



30 May 2014

Richard Lovell
Secretary/Treasurer
Australian Hotels Association, South Australia
PO Box 3092
Rundle Mall SA 5000

via e-mail: information@ahasa.asn.au

Dear Mr Lovell

Australian Hotels Association, South Australia
Financial Report for the year ended 31 December 2013 - FR2013/508

I acknowledge receipt of the financial report for the year ended 31 December 2013 for the Australian Hotels Association, South Australia (AHA-SA). The financial report was lodged with the Fair Work Commission (FWC) on 8 May 2014.

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 31 December 2014 may be subject to an advanced compliance review.

I make the following comment 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.

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.

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 8661 7675 or by email at ken.morgan@fwc.gov.au

Yours sincerely

A handwritten signature in black ink, appearing to read 'K. Morgan', with a stylized flourish at the end.

Ken Morgan
Financial Reporting Advisor
Regulatory Compliance Branch

**AUSTRALIAN HOTELS ASSOCIATION
(SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146
AND CONTROLLED ENTITY**

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2013**

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
Revenue					
Membership subscriptions	2	1,781,469	1,745,882	1,781,469	1,745,882
Other revenue	2	1,501,356	1,396,124	1,501,356	1,396,124
Total revenue		3,282,825	3,142,006	3,282,825	3,142,006
Employee expenses	3A	(1,351,649)	(1,200,693)	(1,351,649)	(1,200,693)
Depreciation expense	5	(89,180)	(92,828)	(69,180)	(72,828)
Other expenses from ordinary activities	3B	(1,563,406)	(1,380,837)	(1,583,406)	(1,400,837)
Surplus/(Deficit) attributable to members of the parent entity		278,590	467,648	278,590	467,648
Other comprehensive income for the year		-	-	-	-
Total comprehensive income for the year		-	-	-	-

The accompanying notes form part of these financial statements.

A detailed income statement is provided in note 21.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

STATEMENT OF FINANCIAL POSITION
AS AT
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4A	5,270,036	4,829,174	5,270,026	4,829,164
Trade and other receivables	4B	128,049	1,248,553	786,207	1,926,711
Inventories	4C	4,796	12,058	4,796	12,058
Other current assets	4C	99,938	139,277	99,938	139,277
TOTAL CURRENT ASSETS		5,502,819	6,229,062	6,160,967	6,907,210
NON-CURRENT ASSETS					
Shares in non-listed entity	13	-	-	10	10
Property, plant and equipment	5A	1,619,189	1,695,577	284,412	340,800
Intangible assets	5B	350	350	-	-
Investments in associates	14	-	-	-	-
TOTAL NON-CURRENT ASSETS		1,619,539	1,695,927	284,422	340,810
TOTAL ASSETS		7,122,358	7,924,989	6,445,389	7,248,020
CURRENT LIABILITIES					
Trade and other payables	6	1,315,290	2,556,742	1,315,290	2,556,742
Short-term provisions	7	378,942	220,749	378,942	220,749
TOTAL CURRENT LIABILITIES		1,694,233	2,777,491	1,694,233	2,777,491
NON-CURRENT LIABILITIES					
Employee provisions	7	22,499	20,462	22,499	20,462
TOTAL NON-CURRENT LIABILITIES		-	-	-	-
TOTAL LIABILITIES		1,716,732	2,797,953	1,716,732	2,797,953
NET ASSETS		5,405,626	5,127,036	4,728,657	4,450,067
EQUITY					
Capital profits reserve	8	676,969	676,969	-	-
General reserve	8	380,000	380,000	380,000	380,000
Retained surplus		4,348,657	4,070,067	4,348,657	4,070,067
TOTAL EQUITY		5,405,626	5,127,036	4,728,657	4,450,067

The accompanying notes form part of these financial statements.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Retained surplus	Capital profits reserve	General reserve	Total
		\$	\$	\$	\$
Economic Entity					
Balance at 31 December 2012		4,070,068	676,969	380,000	5,127,037
Surplus/(Deficit) attributable to members of the parent entity		278,590	-	-	278,590
Other Comprehensive income		-	-	-	-
Balance at 31 December 2013		4,348,658	676,969	380,000	5,405,627
Parent Entity					
Balance at 31 December 2012		4,070,068	-	380,000	4,450,068
Surplus/(Deficit) attributable to members of the parent entity		278,590	-	-	278,590
Other Comprehensive income		-	-	-	-
Balance at 31 December 2013		4,348,658	0	380,000	4,728,658

The accompanying notes form part of these financial statements.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

CASH FLOW STATEMENT
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
CASH FLOWS FROM					
OPERATING ACTIVITIES					
Receipts from customers		3,660,975	2,722,021	3,660,975	2,722,021
Payments to suppliers and employees		(3,326,903)	(2,404,089)	(3,326,903)	(2,404,089)
Payments to AHA National		(57,402)	(82,968)	(57,402)	(82,968)
Payments to AHA (NSW)		(8,282)	(108,560)	(8,282)	(108,560)
Interest received		185,452	207,850	185,452	207,850
Net cash provided by (used in) operating activities	9A	453,840	334,254	453,840	334,254
CASH FLOWS FROM INVESTING ACTIVITIES					
Proceeds from sale of property, plant and equipment		-	17,271	-	17,271
Purchase of property, plant and equipment		(12,978)	(120,491)	(12,978)	(120,491)
Net cash provided by (used in) investing activities		(12,978)	(103,220)	(12,978)	(103,220)
CASH FLOWS FROM FINANCING ACTIVITIES					
		-	-	-	-
Net increase (decrease) in cash held		440,862	231,034	440,862	231,034
Cash at beginning of financial year		4,829,174	4,598,140	4,829,164	4,598,130
Cash at end of financial year	9A	5,270,036	4,829,174	5,270,026	4,829,164

The accompanying notes form part of these financial statements.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in the financial statement containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statement also complies with International Financial Reporting Standards.

