirements	30 June 2014	Highlights the disclosures not required in AASB 1054 for entities applying the RDR.	FOR RDR ENTITIES Little impact since the disclosures are not included in the RDR financials. FOR NON RDR ENTITIES The entity is not adopting the RDR and therefore this standard is not relevant.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(l) New accounting standards for application in future periods continued

<p>AASB 10 Consolidated Financial Statements / AASB 11 Joint Arrangements / AASB 12 Disclosures of Interests in Other Entities, AASB 127 Separate Financial Statements, AASB 128 Investments in Associates and AASB 2012-10 Amendments to Australian Accounting Standards - Transition Guidance and Other Amendments</p>	<p>30 June 2014</p>	<p>AASB 10 includes a new definition of control, which is used to determine which entities are consolidated, and describes consolidation procedures. The Standard provides additional guidance to assist in the determination of control where this is difficult to assess.</p>	<p>The Group will review its controlled entities to determine whether they should be consolidated under AASB 10, no changes are anticipated.</p>
		<p>AASB 11 focuses on the rights and obligations of a joint venture arrangement, rather than its legal form (as is currently the case). IFRS 11 requires equity accounting for joint ventures, eliminating proportionate consolidation as an accounting choice.</p>	<p>All joint ventures of the group are equity accounted and therefore minimal impact is expected due to the adoption of AASB 11.</p>
		<p>AASB 12 includes disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other off balance sheet vehicles.</p>	<p>Additional disclosures will be required under AASB 12 but there will be no changes to reported position and performance.</p>
<p>AASB 13 Fair Value Measurement.</p>	<p>30 June 2014</p>	<p>AASB 13 provides a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across Accounting Standards but does not change when fair value is required or permitted.</p>	<p>Fair value estimates currently made by the entity will be revised and potential changes to reported values may be required.</p>
<p>AASB 2011-3 - Amendments to Australian Accounting Standards arising from AASB 13 [AASB 1, 2, 3, 4, 5, 7, 9, 2009-11, 2010-7, 101, 102, 108, 110, 116, 117, 118, 119, 120, 121, 128, 131, 132, 133, 134, 136, 138, 139, 140, 141, 1004, 1023 & 1038 and Interpretations 2, 4, 12, 13, 14, 17, 19, 131 & 132]</p>	<p>30 June 2014</p>	<p>There are a number of additional disclosure requirements.</p>	<p>The entity has not yet determined the magnitude of any changes which may be needed.</p>
<p>AASB 2011-4 - Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements [AASB 124]</p>	<p>30 June 2014</p>	<p>Remove individual key management personnel disclosure requirements (i.e. components of remuneration) for disclosing entities.</p>	<p>Some additional disclosures will be needed.</p> <p>The entity is not a disclosing entity and therefore this will have no impact.</p> <p>OR</p> <p>Since the entity is a disclosing entity, the KMP remuneration note in the financial statements will not include individual components of remuneration.</p>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(l) New accounting standards for application in future periods continued

