



FAIR WORK
AUSTRALIA

3 November 2011

Mr Neil Randall
President
Australian Hotels Association - Western Australian Branch
By email: exec@ahawa.asn.au

Mr Robert Campbell
Australian Audit and Assurance Pty Ltd.
By email: rcampbell@auditassurance.com.au

Dear Sir

Re: Financial Report for the Australian Hotels Association - Western Australian Branch for year ended 30 June 2011 - FR2011/2723

I refer to the financial report of the Western Australian branch of the Australian Hotels Association for the year ended 30 June 2011. The documents were lodged with Fair Work Australia on 19 October 2011.

The financial report has now been filed.

Auditor's report

The scope of the auditor's report on the full financial report should include the committee of management statement (RO Act [section 253\(2\)\(c\)](#) and item 24 of the [reporting guidelines](#)). In future years please ensure that the scope of the auditor's report includes the committee of management statement.

Related party transactions

Paragraph 17 of Australian Accounting Standard 124 (related party transactions) requires that '[i]f there have been transactions between related parties, an entity shall disclose the nature of the related party relationship as well as information about the transactions and outstanding balances necessary for an understanding of the potential effect of the relationship on financial statements.'

It would appear that the Western Australian Hotels and Hospitality Association Inc. (Union of Employers) is a related party. In future years please ensure that the notes to financial statements disclose the nature of the related party relationship between the Western Australian Hotels and Hospitality Association Inc. (Union of Employers) and the Branch.

Going Concern

The Branch's ability to continue as a going concern appears to be dependent on the Western Australian Hotels and Hospitality Association Inc. (Union of Employers)' capacity and willingness to collect and forward membership subscriptions to the Branch. The notes to the financial statements should explain why the Branch can reasonably expect that this will occur. For example, if an agreement exists between the Branch and the Western Australian Hotels and Hospitality Association Inc. (Union of Employers) then the notes to the financial statements should state this.

Required disclosures: cash inflows and outflows from reporting units of the organisation

Item 15 of the Reporting Guidelines 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 in the notes and show the name of the other reporting unit. In future years please ensure that all cash flows to the national office are disclosed in the notes to the cash flow statement. (Please note that this is in addition to item 11(b) of the Reporting Guidelines which requires the disclosure of the amounts and the names of other reporting units to which capitation fees are made).

References to legislation

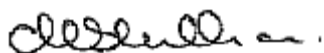
The second paragraph of the auditor's report and the first paragraph of Note 1 to the Financial Statements refer to the *Fair Work Act 2009*. In future years please ensure that reference is made to the *Fair Work (Registered Organisations) Act 2009*.

Notification to Auditor

Please bring these details to your auditor's attention to ensure that these matters are addressed in the future preparation of your financial reports. A copy of this letter will also be forwarded to your auditor.

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 7822 or by email at margaret.williams@fwa.gov.au.

Yours sincerely



MARGARET WILLIAMS
Organisations, Research and Advice



Australian Hotels Association
WESTERN AUSTRALIA

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T 08 9321 7701 F 08 9321 7730 W www.ahawa.asn.au

18th October 2011

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

Dear Kevin

Designated Officer Certificate

I, David Neil Randall, being the President of the Australian Hotels Association (Western 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 2010; and
- That the full report was provided to the members on 22nd September 2011; and
- That the full report was presented to a general meeting of members of the reporting unit on 18th October 2010; in accordance with s266 of the Fair Work (Registered Organisations) Act 2009.

Yours sincerely

Neil Randall
President



**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH**

**FINANCIAL REPORT
30 JUNE 2011**

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH**

**FINANCIAL REPORT
30 JUNE 2011**

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**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**OPERATING REPORT
30 JUNE 2011**

Principal Activities

The Australian Hotels Association, Western Australian Branch State President and Executive Director attended several National Executive meetings and the National Board meeting throughout the year. The organisation collected capitation fees from Western Australian Hotels and Hospitality Association Incorporated (Union of Employers) and forwarded them to the National Body of the Australian Hotels Association.

There were no significant changes to the operations or financial affairs of the Association during the year.

