



AUSTRALIAN
NURSING
FEDERATION

victorian

B R A N C H

24 January 2006

Our Ref: File No. 101-050-004

Rec'd 30/1/06

Margaret Williams
Statutory Services Branch
Australian Industrial Registry
GPO Box 1994S
MELBOURNE 3001

Dear Margaret,

Financial Return – Year Ending 30 June 2005

We enclose herewith a copy of the Australian Nursing Federation (Vic. Branch) audited Annual Report in accordance to the RAO schedule of the Workplace Relations Act 1996.

Yours sincerely,

Jan Brownrigg
ACTING STATE SECRETARY

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005**

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
Revenues					
Members subscriptions		12,535,537	11,571,562	12,535,537	11,571,562
Interest received		65,480	56,181	65,479	56,180
Rent received		200,754	170,558	-	-
Seminars and publications		634,723	742,184	634,723	742,184
Distribution Received		-	-	208,719	-
Proceeds on disposal of fixed assets		12,448	95,864	12,448	95,864
Total Revenues		13,448,942	12,636,348	13,456,906	12,465,789
Less: Expenses					
Employee benefits expense	2	(5,674,521)	(5,843,125)	(5,674,521)	(5,843,125)
Administration and office expenses		(2,258,708)	(2,414,173)	(2,258,708)	(2,414,173)
Professional indemnity insurance		(476,537)	(817,878)	(476,537)	(817,878)
ANF capitation fees		(578,874)	(532,209)	(578,874)	(532,209)
ACTU IR Campaign		(103,509)	-	(103,509)	-
Depreciation and amortisation expenses		(645,479)	(535,979)	(330,763)	(338,224)
ANJ expenses		(622,856)	(583,175)	(622,856)	(583,175)
Legal expenses		(382,770)	(190,011)	(382,770)	(190,011)
Rent		-	-	(765,000)	(497,310)
Other expenses from ordinary activities		(1,272,671)	(1,405,755)	(969,412)	(1,179,177)
Total Expenses		(12,015,925)	(12,322,303)	(12,162,950)	(12,395,280)
Profit (loss) from ordinary activities before income tax expense	2	1,433,017	314,045	1,293,956	70,509
Net profit (loss) from ordinary activities after income tax expense attributable to members of the organisation	15	1,433,017	314,045	1,293,956	70,509
Net increase (decrease) in asset revaluation reserve	14	-	-	-	-
Total revenues, expenses and valuation adjustments attributable to members of the parent entity recognised directly in equity		-	-	-	-
Total changes in equity other than those resulting from transactions with owners as owners		1,433,017	314,045	1,293,956	70,509

The accompanying notes form part of these financial statements.

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2005**

	Note	Economic Entity		Branch	
		2005 \$	2004 \$	2005 \$	2004 \$
CURRENT ASSETS					
Cash assets	4	3,059,838	1,806,830	3,045,438	1,791,236
Receivables	5	8,920	11,091	8,920	11,091
Other	6	27,500	27,500	27,500	27,500
TOTAL CURRENT ASSETS		3,096,258	1,845,421	3,081,858	1,829,827
NON-CURRENT ASSETS					
Receivables	5	-	-	3,985,884	4,061,974
Other financial assets	7	-	-	14	14
Property, plant and equipment	9	10,680,731	10,649,630	1,182,164	1,240,224
TOTAL NON-CURRENT ASSETS		10,680,731	10,649,630	5,168,062	5,302,212
TOTAL ASSETS		13,776,989	12,495,051	8,249,920	7,132,038
CURRENT LIABILITIES					
Payables	10	433,259	626,827	433,259	626,827
Interest-bearing liabilities	11	238,532	261,826	238,532	261,826
Current tax liabilities	12	181,495	152,391	105,735	101,627
Provisions	13	790,317	860,617	790,317	860,617
TOTAL CURRENT LIABILITIES		1,643,603	1,901,660	1,567,843	1,850,897
NON-CURRENT LIABILITIES					
Interest-bearing liabilities	11	287,192	260,616	287,192	260,616
Provisions	13	331,590	251,187	331,590	251,187
TOTAL NON-CURRENT LIABILITIES		618,783	511,803	618,783	511,803
TOTAL LIABILITIES		2,262,386	2,413,464	2,186,625	2,362,700
NET ASSETS		11,514,604	10,081,587	6,063,295	4,769,338
EQUITY					
Reserves	14	6,064,652	5,864,652	613,353	413,353
Retained profits	15	5,449,952	4,216,935	5,449,942	4,355,986
TOTAL EQUITY		11,514,604	10,081,587	6,063,295	4,769,338

The accompanying notes form part of these financial statements.