The financial statement covers the Australian Hotels Association (South Australian Branch) (AHASA) as an individual parent entity and the AHASA and its controlled entity as an economic entity. The AHASA is an organisation registered in Australia under the Fair Work (*Registered Organisations*) Act 2009.

Material accounting policies adopted in the preparation of this financial statement are presented below and have been consistently applied unless otherwise stated.

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

The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Basis of Preparation

Reporting Basis and Conventions

The financial statement has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

a. Principles of Consolidation

A controlled entity is any entity that the AHASA has the power to control the financial and operating policies of so as to obtain benefits from its activities. The AHASA has one controlled entity and the details are contained in note 11 to the financial statements. The controlled entity has a December year end.

All inter-company balances and transactions between entities in the economic entity, including any unrealised surplus or deficit, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the economic entity during the year, their operating results have been included or excluded from the date control was obtained or until the date control ceased.

b. Taxation

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

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

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

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

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

The charge for current income tax expense for the controlled entity is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using tax rates that have been enacted or are substantively enacted by the reporting date.

c. Inventories

Inventories are measured at the lower of cost and replacement cost. Costs are assigned on a specific identification basis.

d. Property, Plant and Equipment

Each class of property, plant and equipment including freehold land and buildings is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

The carrying amount of property, plant and equipment is reviewed at each reporting date by the Executive Council 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 which will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to present values in determining recoverable amounts.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
(CONT'D)

Depreciation

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

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

Class of Fixed Asset	Depreciation Rate
Buildings	1%
Plant and equipment	7–40%
Motor vehicles – owned and leased	22.50%

Derecognition

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

e. Impairment of Non-Financial Assets

At each reporting date, the Executive Council reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

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

f. Investments in Associates

An associate is an entity over which Australian Hotel Association (South Australia Branch) has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

g. Employee & Officials Benefits

Provision is made for the organisation's liability for employee benefits arising from services rendered by employees to within 12 months 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, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Long service leave is provided for in respect of employees with more than 5 years service.

Officials do not earn any benefits from services rendered, except current year's fees, hence no provision is made for a liability for annual or long service leave for officials.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
(CONT'D)

h. Provisions

Provisions are recognised when the economic entity 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.

i. Cash and Cash Equivalents

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

j. Financial instruments

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

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

Financial assets

Financial assets are classified into the following specified categories: held-to-maturity investments, available-for-sale financial assets and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. All regular way purchases or sales of financial assets are recognised and derecognised upon trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity dates that the reporting unit has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment.

Available-for-sale

The reporting unit also has investments in unlisted shares that are not traded in an active market but that are also classified as available-for-sale financial assets and stated at cost.

Loan and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, when appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest rate basis.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
(CONT'D)

Impairment of financial assets

Financial assets, are assessed for impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the reporting units past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of 60 days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

Derecognition of financial assets

The reporting unit derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss.

Financial liabilities

Financial liabilities are classified as other financial liabilities. Financial liabilities are recognised and derecognised upon 'trade date'.

Other financial liabilities

Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

Derecognition of financial liabilities

The reporting unit derecognises financial liabilities when, and only when, the reporting units obligations are discharged, cancelled or they expire. The difference between the carrying amounts of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

k. Revenue

Revenue is measured at the fair value of the consideration received or receivable.

Revenue from subscriptions is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised when, the risks and rewards of ownership have been transferred to the buyer, the entity retains no managerial involvement or effective control over the goods, the revenue and transaction costs incurred can be reliably measured, and it is probable that the economic benefits associated with the transaction will flow to the entity.

Receivables for goods and services, which have 30 day terms, are recognised at the nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

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

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease.

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

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
(CONT'D)

l. Comparative Figures

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

m. Critical Accounting Estimates and Judgements

The Executive Council evaluates continually evaluated judgements, estimates and assumptions based on experience and other factors, including expectations of future events that may have an impact on the entity. All judgements, estimates and assumptions made are believed to be reasonable based on the most current set of circumstances available to management. Actual results may differ from the judgements, estimates and assumptions.

Recoverable amount of classes of property, plant and equipment

Impairment of non-financial assets

Employee benefits payable later than one year

n. Debtors and Fees Recognition

Only the paid FIA-Membership fees for 2014 have been included in the accounts as cash and unearned revenue. However, during the period ended 31 December 2012 all FIA-Memberships whether paid or unpaid were recognised in the 2012 financial statements as either cash or debtor and unearned revenue. This has no impact on surplus/(deficit) for the year for the entity.

o. New Accounting Standards for Application in Future Periods

The AASB has issued a number of new and amended Accounting Standards and interpretations that have mandatory application dates for future reporting periods, some of which may be relevant to the association. The association has decided not to early adopt any of the new and amended pronouncements. The association's assessment of the impact is that it will not have any material impact on the financial statements.

p. Events after the reporting period

There were no events that occurred after 31 December 2013, or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of AHASA.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
NOTE 2: INCOME		2013	2012	2013	2012
		\$	\$	\$	\$
Operating activities:					
- members' subscriptions		1,775,469	1,745,882	1,775,469	1,745,882
- associate members' subscriptions		6,000	6,593	6,000	6,593
- advocacy services income		131,576	106,166	131,576	106,166
- capitation fees		-	-	-	-
- levies		-	-	-	-
- grants or donations		-	-	-	-
- sponsorships		599,350	597,214	599,350	597,214
- commissions received		108,401	99,138	108,401	99,138
- conferences, seminars and events		288,190	201,085	288,190	201,085
- rent received		68,880	66,240	68,880	66,240
- sale of goods		21,622	20,930	21,622	20,930
- other		97,884	88,314	97,884	88,314
		3,097,372	2,931,562	3,097,372	2,931,562
Non-operating activities:					
- bank interest		185,452	207,850	185,452	207,850
- gain on disposal of plant and equipment		-	2,594	-	2,594
		185,452	210,444	185,452	210,444
Total revenue		3,282,825	3,142,006	3,282,825	3,142,006