<p>AASB 2011-6 - Amendments to Australian Accounting Standards - Extending Relief from Consolidation, the Equity Method and Proportionate Consolidation - Reduced Disclosure Requirements [AASB 127, AASB 128 & AASB 131]</p>	<p>30 June 2014</p>	<p>This Standard extends the relief from consolidation, the equity method and proportionate consolidation by removing the requirement for the consolidated financial statements prepared by the ultimate or any intermediate parent entity to be IFRS compliant, provided that the parent entity, investor or venturer and the ultimate or intermediate parent entity comply with Australian Accounting Standards or Australian Accounting Standards - Reduced Disclosure Requirements.</p>	<p>Since the entity does not comply with the Reduced Disclosure Regime there is no impact on the adoption of this standard.</p> <p>OR</p> <p>The entity will cease preparation of consolidated financial statements under this standard.</p>
<p>AASB 2011-7 - Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards [AASB 1, 2, 3, 5, 7, 9, 2009-11, 101, 107, 112, 118, 121, 124, 132, 133, 136, 138, 139, 1023 & 1038 and Interpretations 5, 9, 16 & 17]</p>	<p>30 June 2014</p>	<p>This standard provides many consequential changes due to the release of the new consolidation and joint venture standards.</p>	<p>The impact of this standard is expected to be minimal.</p>
<p>AASB 119 Employee Benefits (September 2011)</p>	<p>30 June 2014</p>	<p>The main changes in this standard relate to the accounting for defined benefit plans and are as follows:</p>	<p>Since the entity does not have a defined benefit plan, the adoption of these standards will not have any impact.</p>
<p>AASB 2011-10 Amendments to Australian Accounting Standards arising from AASB 119 (September 2011) and AASB 2011-11 Amendments to AASB 119 (September 2011) arising from Reduced Disclosure Requirements</p>	<p>30 June 2014</p>	<p>- elimination of the option to defer the recognition of gains and losses (the 'corridor method');</p> <p>- requiring remeasurements to be presented in other comprehensive income; and</p> <p>- enhancing the disclosure requirements.</p>	<p>OR</p> <p>Where the entity has a defined benefit plan, the impact of this standard should be calculated and disclosed.</p>
<p>AASB 2010-10 - Further Amendments to Australian Accounting Standards - Removal of Fixed Dates for First-time Adopters [AASB 2009-11 & AASB 2010-7]</p>	<p>30 June 2014</p>	<p>Makes amendments to AASB 1</p>	<p>No impact since the entity is not a first-time adopter of IFRS.</p>
<p>AASB 2012-2 - Amendments to Australian Accounting Standards - Disclosures - Offsetting Financial Assets and Financial Liabilities [AASB 132 & AASB 7]</p>	<p>30 June 2014</p>	<p>Requires the inclusion of information about the effect or potential effect of netting arrangements.</p>	<p>There is no impact on disclosures as there are no offsetting arrangements currently in place.</p>
<p>AASB 2012-4 - Amendments to Australian Accounting Standards - Government Loans [AASB 1]</p>	<p>30 June 2014</p>	<p>Adds exception to retrospective application of Australian Accounting Standards for first time adopters.</p>	<p>No impact as these are not the first time adoption accounts for the entity.</p>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

1 Summary of Significant Accounting Policies continued

(1) New accounting standards for application in future periods continued

<p>AASB 2012-5 - Amendments to Australian Accounting Standards arising from Annual Improvements 2009-2011 Cycle [AASB 1, AASB 101, AASB 116, AASB 132 & AASB 134 and Interpretation 2]</p>	<p>30 June 2014</p>	<p>AASB 1 - this standard clarifies that an entity can apply AASB 1 more than once.</p> <p>AASB 101 - clarifies that a third statement of financial position is required when the opening statement of financial position is materially affected by any adjustments.</p> <p>AASB 116 - clarifies the classification of servicing equipment.</p> <p>AASB 132 and Interpretation 2 - Clarifies that income tax relating to distributions to holders of an equity instrument and to transaction costs of an equity transaction shall be accounted for in accordance with AASB 112 Income Taxes</p> <p>AASB 134 - provides clarification about segment reporting.</p>	<p>No expected impact on the entities financial position or performance.</p>
<p>AASB 2011-12 Amendments to Australian Accounting Standards arising from Interpretation 20</p>	<p>30 June 2014</p>	<p>Allows transitional provisions for strappings costs in accordance with Interpretation 20.</p>	<p>There will be no impact as entity is not in the mining industry.</p>
<p>AASB 2012-9 Amendment to AASB 1048 arising from the Withdrawal of Australian Interpretation 1039</p>	<p>30 June 2014</p>	<p>Removes reference to withdrawal Interpretation 1039.</p>	<p>No impact on the financial statements.</p>
<p>AASB 1055 - Budgetary Reporting AASB 2013-1 Amendments to AASB 1049 - Relocation of Budgetary Reporting Requirements</p>	<p>30 June 2015</p>	<p>This standard specifies the nature of budgetary disclosures and circumstances for inclusion in the financial statements.</p>	<p>No impact as the entity is not a public sector entity.</p>
<p>AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities [AASB 132]</p>	<p>30 June 2015</p>	<p>This standard adds application guidance to AASB 132 to assist with applying some of the offset criteria of the standard.</p>	<p>There will be no impact to the entity as there are no offsetting arrangements currently in place..</p>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

2 Revenue and Other Income

	2013	2012
	\$	\$
Revenue		
- Grant Funding	245,791	240,279
- Membership Fees and Subscriptions	25,620	26,295
- Corporate Sponsorship	190,400	183,736
- Functions	169,509	165,709
- Conference and Trade Fair	76,321	72,259
Total revenue	<u>707,641</u>	<u>688,278</u>
- Other income	33,932	31,708
- Interest received	34,095	46,800
Total other income	<u>68,027</u>	<u>78,508</u>
- Income	<u>775,669</u>	<u>766,786</u>