Committee of Management

The members of the Committee of Management throughout the year were as follows:

Neil Randall	President	1/7/10 to 30/6/11
Martin Peirson-Jones	Senior Vice President	1/7/10 to 30/6/11
Ashok Parekh	Vice President	1/7/10 to 30/6/11
David Strom	Treasurer	1/7/10 to 30/6/11
James Allen	Accommodation Division President	1/7/10 to 29/4/11
Colin Gourdis	State Councilor	1/7/10 to 30/6/11
Larry Burkett	State Councilor	1/7/10 to 30/6/11
Robert Ramage	State Councilor	1/7/10 to 30/6/11
Laurie Ayers	Divisional President	1/7/10 to 30/6/11
Sean Reid	Divisional President	1/7/10 to 30/6/11
Rob Gough	Divisional President	1/7/10 to 30/6/11
Brian Beardman	Divisional President	1/7/10 to 30/6/11

Neil Randall is a Director of HostPlus Pty Ltd which is a company that is a trustee of a superannuation fund.

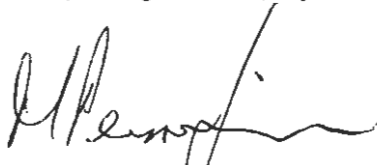
Membership

I certify that as at 30 June 2011, the number of members of the Branch was 491.

Members have the right to resign from the reporting unit in accordance with Rule 27 of the Constitution and Rules of the Branch.

Employees

The reporting unit employed no employees at 30 June 2011.



M Peirson-Jones
Senior Vice President

Perth, WA
23rd August 2011

**AUSTRALIAN HOTELS ASSOCIATION
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FINANCIAL REPORT - 30 JUNE 2011**

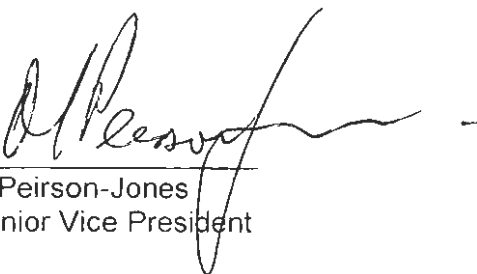
**COMMITTEE OF MANAGEMENT'S CERTIFICATE
30 JUNE 2011**

On 22nd August 2011, the Branch Committee of Management of Australian Hotels Association, Western Australian 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 2011:

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 Industrial Registrar;
- (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 Branch 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 a branch concerned; and
 - (ii) the financial affairs of the Branch 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 Branch have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009; and
 - (iv) the financial records of the reporting unit have been kept, as far as possible, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of the Branch or a Registrar duly made under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or Registrar and the General Manager; and
 - (vi) there has been compliance with any order for inspection of financial records made by the Commission and Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009.

Signed of behalf of the Committee of Management.


M Peirson-Jones
Senior Vice President

Perth, WA
23rd August 2011

Directors
R J Campbell, CPA, RCA
R J Renting, CPA, RCA
A Sullivan, B.Com, FCPA

Australian Hotels Association Western Australian Branch

ABN: 68 902 522 451

Independent Auditor's Report

For the Year Ended 30 June 2011

To the members of Australian Hotels Association Western Australian Branch

We have audited the accompanying general purpose financial report of Australian Hotels Association Western Australian Branch, which comprises the Balance Sheet as at 30 June 2011 and the Income Statement, the Statement of Changes in Equity and the Statement of Cash Flows for the year ended 30 June 2011, and notes comprising a summary of significant accounting policies and other explanatory information.

Committee of Management's responsibility for the financial report

The Committee of Management of Australian Hotels Association Western Australian Branch are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Fair Work Act 2009 and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation 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 of Management, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.

Australian Hotels Association Western Australian Branch

ABN: 68 902 522 451

Independent Auditor's Report

For the Year Ended 30 June 2011

Opinion

In our opinion the general purpose financial report:

- (1) presents fairly, in all material respects, the financial position of Australian Hotels Association Western Australian Branch as of 30 June 2011 and of its financial performance for the year then ended in accordance with Australian Accounting Standards and
- (2) complies with the requirement imposed by Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009.