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
NOTE 3: EXPENSES					
NOTE 3A: Employee Expenses					
Holders of office:					
Wages and salaries		18,375	18,375	18,375	18,375
Superannuation		1,700	1,653	1,700	1,653
Leave and other entitlements		-	-	-	-
Separation and redundancies		-	-	-	-
Other employee expenses		-	-	-	-
Subtotal employee expenses holders of office		<u>20,075</u>	<u>20,028</u>	<u>20,075</u>	<u>20,028</u>
Employees other than holders of office:					
Wages and salaries		1,020,364	922,650	1,020,364	922,650
Superannuation		165,034	135,702	165,034	135,702
Leave and other entitlements		59,270	51,549	59,270	51,549
Separation and redundancies		-	-	-	-
Other employee expenses		<u>86,906</u>	<u>70,764</u>	<u>86,906</u>	<u>70,764</u>
Subtotal employee expenses employees other than holders of office		<u>1,331,574</u>	<u>1,180,665</u>	<u>1,331,574</u>	<u>1,180,665</u>
Total employee expenses		<u>1,351,649</u>	<u>1,200,693</u>	<u>1,351,649</u>	<u>1,200,693</u>
NOTE 3B: Other expenses from ordinary activities:					
Affiliation fees		300	300	300	300
Capitation fees		56,739	77,000	56,739	77,000
Conference and meeting expenses		302,329	249,131	302,329	249,131
Consideration to employers for payroll deductions		-	-	-	-
Compulsory levies		-	-	-	-
Fees/allowances meetings & conferences		4,932	4,230	4,932	4,230
Grants		-	-	-	-
Donations		42,792	33,550	42,792	33,550
Legal costs		11,780	28,818	11,780	28,818
Penalties - via RO Act or Regulations		-	-	-	-
Other expenses		<u>1,144,534</u>	<u>987,808</u>	<u>1,164,534</u>	<u>1,007,808</u>
Total other expenses from ordinary activities:		<u>1,563,406</u>	<u>1,380,837</u>	<u>1,583,406</u>	<u>1,400,837</u>

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
NOTE 4A: CASH AND CASH EQUIVALENTS					
Cash at bank and on hand		822,896	718,362	822,886	718,352
Short-term bank deposits		4,447,140	4,110,812	4,447,140	4,110,812
		5,270,036	4,829,174	5,270,026	4,829,164

The effective interest rates on short-term bank deposits were (2013: 3.50%; 3.55%; 4.25%; 3.20%; 3.64%); these deposits mature on; 10 January 2014; 13 January 2014; 13 January 2014; 17 January 2014; 17 February 2014.

	Economic Entity		Parent Entity	
	2013	2012	2013	2012
	\$	\$	\$	\$
NOTE 4B: TRADE AND OTHER RECEIVABLES				
Trade receivables	128,049	1,248,553	128,049	1,248,553
Amount receivable from wholly-owned subsidiary	-	-	658,158	678,158
Receivables from other reporting units	-	-	-	-
	<u>128,049</u>	<u>1,248,553</u>	<u>786,207</u>	<u>1,926,711</u>

The loan to the wholly-owned subsidiary is unsecured and interest-free. No repayment terms have been set.

NOTE 4C: OTHER CURRENT ASSETS

Inventories	4,796	12,058	4,796	12,058
Work in progress	3,015	2,925	3,015	2,925
Prepayments	51,267	43,998	51,267	43,998
Undeposited funds	10,495	60,508	10,495	60,508
Accrued income from other sources	35,161	31,846	35,161	31,846
Total other current assets excl inventories	<u>99,938</u>	<u>139,277</u>	<u>99,938</u>	<u>139,277</u>
Total other current assets incl inventories	<u>104,734</u>	<u>151,335</u>	<u>104,734</u>	<u>151,335</u>

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 5: NON-CURRENT ASSETS	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
Freehold land and buildings at cost		1,774,777	1,774,777	-	-
Less accumulated depreciation		440,000	420,000	-	-
		<u>1,334,777</u>	<u>1,354,777</u>	<u>-</u>	<u>-</u>
Plant and equipment at cost		478,778	467,970	478,778	467,970
Less accumulated depreciation		278,906	235,645	278,906	235,645
		<u>199,872</u>	<u>232,325</u>	<u>199,872</u>	<u>232,325</u>
Motor vehicles at cost		149,329	148,760	149,329	148,760
Less accumulated depreciation		64,789	40,285	64,788	40,285
		<u>84,540</u>	<u>108,475</u>	<u>84,540</u>	<u>108,475</u>
Total property, plant and equipment		<u>1,619,189</u>	<u>1,695,577</u>	<u>284,412</u>	<u>340,800</u>

Movement in carrying amounts

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

	Freehold land and buildings	Plant and equipment	Motor vehicles	Leased motor vehicles	Total
	\$	\$	\$	\$	\$
Economic Entity					
Balance at the beginning of the year	1,354,777	232,325	108,475	-	1,695,577
Additions	-	12,410	568	-	12,978
Disposals	-	(1,602)	-	-	(1,602)
Depreciation expense	(20,000)	(43,261)	(24,503)	-	(87,764)
Reclassification	-	-	-	-	0
Carrying amount at the end of the year	<u>1,334,777</u>	<u>199,872</u>	<u>84,540</u>	<u>-</u>	<u>1,619,189</u>
Parent Entity					
Balance at the beginning of the year	-	232,325	108,475	-	340,800
Additions	-	12,410	568	-	12,978
Disposals	-	(1,602)	-	-	(1,602)
Depreciation expense	-	(43,261)	(24,503)	-	(67,764)
Reclassification	-	-	-	-	0
Carrying amount at the end of the year	<u>-</u>	<u>199,872</u>	<u>84,540</u>	<u>0</u>	<u>284,412</u>