3 Expenses

	2013	2012
	\$	\$
Depreciation	15,046	14,035
Employee benefits expense	355,589	380,629
Remuneration of auditor:		
- auditing or reviewing the financial report	7,800	6,800
	<u>378,435</u>	<u>401,464</u>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

4 Cash and Cash Equivalents

	2013	2012
	\$	\$
Cash on hand	195	135
Cash at bank	506,419	596,505
	<u>506,614</u>	<u>596,640</u>

Reconciliation of cash

	2013	2012
	\$	\$
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash and cash equivalents	506,614	596,640
Bank overdraft	-	(116)
	<u>506,614</u>	<u>596,524</u>

5 Trade and Other Receivables

	2013	2012
	\$	\$
CURRENT		
Trade receivables	23,665	9,667
Total current trade and other receivables	<u>23,665</u>	<u>9,667</u>
NON-CURRENT		
Other receivables	173,111	173,111
Total non-current trade and other receivables	<u>173,111</u>	<u>173,111</u>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

5 Trade and Other Receivables continued

Credit risk

The Association has no significant concentration of credit risk with respect to any single counterparty or group of counterparties. The class of assets described as 'trade and other receivables' is considered to be the main source of credit risk related to the Association.

On a geographical basis, the Association has significant credit risk exposures in Australia. The Association's exposure to credit risk for receivables at the end of the reporting period in Australia is as follows:

(a) Credit Risk - Trade and Other Receivables

The Association does not have any material credit risk exposure to any single receivable or group of receivables.

Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there is objective evidence indicating that the debt may not be fully repaid to the Association.

The balances of receivables that remain within initial trade terms (as detailed in the table) are considered to be of high credit quality.

The other classes of receivables do not contain impaired assets.

There are no balances within trade receivables that contain assets that are not impaired and are past due. It is expected that these balances will be received when due.

6 Other Assets

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

7 Property, Plant and Equipment

	2013	2012
	\$	\$
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	56,061	55,457
Accumulated depreciation	(45,261)	(36,852)
Total plant and equipment	<u>10,800</u>	<u>18,605</u>
Motor vehicles		
At cost	29,796	29,796
Accumulated depreciation	(12,938)	(6,979)
Total motor vehicles	<u>16,858</u>	<u>22,817</u>
Improvements		
At cost	10,001	10,001
Accumulated depreciation	(10,001)	(9,323)
Total improvements	<u>-</u>	<u>678</u>
Total property, plant and equipment	<u><u>27,658</u></u>	<u><u>42,100</u></u>

(a) Movements in Carrying Amounts

Movement in the carrying amount for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Plant and Equipment	Motor Vehicles	Improvements	Total
	\$	\$	\$	\$
Balance at the beginning of year	18,605	22,817	678	42,100
Additions	604	-	-	604
Depreciation expense	(8,409)	(5,959)	(678)	(15,046)
Carrying amount at the end of 30 June 2013	<u>10,800</u>	<u>16,858</u>	<u>-</u>	<u>27,658</u>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

8 Trade and Other Payables

	2013	2012
	\$	\$
CURRENT		
Trade payables	10,554	14,562
Advance funding and sponsorship	132,344	219,560
Other payables	56,500	27,563
	<u>199,398</u>	<u>261,685</u>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

9 Provisions

	2013	2012
	\$	\$
CURRENT		
Employee benefits		
- Other employees	16,721	58,471
	<u>16,721</u>	<u>58,471</u>

Provision for Employee Benefits

The provision for employee benefits represents amounts accrued for annual leave.

Based on past experience, the association does not expect the full amount of annual leave to be settled within the next 12 months. However, the amount must be classified as a current liability because the association does not have an unconditional right to defer the settlement of the amount in the event employees wish to use their leave entitlements.

10 Auditors' Remuneration

	2013	2012
	\$	\$
Remuneration of the auditor:		
- Auditing or reviewing the financial statements	7,800	6,800
	<u>7,800</u>	<u>6,800</u>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

11 Related Party Transactions

During the year ended 30 June 2008, the Branch provided a secured loan of \$173,392 to AHANT Incorporated to purchase units 20 and 23 Cavenagh Street, Darwin NT where the Branch currently operates. The loan accrues interest at 10% per annum and is paid monthly. The interest earned for the year was \$17,414 (2010: \$17,414).

There are no set principal repayment terms, however the loan must be repaid in full within 30 days of being notified in writing by the Branch, or immediately in the event of; the appointment of a statutory manager under the associations Act (NT), dissolution of AHANT Incorporated, or if AHANT Incorporated becomes insolvent, enters into an agreement with its creditors or an application or order is made for the winding up of AHANT Incorporated.