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2005**

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts from members		13,964,444	12,883,686	13,886,731	12,834,611
Payments to suppliers and employees		(12,243,624)	(13,904,513)	(11,949,152)	(12,145,160)
Other Receipts		634,723	742,183	634,723	742,183
Interest received		65,480	56,181	65,479	56,180
Rent Received		200,754	170,558	-	-
Net GST paid		(707,919)	(638,613)	(646,415)	(571,911)
Net cash provided by (used in) operating activities	17b	<u>1,913,858</u>	<u>(690,518)</u>	<u>1,991,366</u>	<u>915,903</u>
CASH FLOW FROM INVESTING ACTIVITIES					
Proceeds from sale of property, plant and equipment		161,465	95,864	161,465	95,864
Payment for property, plant and equipment		(825,597)	(770,332)	(421,720)	(433,374)
Loans to related parties		-	-	(480,191)	(1,941,278)
Amount owing under Contract of Sale			-	-	-
Net cash provided by (used in) investing activities		<u>(664,132)</u>	<u>(674,468)</u>	<u>(740,446)</u>	<u>(2,278,788)</u>
CASH FLOW FROM FINANCING ACTIVITIES					
Net Proceeds from / (Repayments of) borrowings		3,282	(41,296)	3,282	(41,296)
Net cash provided by (used in) financing activities		<u>3,282</u>	<u>(41,296)</u>	<u>3,282</u>	<u>(41,296)</u>
Net increase in cash held		1,253,008	(1,406,282)	1,254,202	(1,404,181)
Cash at beginning of year		1,806,830	3,213,112	1,791,236	3,195,417
Cash at end of year	17a	<u>3,059,838</u>	<u>1,806,830</u>	<u>3,045,438</u>	<u>1,791,236</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 1 Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with the Workplace Relations Act 1996, Accounting Standards, Urgent Issues Group Consensus Views, and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers the Australian Nursing Federation (Victorian Branch) as an individual branch and Australian Nursing Federation (Victorian Branch) and controlled entity as an economic entity.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. 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 economic entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

a. Principles of Consolidation

A controlled entity is any entity controlled by Australian Nursing Federation (Victorian Branch). Control exists where Australian Nursing Federation (Victorian Branch) has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with Australian Nursing Federation (Victorian Branch) to achieve the objectives of Australian Nursing Federation (Victorian Branch). Details of the controlled entity are contained in Note 8.

All inter-entity balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation.

b. Income Tax

No provision for income tax is necessary as "Trade Unions" are exempt from income tax under Section 23(f) of the Income Tax Assessment Act 1936.

c. Property, Plant and Equipment

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

Property

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the economic entity to have an independent valuation every three years.

Plant and equipment

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually to ensure it is not in excess of the recoverable amount from those 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 not been discounted to present values in determining recoverable amounts.

Depreciation

The depreciable amount of buildings, but excluding freehold land, is depreciated on a straight line basis over their estimated useful lives to the economic entity commencing from the time the asset is held ready for use. All other assets are depreciated on a diminishing value basis.

The depreciation rates used for each class of assets are:

Class of Fixed Asset	Depreciation Rate
Buildings	3%
Plant and equipment	15 - 20%

d. Employee Benefits

Provision is made for the branch's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other 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.

Contributions are made by the economic entity to an employee superannuation fund and are charged as expenses when incurred.

e. Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at call deposits with banks or financial institutions, investments in money market instruments maturing within less than two months and net of bank overdrafts.

f. 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 Statement of Financial Position are shown inclusive of GST. Cash flows from operating activities are shown on a gross basis in the Statement of Cash Flows.