Robert John Campbell CPA

Registered Company Auditor No. 334773

Australian Audit and Assurance Pty Ltd

Level 2, 459 Hay Street, PERTH, WA

DATE:

14 September 2011

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2011**

	Notes	30 June 2011 \$	30 June 2010 \$
INCOME			
Subscriptions - Western Australian Hotels and Hospitality Association Inc. (Union of Employers)		23,370	76,190
EXPENSES			
Audit Fees		950	2,000
Bank Charges		28	-
Levies - National Body	7	23,370	76,160
		24,348	78,160
NET (DEFICIT)		(978)	(1,970)

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached audit report.*

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**BALANCE SHEET
AS AT 30 JUNE 2011**

	Notes	30 June 2011 \$	30 June 2010 \$
CURRENT ASSETS			
Cash and cash equivalents	5	1,554	3,082
Trade and other receivables	3	-	-
Prepayments		-	-
TOTAL CURRENT ASSETS		<u>1,554</u>	<u>3,082</u>
TOTAL ASSETS		<u>1,554</u>	<u>3,082</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		1,500	2,050
Unearned income		-	-
TOTAL CURRENT LIABILITIES		<u>1,500</u>	<u>2,050</u>
TOTAL LIABILITIES		<u>1,500</u>	<u>2,050</u>
NET ASSETS		<u>54</u>	<u>1,032</u>
MEMBERS FUNDS			
Accumulated Funds		1,032	3,002
Net deficit for period		(978)	(1,970)
TOTAL MEMBERS FUNDS		<u>54</u>	<u>1,032</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached audit report.*

AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2011

	Retained earnings \$	Total \$
Balance at 1 July 2009	<u>3,002</u>	<u>3,002</u>
Total comprehensive income for the 2010 year	(1,970)	(1,970)
Balance at 30 June 2010	<u>1,032</u>	<u>1,032</u>
Total comprehensive income for the 2011 year	(978)	(978)
Balance at 30 June 2011	<u>54</u>	<u>54</u>

*The accompanying notes form part of these financial statements.
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AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2011

	Notes	30 June 2011 \$	30 June 2010 \$
Cash flows from operating activities			
Receipts from customers		25,707	83,806
Payments to suppliers		<u>(27,235)</u>	<u>(85,776)</u>
Net cash inflow/(outflow) from operating activities	4	<u>(1,528)</u>	<u>(1,970)</u>
Net increase/(decrease) in cash and cash equivalents			
Cash and cash equivalents at the beginning of the year	5	<u>3,082</u>	<u>5,052</u>
Cash and cash equivalents at the end of the year		<u>1,554</u>	<u>3,082</u>

*The accompanying notes form part of these financial statements.
These financial statements should be read in conjunction with the attached audit report.*

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a general purpose financial report that has been prepared in accordance with Australian equivalents to International Financial Reporting Standards and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Fair Work Act 2009.

The financial report is prepared for the Australian Hotels Association, Western Australian Branch. The organisation is the State Branch of a federally registered union, domiciled in Australia.

The financial report has been prepared on an accrual basis and is based on historical costs and does not take into account changing money valuations. Cost is based on the fair values of the consideration given in exchange for assets.

The following is a summary of the material accounting policies adopted by the organisation in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Cash and cash equivalents

For the purpose of the Statement of Cash Flow, cash includes cash on hand, at banks and on deposit.

(b) 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 Taxation Office. 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 in the Balance Sheet are shown inclusive of GST.

(c) Trade and other receivables

Trade debtors are recognised and income is recorded on an accruals basis of accounting. All trade debtors are recognised at the amounts receivable, as they are due for settlement no more than 30 days from the date of recognition. Collectibility of trade debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful debts is raised where some doubt as to collection exists.

(d) Trade and other payables

These amounts represent liabilities for goods and services provided to the organisation prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Interest Rate Risk Exposure

The Association's exposure to interest rate risk, which is the risk that financial instruments value will fluctuate as a result of changes in market interest rates, is considered negligible.

(f) Credit Risk Exposure

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements. The organisation does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the organisation.