AHANT Incorporated has agreements to lease the units back to the Branch at a rate of \$15,000 per unit per annum. Rent paid for the year ended 30 June 2013 was \$30,000 (2012: \$30,000).

The loan is secured by a charge over the units.

12 Cash Flow Information

(a) Reconciliation of Cash Flow from Operations with (Loss) Profit after Income Tax

	2013	2012
	\$	\$
Profit (loss) for the year	12,440	(92,206)
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit		
- Depreciation	15,046	14,035
Changes in assets and liabilities		
- (Increase)/decrease in trade and term receivables	(13,998)	133,293
- (Increase)/decrease in prepayments	-	1,030
- Prior period adjustment	1,242	-
- Increase/(decrease) in trade payables and accruals	(62,286)	(41,332)
- Increase/(decrease) in provisions	(41,750)	-
	<u>(89,306)</u>	<u>14,820</u>

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Notes to the Financial Statements

For the Year Ended 30 June 2013

13 Branch Details

The registered office of the branch is:

Australian Hotels Association Northern Territory Branch

20/24 Cavenagh Street

DARWIN NT 0800

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Independent Audit Report to the members of Australian Hotels Association Northern Territory Branch

Report on the Financial Report

We have audited the accompanying financial report of Australian Hotels Association Northern Territory Branch, which comprises the statement of financial position as at 30 June 2013, and the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Fair Work (Registered Organisations) Act ("ROA")* 2009. This responsibility includes: designing, implementing and maintaining internal control 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.

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 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 that gives a true and fair view 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, 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 Australian professional ethical pronouncements.

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

Independent Audit Report to the members of Australian Hotels Association Northern Territory Branch

Auditor's Opinion

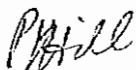
In our opinion the general purpose financial report is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009.

Perks Audit & Assurance
PERKS AUDIT & ASSURANCE

59 Smith Street

Darwin

Northern Territory 0800



PETER J HILL

Partner

Registered Company Auditor

Dated this *23rd* day of October 2013

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

For the Year Ended 30 June 2013

Disclaimer

The additional financial data presented on page 24 is in accordance with the books and records of the branch which have been subjected to the auditing procedures applied in our statutory audit of the branch for the year ended 30 June 2013. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Australian Hotels Association Northern Territory Branch) in respect of such data, including any errors or omissions therein however caused.

Perks Audit & Assurance
PERKS AUDIT & ASSURANCE

59 Smith Street

Darwin

Northern Territory 0800



PETER J HILL

Partner

Registered Company Auditor

Dated this ^{23rd}..... day of October 2013

Australian Hotels Association Northern Territory Branch

ABN 48 911 463 427

For the Year Ended 30 June 2013

Profit and Loss Account

	2013	2012
	\$	\$
Income		
Sponsorship and associate membership fees	245,791	240,279
Corporate sponsorship	190,400	183,736
Functions income - dinners and lunches	169,509	165,709
Conference and Trade Expo	76,321	72,259
Interest income	34,095	46,800
Other income	33,933	31,708
Administration and management fees	25,620	26,295
Total income	<u>775,669</u>	<u>766,786</u>
Less: Expenses		
Salaries - Employees	322,637	350,648
Conference/seminar costs	208,775	213,391
Superannuation contributions	31,936	28,335
Rent	31,740	31,780
Consulting and professional fees	21,512	55,342
Depreciation	15,046	14,035
Magazine - Hospitality Outlook	14,863	14,522
Travel	14,365	38,241
Public relations	13,904	14,864
Accounting fees	13,560	11,155
Insurance	10,186	8,623
AHA National Affiliation fees and levies	8,067	6,250
Auditors remuneration	7,800	6,800
Telephone and fax	7,669	10,773
Sundry expenses	6,806	11,514
Computer expenses	5,318	9,582
Postage	4,749	5,899
Printing and stationery	4,371	7,430
Electricity and water	3,721	2,869
Equipment < \$300	3,237	5,941
Cleaning	2,805	-
Bank charges	2,524	2,378
Publications	2,100	-
Motor vehicle expenses	1,941	2,037
Advertising	1,601	410
Workers compensation insurance	1,016	1,646
Repairs and maintenance	980	4,527
Total Expenses	<u>763,229</u>	<u>858,992</u>
Profit/(Loss) before income tax	<u>12,440</u>	<u>(92,206)</u>