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

g. Adoption of Australian Equivalents to International Financial Reporting Standards

The Federation is preparing and managing the transition to Australian Equivalents to International Financial Reporting Standards (AIFRS) effective for financial years commencing 1 January 2005. The adoption of AIFRS will be reflected in the financial statements for the year ending 30 June 2006. On first time adoption of AIFRS, comparatives for the financial year ended 30 June 2005 are required to be restated. The majority of the AIFRS transitional adjustments will be made retrospectively against retained earnings at 1 July 2004.

The Branch Council, along with the assistance of external consultants, has assessed the significance of the expected changes and is preparing for their implementation. The impact of the alternative treatments and elections under AASB 1: First Time Adoption of Australian Equivalents to International Financial Reporting Standards has been considered where applicable.

The councillors are of the opinion that the key differences in the Federation's accounting policies on Conversion to AIFRS will not have a material effect on the financial statements.

Note 2 Profit from Ordinary Activities

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
Profit from ordinary activities before income tax expense has been determined after:				
a. Expenses				
Employee benefits expense				
— officeholders	244,331	230,431	244,331	230,431
— employees	5,430,190	5,612,694	5,430,190	5,612,694
Total employee benefits expense	5,674,521	5,843,125	5,674,521	5,843,125
Depreciation of non-current assets				
— buildings	202,765	152,092	-	-
— plant and equipment	442,714	383,887	330,763	338,224
Total depreciation	645,479	535,979	330,763	338,224
Remuneration of auditor				
— audit or review	16,500	14,350	13,500	12,000
— other services	-	-	-	-
Remuneration for other services to related practices of the auditor	-	-	-	-
Rental expense on operating leases				
— rent paid to NSE Property Trust	-	-	765,000	497,310

Note 3 Remuneration and Retirement Benefits

a. Officeholders' Remuneration

Number of Branch officeholders whose income from the Branch or any related parties was within the following bands:

	No.	No.
\$0 - \$9,999	20	20
\$110,000 - \$119,999	2	2

The names of officeholders of the Branch who have held office during the financial year are:

Ms Clare McGinness	Ms Terry Swanson	Ms Lisa Fitzpatrick
Ms Jan Brownrigg	Ms Kate Barker	Mr Geoffrey Devine
Ms Amanda Garrett (elected 8/3/05)	Ms Catherine Walker	Ms Michelle Ashworth
Ms Barbara Bell	Ms Caterina Bortolot	Ms Frances Bridley
Ms Sandy Buckley	Ms Sandra Criddle	Ms Margaret Crosby
Ms Amanda Maberly	Ms Judith Milne	Ms Susan Nunis
Mr Denzyl Hein (elected 8/3/05)	Ms Lori-Anne Sharp (elected 10/8/04)	Mr Allan Townsend
Ms Tracey Williams	Ms Helen Price (resigned 7/12/04)	Ms Alison Kairns (resigned 13/7/04)
Ms Dianne Taylor (resigned 7/12/04)		

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 4 Cash Assets

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
National Australia Bank	677,744	1,056,971	663,358	1,041,391
NAB - Education & Training	288,119	338,608	288,119	338,608
NAB - Contingency Fund	222,039	110,033	222,039	110,033
NAB - PII Account	91,461	89,626	91,461	89,626
NAB - PAC No Lifting Account	10,884	11,127	10,884	11,127
NAB - RTO Student Fees	34,640	-	34,640	-
NAB - Professional Fund	1,731,938	-	1,731,938	-
Petty Cash	3,014	3,014	3,000	3,000
Money on Deposit	-	197,451	-	197,451
	<u>3,059,838</u>	<u>1,806,830</u>	<u>3,045,438</u>	<u>1,791,236</u>

Note 5 Receivables

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
CURRENT				
Other debtors	8,920	11,091	8,920	11,091
	<u>8,920</u>	<u>11,091</u>	<u>8,920</u>	<u>11,091</u>
NON-CURRENT				
Amounts receivable from NSE Property Trust	-	-	3,985,884	4,061,974
	<u>-</u>	<u>-</u>	<u>3,985,884</u>	<u>4,061,974</u>

Note 6 Other Assets

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
CURRENT				
Prepayments	27,500	27,500	27,500	27,500
	<u>27,500</u>	<u>27,500</u>	<u>27,500</u>	<u>27,500</u>