(g) Income Tax

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

(h) New Accounting Standards for Application in Future Periods

The Australian Accounting Standards Board has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods and which the association has decided not to early adopt. A discussion of those future requirements and their impact on the association is as follows:

- AASB 9: Financial Instruments (December 2010) (applicable for annual reporting periods commencing on or after 1 January 2013).

This Standard is applicable retrospectively and includes revised requirements for the classification and measurement of financial instruments, as well as recognition and derecognition requirements for financial instruments. The association has not yet determined any potential impact on the financial statements.

The key changes made to accounting requirements include:

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value;
- simplifying the requirements for embedded derivatives;
- removing the tainting rules associated with held-to-maturity assets;
- removing the requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost;
- allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument;

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- requiring financial assets to be reclassified where there is a change in an entity's business model as they are initially classified based on: (a) the objective of the entity's business model for managing the financial assets; and (b) the characteristics of the contractual cash flows; and
 - requiring an entity that chooses to measure a financial liability at fair value to present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income, except when that would create an accounting mismatch. If such a mismatch would be created or enlarged, the entity is required to present all changes in fair value (including the effects of changes in the credit risk of the liability) in profit or loss.
- AASB 124: Related Party Disclosures (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities and clarifies the definition of a "related party" to remove inconsistencies and simplify the structure of the Standard. No changes are expected to materially affect the association.

- AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements [AASB 1, 2, 3, 5, 7, 8, 101, 102, 107, 108, 110, 111, 112, 116, 117, 119, 121, 123, 124, 127, 128, 131, 133, 134, 136, 137, 138, 140, 141, 1050 & 1052 and Interpretations 2, 4, 5, 15, 17, 127, 129 & 1052] (applicable for annual reporting periods commencing on or after 1 July 2013).

AASB 1053 establishes a revised differential financial reporting framework consisting of two tiers of financial reporting requirements for those entities preparing general purpose financial statements:

- Tier 1: Australian Accounting Standards; and
- Tier 2: Australian Accounting Standards – Reduced Disclosure Requirements.

Tier 2 of the framework comprises the recognition, measurement and presentation requirements of Tier 1, but contains significantly fewer disclosure requirements.

Since the association is a not-for-profit private sector entity, it qualifies for the reduced disclosure requirements for Tier 2 entities. It is anticipated that the company will take advantage of Tier 2 reporting at a later date.

- AASB 2009-12: Amendments to Australian Accounting Standards [AASB 5, 8, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052] (applicable for annual reporting periods commencing on or after 1 January 2011).

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

This Standard makes a number of editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRSs by the IASB. The Standard also amends AASB 8 to require entities to exercise judgment in assessing whether a government and entities known to be under the control of that government are considered a single customer for the purposes of certain operating segment disclosures. The amendments are not expected to impact the association.

- AASB 2009–14: Amendments to Australian Interpretation – Prepayments of a Minimum Funding Requirement [AASB Interpretation 14] (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard amends Interpretation 14 to address unintended consequences that can arise from the previous accounting requirements when an entity prepays future contributions into a defined benefit pension plan.

This Standard is not expected to impact the association.

- AASB 2010–4: Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project [AASB 1, AASB 7, AASB 101 & AASB 134 and Interpretation 13] (applicable for annual reporting periods commencing on or after 1 January 2011).

This Standard details numerous non-urgent but necessary changes to Accounting Standards arising from the IASB's annual improvements project. Key changes include:

- clarifying the application of AASB 108 prior to an entity's first Australian-Accounting-Standard financial statements;
- amending AASB 7 to add an explicit statement that qualitative disclosures should be made in the context of the quantitative disclosures to better enable users to evaluate an entity's exposure to risks arising from financial instruments;
- amending AASB 101 to clarify that disaggregation of changes in each component of equity arising from transactions recognised in other comprehensive income is required to be presented, but is permitted to be presented in the statement of changes in equity or in the notes;
- adding a number of examples to the list of events or transactions that require disclosure under AASB 134; and
- adding sundry editorial amendments to various Standards and Interpretations.

This Standard is not expected to impact the association.