	Economic Entity		Parent Entity	
	2013	2012	2013	2012
	\$	\$	\$	\$
NOTE 5B: INTANGIBLE ASSETS				
Preliminary expenses at cost	<u>350</u>	<u>350</u>	<u>-</u>	<u>-</u>

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note		Economic Entity		Parent Entity	
			2013	2012	2013	2012
			\$	\$	\$	\$
NOTE 6: CURRENT LIABILITIES						
NOTE 6A: TRADE PAYABLES						
Trade creditors and accruals			38,575	137,875	38,575	137,875
Payables to other reporting units			-	-	-	-
Total trade payables			38,575	137,875	38,575	137,875
NOTE 6B: OTHER PAYABLES						
Salaries and allowances – officials			18,375	18,375	18,375	18,375
Superannuation – officials			1,700	1,653	1,700	1,653
Superannuation – other			5,154	3,446	5,154	3,446
Consideration to employers for payroll deductions			-	-	-	-
Legal expenses			-	-	-	-
Prepayments received/unearned revenue			1,104,549	2,060,868	1,104,549	2,060,868
GST Payable			115,187	180,834	115,187	180,834
Other payables and accrued expenses			31,751	153,691	31,751	153,691
Total other payables			1,276,715	2,418,867	1,276,715	2,418,867
Total trade and other payables			1,315,290	2,556,742	1,315,290	2,556,742
NOTE 7: PROVISIONS						
NOTE 7A: EMPLOYEE PROVISIONS						
<u>Office Holders:</u>						
Annual leave – officials			-	-	-	-
Long service leave – officials			-	-	-	-
Separations and redundancies			-	-	-	-
Other			-	-	-	-
Subtotal employee provisions - office holders			-	-	-	-
<u>Employees other than office holders:</u>						
Annual leave – employees			165,151	141,492	165,151	141,492
Long service leave - employees			135,330	99,719	135,330	99,719
Separations and redundancies			-	-	-	-
Other			-	-	-	-
Subtotal employee provisions - other than office holders			300,481	241,211	300,481	241,211
Total employee provisions office and other than office holders			300,481	241,211	300,481	241,211

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
NOTE 7B:OTHER PROVISIONS					
Maintenance provision		100,961	-	100,961	-
Total other provisions		100,961	-	100,961	-
Total employee and other provisions		401,442	241,211	401,442	241,211
Current provisions		378,942	-	378,942	-
Non current provisions		22,499	-	22,499	-
Total provisions		401,442	241,211	401,442	241,211
Number of employees at year end		13.6	14	13.6	14

NOTE 8: EQUITY

Capital Profits Reserve

The capital profits reserve records profits on disposal of non-current

676,969	676,969	-	-
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General Reserve

The general reserve is used to record amounts set aside to fund the

380,000	380,000	380,000	380,000
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AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
NOTE 9: CASH FLOW					
NOTE 9A: CASH FLOW RECONCILIATION					
Reconciliation of cash and cash equivalents as per Statement of Financial Position to Cash Flow Statement					
Cash Flow Statement		5,270,036	4,829,174	5,270,026	4,829,164
Statement of Financial Position		5,270,036	4,829,174	5,270,026	4,829,164
Difference		-	-	-	-
Reconciliation of Cash Flows from Operating Activities with Surplus/(Deficit) from Ordinary Activities					
Surplus/(Deficit) from ordinary activities		278,590	467,648	278,590	467,648
Adjustments for non-cash flows in deficit from ordinary activities:					
Depreciation/amortisation		89,180	92,828	69,180	72,828
Net write-down of non-financial assets		-	-	-	-
Gain) on disposal of plant and equipment		186	3,131	186	3,131
Changes in assets and liabilities:					
Decrease (increase) in net receivables		164,184	(113,440)	184,184	(93,440)
Decrease (increase) in prepayments					
Decrease (increase) in other assets		39,340	1,078	39,340	1,078
Decrease (increase) in inventories		7,262	7,487	7,262	7,487
Increase (decrease) in supplier payables					
Increase (decrease) in payables		(184,438)	(176,027)	(184,438)	(176,027)
Increase (decrease) in employee provisions					
Increase (decrease) in provisions		59,536	51,549	59,536	51,549
Cash flows from operating activities		453,840	334,254	453,840	334,254
NOTE 9B: CASH FLOW INFORMATION					
Cash inflows		3,846,427	2,947,142	3,846,427	2,947,142
Cash outflows		(3,405,565)	(2,716,108)	(3,405,565)	(2,716,108)
Net inflows/(outflows)		440,862	231,034	440,862	231,034

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

Note	Economic Entity		Parent Entity	
	2013	2012	2013	2012
	\$	\$	\$	\$

NOTE 10: CONTINGENT LIABILITIES

The economic entity had no contingent liabilities as at 31 December 2013 or for the forthcoming year.

NOTE 11: RELATED PARTY TRANSACTIONS

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

NOTE 11A: RELATED PARTY TRANSACTIONS FOR THE PERIOD

AHA Properties Pty Ltd:

— rent paid	-	-	20,000	20,000
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Rent paid by the AHASA to AHA Properties Pty Ltd is less than a normal commercial rate and there are no conditions attached.