Note 7 Other Financial Assets

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
Shares in NSE Property Pty Ltd	-	-	4	4
Trust Capital - NSE Property Trust	-	-	10	10
			<u>14</u>	<u>14</u>

Note 8 Controlled Entities

Controlled Entities of: Australian Nursing Federation (Victorian Branch)	Country of incorporation:	Percentage owned (%)	
		2005	2004
NSE Property Pty Ltd atf NSE Property Trust	Australia	100	100

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 9 Property, Plant & Equipment

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
Land and Buildings				
Freehold land at:				
— independent valuation (2003)	1,295,000	1,295,000	-	-
	<u>1,295,000</u>	<u>1,295,000</u>	<u>-</u>	<u>-</u>
Buildings at:				
— independent valuation (2003)	8,110,614	8,078,291	-	-
Less accumulated depreciation	(354,857)	(152,092)	-	-
	<u>7,755,757</u>	<u>7,926,199</u>	<u>-</u>	<u>-</u>
Total Land and Buildings	<u>9,050,757</u>	<u>9,221,199</u>	<u>-</u>	<u>-</u>
Plant and equipment at cost	3,378,281	2,879,470	2,371,674	2,244,417
Less accumulated depreciation	(2,247,686)	(1,967,078)	(1,688,889)	(1,520,232)
	<u>1,130,595</u>	<u>912,392</u>	<u>682,785</u>	<u>724,185</u>
Capitalised leased plant and equipment	769,684	807,809	769,684	807,809
Less accumulated depreciation	(270,305)	(291,770)	(270,305)	(291,770)
	<u>499,379</u>	<u>516,039</u>	<u>499,379</u>	<u>516,039</u>
Total Plant and Equipment	<u>1,629,974</u>	<u>1,428,431</u>	<u>1,182,164</u>	<u>1,240,224</u>
Total Property, Plant and Equipment	<u>10,680,731</u>	<u>10,649,630</u>	<u>1,182,164</u>	<u>1,240,224</u>

a. Movements 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	Buildings	Plant and Equipment	Leased Plant and Equipment	Total
	\$	\$	\$	\$	\$
Economic Entity					
Balance at the beginning of the year	1,295,000	7,928,199	912,392	516,039	10,649,630
Additions	-	32,323	498,810	294,453	825,586
Disposals	-	-	-	(149,007)	(149,007)
Depreciation expense	-	(202,765)	(280,607)	(162,106)	(545,478)
Carrying amount at the end of the year	<u>1,295,000</u>	<u>7,755,757</u>	<u>1,130,595</u>	<u>499,379</u>	<u>10,680,731</u>
Branch					
Balance at the beginning of the year	-	-	724,185	516,039	1,240,224
Additions	-	-	127,256	294,453	421,709
Disposals	-	-	-	(149,007)	(149,007)
Depreciation expense	-	-	(168,656)	(162,106)	(330,762)
Carrying amount at the end of the year	<u>-</u>	<u>-</u>	<u>682,785</u>	<u>499,379</u>	<u>1,182,164</u>

Note 10 Payables

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
CURRENT				
Creditors	433,259	626,827	433,259	626,827
	<u>433,259</u>	<u>626,827</u>	<u>433,259</u>	<u>626,827</u>

Note 11 Interest Bearing Liabilities

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
CURRENT					
Hire purchase liability	16	238,532	261,826	238,532	261,826
NON-CURRENT					
Hire purchase liability	16	287,192	260,616	287,192	260,616
		<u>525,724</u>	<u>522,442</u>	<u>525,724</u>	<u>522,442</u>

Note 12 Tax Liabilities

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
CURRENT				
GST payable	181,495	152,391	105,735	101,627
	<u>181,495</u>	<u>152,391</u>	<u>105,735</u>	<u>101,627</u>