- AASB 2010–5: Amendments to Australian Accounting Standards [AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023 & 1038 and Interpretations 112, 115, 127, 132 & 1042] (applicable for annual reporting periods beginning on or after 1 January 2011).

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

This Standard makes numerous editorial amendments to a range of Australian Accounting Standards and Interpretations, including amendments to reflect changes made to the text of IFRSs by the IASB. However, these editorial amendments have no major impact on the requirements of the respective amended pronouncements.

- AASB 2010-6: Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets [AASB 1 & AASB 7] (applicable for annual reporting periods beginning on or after 1 July 2011).

This Standard adds and amends disclosure requirements about transfers of financial assets, especially those in respect of the nature of the financial assets involved and the risks associated with them. Accordingly, this Standard makes amendments to AASB 1: First-time Adoption of Australian Accounting Standards and AASB 7: Financial Instruments: Disclosures, establishing additional disclosure requirements in relation to transfers of financial assets.

This Standard is not expected to impact the association.

- AASB 2010-7: Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) [AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 120, 121, 127, 128, 131, 132, 136, 137, 139, 1023 & 1038 and Interpretations 2, 5, 10, 12, 19 & 127] (applies to periods beginning on or after 1 January 2013).

This Standard makes amendments to a range of Australian Accounting Standards and Interpretations as a consequence of the issuance of AASB 9: Financial Instruments in December 2010. Accordingly, these amendments will only apply when the entity adopts AASB 9.

As noted above, the association has not yet determined any potential impact on the financial statements from adopting AASB 9.

- AASB 2010-8: Amendments to Australian Accounting Standards – Deferred Tax: Recovery of Underlying Assets [AASB 112] (applies to periods beginning on or after 1 January 2012).

This Standard makes amendments to AASB 112: Income Taxes.

The amendments brought in by this Standard introduce a more practical approach for measuring deferred tax liabilities and deferred tax assets when investment property is measured using the fair value model under AASB 140: Investment Property.

Under the current AASB 112, the measurement of deferred tax liabilities and deferred tax assets depends on whether an entity expects to recover an asset by using it or by selling it. The amendments introduce a presumption that an investment property is recovered entirely through sale. This presumption is rebutted if the investment property is held within a business model whose objective is to consume substantially all of the economic benefits embodied in the investment property over time, rather than through sale.

The amendments brought in by this Standard also incorporate Interpretation 121 into AASB 112.

The amendments are not expected to impact the association.

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- AASB 2010-9: Amendments to Australian Accounting Standards – Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters [AASB 1] (applies to periods beginning on or after 1 July 2011).

This Standard makes amendments to AASB 1: First-time Adoption of Australian Accounting Standards.

The amendments brought in by this Standard provide relief for first-time adopters of Australian Accounting Standards from having to reconstruct transactions that occurred before their date of transition to Australian Accounting Standards.

Furthermore, the amendments brought in by this Standard also provide guidance for entities emerging from severe hyperinflation either to resume presenting Australian-Accounting-Standards financial statements or to present Australian-Accounting-Standards financial statements for the first time.

This Standard is not expected to impact the association.

- AASB 2010-10: Further Amendments to Australian Accounting Standards – Removal of Fixed Dates for First-time Adopters [AASB 2009-11 & AASB 2010-7] (applies to periods beginning on or after 1 January 2013).

This Standard makes amendments to AASB 2009-11: Amendments to Australian Accounting Standards arising from AASB 9; and AASB 2010-7: Amendments to Australian Accounting Standards arising from AASB 9 (December 2010).

The amendments brought in by this Standard ultimately affect AASB 1: First-time Adoption of Australian Accounting Standards and provide relief for first-time adopters from having to reconstruct transactions that occurred before their transition date.

[The amendments to AASB 2009-11 will only affect early adopters of AASB 2009-11 (and AASB 9: Financial Instruments that was issued in December 2009) as it has been superseded by AASB 2010-7].

This Standard is not expected to impact the association.