Hotels Responsible Gambling Early Intervention Agency Ltd:

— rent received	68,880	66,240	68,880	66,240
— electricity contribution received	4,440	4,260	4,440	4,260
— cleaning contribution received	5,520	5,340	5,520	5,340
— administration fees received	56,400	54,240	56,400	54,240
— expenses reimbursed	156,595	159,618	156,595	159,618

Hospitality Group Training Inc

— corporate sponsorship received	7,250	3,500	7,250	3,500
— insurance reimbursement received	8,594	9,254	8,594	9,254
— advocacy services	-	761	-	761
— events attended	-	182	-	182

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

	Note	Economic Entity		Parent Entity	
		2013	2012	2013	2012
		\$	\$	\$	\$
NOTE 11B: KEY MANAGEMENT REMUNERATION FOR THE PERIOD					
Short-term employee benefits		342,579	318,604	342,579	318,604
Post-employment benefits		-	-	-	-
Other long-term benefits		10,315	9,574	10,315	9,574
Termination benefits		-	-	-	-
Share-based payments		-	-	-	-
Total		352,894	328,178	352,894	328,178

NOTE 11: RELATED PARTY TRANSACTIONS (CONT'D)

**Transactions with Related Parties
(cont'd)**

Officials of the parent entity:

Some officials of the parent entity are licensees of hotels that are members of the AHASA. Membership fees and other charges such as training and advocacy are paid by these hotels to the AHASA on normal terms and conditions no more favourable than those available to other members.

	Economic Entity		Parent Entity	
NOTE 12: AUDITORS' REMUNERATION	2013	2012	2013	2012
	\$	\$	\$	\$
Remuneration of the auditor of the parent entity for:				
Auditing or reviewing the financial report	22,535	20,640	22,535	20,640

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 13: FINANCIAL INSTRUMENTS

In common with all other businesses, the association is exposed to risks that arise from its use of financial instruments. This note describes the association's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

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

It is the association's policy to monitor interest rate risks through the Treasurer. The association has fixed and floating interest deposits with a number of financial institutions and for varying terms to obtain the best available interest rate at the time of investment. Risk management policies for the above mentioned financial instruments as well as all other financial instruments are detailed further below.

	2013	2012	2013	2012
	\$	\$	\$	\$
Financial Assets				
Held to maturity investments				
Cash at bank	821,886	716,837	821,886	716,837
Cash on Hand	1,000	1,514	1,000	1,514
Short-term bank deposits	4,447,140	4,110,813	4,447,140	4,110,813
Total held to maturity investments	5,270,026	4,829,164	5,270,026	4,829,164
Available-for-sale assets				
Shares in non-listed controlled entity at cost	-	-	10	10
Total available-for-sale assets	-	-	10	10
Loans and receivables				
Trade receivables	128,049	1,248,553	128,049	1,248,553
Amount receivable from wholly-owned subsidiary	-	-	658,158	678,158
Total loans and receivables	128,049	1,248,553	786,207	1,926,711
Carrying amount of financial assets	5,398,075	6,077,717	6,056,243	6,755,885
Financial Liabilities				
Other financial liabilities				
Trade creditors and accruals	38,575	137,875	38,575	137,875
Other other payables	1,276,715	2,418,867	1,276,715	2,418,867
Carrying amount of financial liabilities	1,315,290	2,556,742	1,315,290	2,556,742

Credit Risk

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

There is no concentration of credit risk with respect to current receivables as the association has a large number of customers. The association's policy is that sales are only made to customers that are credit worthy.

The maximum exposure to credit risk at the end of the reporting period is as follows:

	2013	2012	2013	2012
	\$	\$	\$	\$
Cash and cash equivalents	5,270,036	4,829,174	5,270,026	4,829,164
Loans and receivables	128,049	1,248,553	786,207	1,926,711

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 13: FINANCIAL INSTRUMENTS (CONT'D)

Liquidity Risk

Liquidity risk is the risk that the association may encounter difficulties raising funds to meet commitments associated with financial instruments, e.g. borrowing repayments. It is the policy of the association that forecast cash flows be monitored to ensure that the association's operations are adequate to meet liabilities due. The association does not currently have any financial instruments such as borrowings or other long term financial instruments.

Net Fair Values

The net fair value of assets and liabilities approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the Statement of Financial Position and in the notes to the financial statements.

Market Risk

Market risk arises from the use of interest bearing and 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).

(i) Interest rate risk

The economic entity's exposure to interest rate risk, is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities. It is the association's policy to monitor interest rate risks through regular board meetings where monthly management accounts are presented and analysed. The association's financial instruments consist of fixed and floating interest deposits.

Sensitivity Analysis

The sensitivity analysis has assumed that the issuers credit risk rating remains unchanged.

At 31 December 2013 investment in Cash, Fixed Interest and Floating Interest rate deposits, less bank loans amounted to \$5,270,026. A +/-1% change in interest rates during the year ended 31 December 2013 would have resulted in a +/- change in net interest income of \$1,855.

At 31 December 2012 investment in Cash, Fixed Interest and Floating Interest rate deposits, less bank loans amounted to \$4,829,164. A +/-1% change in interest rates during the year ended 31 December 2012 would have resulted in a +/- change in net interest income of \$2,079.

(ii) Currency Risk

The association has no exposure to foreign currency risk. All transactions are made with local currency.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

NOTE 14: ASSOCIATED COMPANY

An interest is held in the following non-listed associated company:

Hotels Responsible Gambling Early Intervention Agency Ltd (trading as "Gaming Care").

The principal activities of the company during the year were to provide venue-based assistance to licensees, managers, gaming managers and staff in the early identification of and support for problem gamblers and regulatory compliance requirements including the Responsible Gambling and Advertising Codes of practice. The company is incorporated in Australia. Gaming Care commenced registration as a company on 16 November 2005 and is a public company limited by guarantee.

Hospitality Group Training Inc

The principal activity of Hospitality Group Training is to deliver nationally recognised training in all facets of hospitality through short courses, Certificate and Diploma qualifications. Hospitality Group training commenced registration as an association on 30 November 1992 and was formed by the amalgamation of The Australian Hotels Association Group Apprentice Scheme Incorporated and Hospitality Traineeship Group Training Scheme Incorporated.