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

**2. INFORMATION TO BE PROVIDED TO MEMBERS OR GENERAL MANAGER OF
FAIR WORK AUSTRALIA**

In accordance with the requirements of section 272(5) of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Sections 272(1), 272(2) and 272(3), which read as follows:

- (1) A member of the Branch, or the General Manager of Fair Work Australia, may apply to the Branch for specified prescribed information in relation to the Branch to be made available to the person making the application.
- (2) The application must be made 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 Branch.
- (3) The Branch must comply with an application made under subsection (1).

3. CURRENT ASSETS – TRADE AND OTHER RECEIVABLES

	30 June 2011	30 June 2010
	\$	\$
Other receivables	-	-

**4. RECONCILIATION OF NET CASH INFLOW/(OUTFLOW) FROM OPERATING
ACTIVITIES TO EXCESS/(DEFICIT) OF INCOME OVER EXPENDITURE**

	30 June 2011	30 June 2010
	\$	\$
Deficit of income over expenditure	(978)	(1,970)
Increase/(Decrease) in GST collected	2,130	1,897
(Increase)/Decrease in GST paid	(2,130)	(1,897)
Increase/(Decrease) in accrued expenses	(550)	-
Increase/(Decrease) in prepaid income	-	-
(Increase)/Decrease in prepaid expenses	-	-
	(1,528)	(1,970)

5. CASH AND CASH EQUIVALENTS

	30 June 2011	30 June 2010
	\$	\$
Cash at bank	1,554	3,081

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

6. RELATED PARTY TRANSACTIONS

The following persons have held office in the Australian Hotels Association, Western Australian Branch during the year:

Neil Randall	President
Martin Peirson-Jones	Senior Vice President/ Country Representative
Ashok Parekh	Vice President/ Country Representative
David Strom	Treasurer
James Allen	Accommodation Division President
Cofin Gourdis	State Councillor
Larry Burkett	State Councillor
Robert Ramage	State Councillor
Laurie Ayers	Divisional President
Sean Reid	Divisional President
Rob Gough	Divisional President
Brian Beardman	Divisional President

There were no transactions between the officers and the Branch during the reporting period.

7. LEVIES

The levies to the National Body of the Australian Hotels Association are capitation fees.

8. SEGMENT REPORTING

The Branch operates predominantly in one business and geographical segment, in its capacity to provide services to members of the Branch throughout Western Australia.

9. CAPITAL AND LEASING COMMITMENTS

At the date of signing this report there are no known outstanding capital or leasing commitments.

These financial statements should be read in conjunction with the attached audit report.

**AUSTRALIAN HOTELS ASSOCIATION
WESTERN AUSTRALIAN BRANCH
FINANCIAL REPORT - 30 JUNE 2011**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011 (CONTINUED)**

10. CONTINGENT LIABILITIES

At the date of signing this report there are no known contingent liabilities that would have a material effect on the presentation of the annual financial statements.

11. EVENTS SUBSEQUENT TO REPORTING DATE

At the date of signing this report no known events have occurred subsequent to the reporting date which would have a material effect on the financial position of the Branch.

12. ASSOCIATION DETAILS

The Branch operates from 38 Parliament Place, West Perth in the State of Western Australia.

13. FINANCIAL RISK MANAGEMENT

(a) Credit Risk Exposure

The Association has no significant concentrations of credit risk.

(b) Interest Rate Risk Exposure

The Association's exposure to interest rate risk arises from assets and liabilities bearing variable interest rates. The weighted average interest rate on cash holdings was 0% at 30 June 2010. All other financial assets and liabilities are non interest bearing. The net fair value of the Association's financial assets and liabilities approximates their carrying value.

These financial statements should be read in conjunction with the attached audit report.

Australian Hotels Association Western Australian Branch

ABN: 68 902 522 451

Auditors Independence Declaration

For the Year Ended 30 June 2011

Auditor's independence declaration to the Committee of Management of Australian Hotels Association Western Australian Branch

In relation to our audit of the financial report of Australian Hotels Association Western Australian Branch for the period ended 30 June 2011, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



Robert John Campbell CPA
Registered Company Auditor No. 334773
Australian Audit and Assurance Pty Ltd
Level 2, 459 Hay Street, PERTH, WA

DATE:

14 September 2011