The interest is held as follows:

	Ownership interest		Voting power		Carrying amount of investment	
	2013	2012	2013	2012	2013	2012
	%	%	%	%	\$	\$
Gaming Care	100	100	40	40	-	-
Hospitality Group Training	50	50	50	50	-	-

Movements During the Year in Equity Accounted Investments in Associated Company

The AHASA holds 40% of the voting power of Gaming Care hence the AHASA has significant influence over Gaming Care. Gaming Care is therefore considered to be an associated company of the AHASA.

The cost of the AHASA's investment in Gaming Care is nil because Gaming Care is limited by guarantee and does not have any share capital. The AHASA's share of the post-acquisition surplus or deficit of Gaming Care is also nil due to a clause in the constitution of Gaming Care as detailed below.

In light of the above, the AHASA's investment in Gaming Care, when equity accounted for, is nil.

The AHASA and United Voice together jointly control Hospitality Group Training inc. The AHASA is therefore required to recognise its interest in Hospitality Group Training.

The cost of the AHASA's investment in Hospitality Group training is nil because Hospitality Group Training was incorporated as an association and does not have any share capital. The AHASA's share of the post-acquisition surplus or deficit of Hospitality Group Training is also nil due to a clause in the constitution of HGT as detailed below.

In light of the above, the AHASA's investment in HGT, when equity accounted for, is nil.

Significant Restrictions on the Ability of the Associated Company to Transfer Funds to the AHASA

The constitution of Gaming Care states that no portion of the income, property, profits and financial surplus of the company may be paid, distributed to or transferred directly, indirectly, by way of dividend, property, bonus or otherwise by way of profit, to the members or directors of the company, or their related parties except as provided by the constitution. Nothing in the constitution prevents the payment:

- in return for services rendered or for goods supplied in the ordinary and usual course of business;
- of interest; or
- rent.

The constitution of HGT states that the income and property of the Association wheresoever derived shall be applied solely towards the promotion of the objects of the Association and no portion thereof shall be paid or transferred directly/indirectly by way of profit to the Members or relatives of Members of the Association. Nothing in the constitution prevents the payment:

- in return for services rendered or for goods supplied in the ordinary and usual course of business;
- of interest; or
- rent.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2013

NOTE 14: ASSOCIATED COMPANY (CONT'D)

	Gaming Care	
	2013	2012
	\$	\$
Summarised Financial Information of Associated Company		
Total assets	385,761	525,833
Total liabilities	385,761	525,833
Net assets	0	0
Revenues	1,245,064	1,223,679
Surplus	-	-

	Hospitality Group Training Inc.	
	2013	2012
	\$	\$
Total assets	1,565,737	1,974,099
Total liabilities	822,139	640,813
Net assets	743,598	1,333,286
Revenues	5,862,530	6,943,514
Surplus	(589,688)	85,455

HGT reports for the period ended 30 June of every year. The above figures are audited figures for the period ended 30 June 2013 and 30 June 2012.

	2013	2012
Total assets	2,169,423	1,565,028
Total liabilities	1,875,420	587,587
Net assets	294,003	977,441
Revenues	5,804,360	6,703,500
Surplus	(683,438)	(77,926)

The above figures are unaudited figures for HGT for the period ended 31 Dec 2013 and 31 Dec 2012.

NOTE 15: CONTROLLED ENTITY

	Country of incorporation	Percentage owned (%) *	
Controlled Entity Consolidated			
Parent Entity:		2013	2012
Australian Hotels Association (South Australian Branch) (AHASA)	Australia	-	-
Subsidiary of the AHASA:			
AHA Properties Pty Ltd	Australia	100	100

* Percentage of voting power in proportion to ownership.

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTE 16: SEGMENT REPORTING

The economic entity operates predominantly in one business and geographical segment being the hospitality and tourism sector providing a variety of services to members of the organisation throughout South Australia.

NOTE 17: ORGANISATION DETAILS

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

Australian Hotels Association (South Australian Branch)

4th Floor, AHA House

60 Hindmarsh Square

Adelaide SA 5000

NOTE 18: PRESCRIBED INFORMATION NOTICE

The following section of the Fair Work (Registered Organisations) Act 2009 is brought to the attention of members:

Section 272

- (1) A member of a reporting unit, or the General Manager of FWA, 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; and
- (3) A reporting unit must comply with an application made under subsection (1).

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 19: DETAILED INCOME STATEMENT	Economic Entity		Parent Entity	
	2013	2012	2013	2012
	\$	\$	\$	\$
INCOME				
Members' subscriptions	1,775,469	1,745,882	1,775,469	1,745,882
Associate members' subscriptions	6,000	6,593	6,000	6,593
Advocacy services income	131,576	106,166	131,576	106,166
Sponsorships	599,350	597,214	599,350	597,214
Commissions received	108,401	99,138	108,401	99,138
Conferences, seminars and events	288,190	201,085	288,190	201,085
Rent received	68,880	66,240	68,880	66,240
Sale of goods	21,622	20,930	21,622	20,930
Other income	97,884	88,314	97,884	88,314
Bank interest	185,452	207,850	185,452	207,850
Gain on disposal of plant and equipment	0	2,594	0	2,594
Total income from ordinary activities	3,282,825	3,142,006	3,282,825	3,142,006
EXPENDITURE				
Advocacy expenses	308	319	308	319
Annual leave provision	23,658	33,144	23,658	33,144
Bad Debts	-	-	-	-
Conferences, seminars and events	249,474	190,979	249,474	190,979
Delegates fees and expenses	9,676	15,796	9,676	15,796
Depreciation	89,180	92,828	69,180	72,828
Donations and grants	1,792	1,050	1,792	1,050
Entertainment	59,886	51,352	59,886	51,352
National AHA Capitation Fees	56,739	77,000	56,739	77,000
Gaming expenses	364	1,925	364	1,925
General expenses	18,065	12,969	18,065	12,969
Insurance	20,033	18,371	20,033	18,371
Legal expenses	11,780	28,818	11,780	28,818
Long service leave provision	35,611	18,405	35,611	18,405
Loss on disposal of plant and equipment	186	5,725	186	5,725
Media advertising expenses	300,798	202,738	300,798	202,738
Media coverage expenses	50,178	55,661	50,178	55,661
Meeting expenses	48,111	46,586	48,111	46,586

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2013

NOTE 19: DETAILED INCOME STATEMENT (CONT'D)	Economic Entity		Parent Entity	
	2013	2012	2013	2012
	\$	\$	\$	\$
EXPENDITURE (CONT'D)				
Motor vehicle expenses	46,904	48,824	46,904	48,824
Other administration expenses	104,889	112,344	104,889	112,344
Payroll tax	42,034	27,831	42,034	27,831
Political donations	41,000	32,500	41,000	32,500
Printing, postage and stationery	121,284	103,307	121,284	103,307
Professional, consultancy and audit expenses	99,946	79,713	99,946	79,713
Rates and taxes	21,668	20,520	21,668	20,520
Rent paid	-	-	20,000	20,000
Repairs, cleaning, light and power	116,715	99,104	116,715	99,104
Salaries and allowances – officials	18,375	18,375	18,375	18,375
Salaries and allowances – other	1,020,364	922,650	1,020,364	922,650
Sponsorship expense	122,226	129,863	122,226	129,863
Subscriptions	5,234	4,652	5,234	4,652
Superannuation – officials	1,700	1,653	1,700	1,653
Superannuation – other	165,034	135,702	165,034	135,702
Telephone	38,344	36,927	38,344	36,927
Travelling expenses	51,707	37,393	51,707	37,393
Workcover	10,971	9,334	10,971	9,334
 Total expenditure on ordinary activities	 3,004,235	 2,674,358	 3,004,235	 2,674,358
 Surplus/(Deficit) attributable to members of the parent entity	 278,590	 467,648	 278,590	 467,648

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY

COMMITTEE OF MANAGEMENT'S STATEMENT

On 1st April 2014, the Committee of Management of the Australian Hotels Association (South Australian Branch) passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 31 December 2013.

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

- (a) the financial statements and notes comply with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager of FWA;
- (c) the financial statements and notes give a true and fair view of the financial performance and financial position of the reporting unit for the financial year to which they relate;
- (d) at the date of this statement, there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the Committee of Management were held in accordance with the rules of the organisation including the rules of a branch concerned;
 - (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;
 - (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;
 - (iv) the financial records have been kept, as far as practicable, in a consistent manner to each of the other reporting units;
 - (v) the information sought in any request of a member of the reporting unit or the General Manager of FWA duly made under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or General Manager of FWA; and
 - (vi) no orders have been made by Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009.

For the Committee of Management:



PETER JOHN HURLEY
President



RICHARD STEFAN JOHN LOVELL
Secretary / Treasurer

Dated 3rd April, 2014

**AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY**

AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)
ABN 77 237 576 146 AND CONTROLLED ENTITY
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
AUSTRALIAN HOTELS ASSOCIATION (SOUTH AUSTRALIAN BRANCH)

We have audited the accompanying financial report of Australian Hotels Association (South Australian Branch), which comprises the statements of financial position as at 31 December 2013, the statements of comprehensive income, the statements of changes in equity and the statements of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the committee of management's assertion statement of the entity and the consolidated entity comprising the entity and the entities it controlled at the year's end or from time to time during the financial year.

Management's Responsibility for the Financial Report

Management is 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 management determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error. In Note 1, management also states, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

Auditor's Responsibility

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

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

Opinion

In our opinion:

(a) the financial report gives a true and fair view of the financial position of Australian Hotels Association (South Australian Branch) and its subsidiaries, as at 31 December 2013, and of their financial performance and cash flows for the year then ended in accordance with Australian Accounting Standards and the Fair Work (Registered Organisations) Act 2009; and

(b) the consolidated financial report also complies with International Financial Reporting Standards as disclosed in Note 1.



CLARKE & BROWNRIGG
Chartered Accountants



CHRISTOPHER R CLARKE

Partner

Dated 4th April 2014, Kent Town



OPERATING REPORT REQUIREMENTS AS PER RAO SCHEDULE FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009

This operating report covers the results of those activities that were provided for the financial year ended 31 December 2013.

REVIEW OF THE PRINCIPAL ACTIVITIES OF THE BRANCH

The Branch operates as the South Australian Branch of the Australian Hotels Association, an organization of employers registered under the Fair Work (Registered Organisations) Act 2009.

The principal activities of the Branch, as conducted through the Council and the Executive Committee of the Branch during the past year fell into the following categories:

- Provision of industrial support to members including advice on legal and legislative matters, contractual obligations and representation of individual members.
- Administration of Federal and State Awards and the variation of awards following major test cases.
- Media and Communications to members and to the broader community via media releases in support of campaigns and targeted publications including national and state magazines.
- Provision of information to members providing up to date material relevant to hotels.

FINANCE & ADMINISTRATION

There were no significant changes in the Association's financial affairs during the year (see Financial Report for details).

RIGHT OF MEMBERS TO RESIGN

Any member of AHA|SA may resign from membership by written notice delivered to the Secretary/Treasurer and delivered to the office of the Association as per AHA|SA Branch Rule 26 – Resignations

OFFICERS & EMPLOYEES WHO ARE SUPERANNUATION FUND TRUSTEE/S OR DIRECTOR OF A COMPANY THAT IS A SUPERANNUATION FUND TRUSTEE

During 2013 no officer or member of the AHA|SA was:

- 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 on behalf of the AHA|SA.

NUMBER OF MEMBERS

The AHA|SA recorded 498 members in 2013.

NUMBER OF EMPLOYEES

As at 31 December 2013 staffing levels were AHA|SA 13.6 and Gaming Care 8.

AHA|SA COMMITTEE OF MANAGEMENT
1 January – 31 December 2013

Peter Hurley	President
David Basheer	Vice President
Matthew Binns	Deputy Vice President
Richard Lovell	Secretary/Treasurer

Chris Branson
 Peter Brien
 Mark Davies
 Danielle Donaldson (*resigned in March 2013*)
 Jeff Ellis
 Jason Fahey
 Trent Fahey
 Tony Franzon
 Tim Gregg
 Andrew Gunn
 Tom Hannah
 Graham Hobbs
 Alison James
 Guy Matthews
 Scott Matthews
 Melinda McCauley
 David Papps
 Andrew Plush
 Shane Roberts
 Matt Rogers
 Santo Scaglione
 Craig Williams

OFFICERS & EMPLOYEES WHO ARE DIRECTORS OF A COMPANY OR A MEMBER OF A BOARD

Name	Company Name	Position	Company Activity	Relationship to Reporting Unit
Peter Hurley Officer of AHA SA	Independent Gaming Corporation Ltd	Director	Gaming Machine Monitoring Service	Appointed by AHA SA
	AHA Properties Pty Ltd	Director	Landlord	Appointed by AHA SA
	Hospitality Group Training SA Inc	Chairman	Group Training Company	Appointed by AHA SA
	P & J Hurley Pty Ltd & related entities	Director	Hotelier	None
	Adelaide Football Club	Director	Sport Administrators	None

	Drinkwise Australia	Director	Independent not-for-profit organisation promoting change towards a healthier and safer drinking culture in Australia	Appointed by the National AHA
	Tourism Accommodation Australia (TAA)	Director	Advocacy, industrial relations and legal support for Accommodation Members	Appointed by the National AHA
	Prostate Cancer Foundation of Australia (SA) Branch	Director	Community organisation and the peak national body for prostate cancer in Australia	None
	Australian Hotels Association (SA)	President/Board Member	Hotel Industry Advocacy Group	Appointed by the AHA SA
David Basheer Officer of AHA SA	S & AD Basheer Nominees Pty Ltd	Director	Hotel operations (Strathmore Hotel)	None
	Basheers' Strathmore Hotel Pty Ltd	Director	Landlord Company	None
	Woodville Hotel Pty Ltd	Director	Hotel operations (Woodville Hotel)	None
	Samakan Pty Ltd	Director	Landlord Company	None
	Darabas Pty Ltd	Director	Hotel Operations (Brompton Hotel)	None
	First St Holdings	Director	Landlord Company	None
	Casie Management	Director	Supply hospitality management services	None
	Independent Gaming Corporation	Board Member	Gaming machine monitoring service	Appointed by AHA SA
	Business Development Council	Board Member	Supply advice to SA Minister for Small Business	None
	Australian Hotels Association (SA)	Vice President/Board member	Hotel Industry Advocacy Group	Appointed by the AHA SA

Rick Lovell (Officer of the AHA SA)	Independent Gaming Corporation Ltd	Alternate Director	Gaming Machine Monitoring Service	Appointed by AHA SA
	Marryatville Hotel Pty Ltd	Trustee	Hotel leasehold	None
	AHA Properties Pty Ltd	Director	Landlord	Appointed by AHA SA
	Australian Hotels Association (SA)	Secretary/Treasurer Board Member	Hotel Industry Advocacy Group	Appointed by the AHA SA
Matthew Binns (Officer of the AHA SA)	BOP Enterprises Pty Ltd	Director & Secretary	Hotel Leasehold Management	None
	Spotongawler 2 Pty Ltd	Director & Secretary	Hotel Freehold Management	None
	Spotongawler 3 Pty Ltd	Director & Secretary	Hotel Freehold Management	None
	Spotongawler Pty Ltd	Director & Secretary	Hotel Freehold Management	None
	Glynde Nominees Pty Ltd	Director	Hotel Leasehold Management	None
	Matman Investments Pty Ltd	Director & Secretary	Trustee of Private Family Trust	None
	Hood Nominees Pty Ltd	Director	Trustee of Hotel Leashold Trust	None
	Henvictom Pty Ltd	Director & Secretary	Family Investment Company	None
	Australian Hotels Association (SA)	Deputy Vice President/Board Member	Hotel Industry Advocacy Group	Appointed by the AHA SA
Ian Horne Employee of AHA SA	Hospitality Group Training SA Inc	Board Member	Group Training Company	Appointed by AHA SA
	Hotels Responsible Gambling Early Intervention Agency Ltd	Board Member	Harm Minimisation Agency	Appointed by AHA SA
	Independent Gaming Corporation Ltd	Alternate Director	Gaming Machine Monitoring Service	Appointed by AHA SA

	South Australian Tourism Commission	Board Member	Government body to promote tourism in the State	None
	AHA Properties Pty Ltd	Secretary	Landlord	Appointed by AHA SA



PETER HURLEY

President

8/05/2014



CERTIFICATE OF SECRETARY/TREASURER
S268 of Fair Work (Registered Organisations) Act 2009

I, **Richard Stefan John Lovell** being the Secretary/Treasurer of the Australian Hotels Association (South Australian 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 11 April 2014; and
- that the full report was presented to a general meeting of members of the reporting unit on 5 May 2014 in accordance with section 266 of the Fairwork (Registered Organisations) Act 2009.

A handwritten signature in black ink, appearing to read 'R. Lovell', written over a horizontal line.

R.S.J. LOVELL

Dated: 8 May 2014