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 13 Provisions

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
CURRENT					
Employee benefits	13a	790,317	860,617	790,317	860,617
		<u>790,317</u>	<u>860,617</u>	<u>790,317</u>	<u>860,617</u>
NON-CURRENT					
Employee benefits	13a	331,590	251,187	331,590	251,187
a. Aggregate employee benefit liability		<u>1,121,907</u>	<u>1,111,804</u>	<u>1,121,907</u>	<u>1,111,804</u>
b. Number of employees at year end		<u>73</u>	<u>70</u>	<u>73</u>	<u>70</u>
c. Split between officeholders and employees					
Officeholders		76,059	102,735	76,059	102,735
Employees		<u>1,045,848</u>	<u>1,009,069</u>	<u>1,045,848</u>	<u>1,009,069</u>
Aggregate employee benefit liability		<u>1,121,907</u>	<u>1,111,804</u>	<u>1,121,907</u>	<u>1,111,804</u>

Note 14 Reserves

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
Asset Revaluation Reserve	14a	5,451,299	5,451,299	-	-
General reserve	14b	<u>613,353</u>	<u>413,353</u>	<u>613,353</u>	<u>413,353</u>
		<u>6,064,652</u>	<u>5,864,652</u>	<u>613,353</u>	<u>413,353</u>
a. Asset revaluation reserve					
Movements during the year					
Opening balance		5,451,299	5,451,299	-	-
Revaluation increment or decrement arising on revaluing freehold land and buildings to fair value		-	-	-	-
Share of associates revaluation increments or decrements for freehold land and buildings		-	-	-	-
Closing balance		<u>5,451,299</u>	<u>5,451,299</u>	-	-
The asset revaluation reserve records revaluations of non-current assets					
b. General Reserves					
Movements during the year:					
Opening balance		413,353	213,353	413,353	213,353
Transfer from retained profits	15	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>
Closing balance		<u>613,353</u>	<u>413,353</u>	<u>613,353</u>	<u>413,353</u>
Comprising:					
Future special projects fund		27,026	27,026	27,026	27,026
Members entitlement protection fund		400,000	200,000	400,000	200,000
Other		<u>186,327</u>	<u>186,327</u>	<u>186,327</u>	<u>186,327</u>
		<u>613,353</u>	<u>413,353</u>	<u>613,353</u>	<u>413,353</u>

Note 15 Retained Profits

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
Retained profits at the beginning of the financial year		4,216,935	4,102,890	4,355,986	4,485,477
Net profit attributable to members of the organisation		1,433,017	314,045	1,293,956	70,509
Transfer to general reserves (EBA)	14	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
Retained profits at the end of the financial year		<u>5,449,952</u>	<u>4,216,935</u>	<u>5,449,942</u>	<u>4,355,986</u>

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 16 Capital & Leasing Commitments

	Note	Economic Entity		Branch	
		2005	2004	2005	2004
		\$	\$	\$	\$
a. Finance Lease Commitments					
Payable					
—not later than 1 year		261,124	292,787	261,124	292,787
—later than 1 year but not later than 5 years		309,784	280,373	309,784	280,373
Minimum lease payments		570,908	573,160	570,908	573,160
Less future finance charges		45,184	50,718	45,184	50,718
Total Lease Liability	11	525,724	522,442	525,724	522,442

Note 17 Cash Flow Information

	Economic Entity		Branch	
	2005	2004	2005	2004
	\$	\$	\$	\$
a. Reconciliation of Cash				
Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:				
Cash on hand	3,014	3,014	3,000	3,000
At call deposits with financial institutions	3,056,824	1,803,816	3,042,438	1,788,236
	3,059,838	1,806,830	3,045,438	1,791,236
b. Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities after Income Tax				
Profit (loss) from ordinary activities after income tax	1,433,017	314,045	1,293,956	70,509
Non-cash flows in profit from ordinary activities				
Depreciation	645,479	535,979	330,763	338,224
Rent			765,000	497,310
Net gain on disposal of plant and equipment	(12,448)	(3,732)	(12,448)	(3,732)
Changes in assets and liabilities				
(Increase)/decrease in receivables	2,171	22,223	2,171	22,223
(Increase)/decrease in other assets	-	(3,019)	-	(3,019)
Increase/(decrease) in payables	(193,568)	(1,750,806)	(193,568)	(175,806)
Increase/(decrease) in GST payable	29,104	(18,615)	4,108	(43,213)
Increase/(decrease) in provisions	10,103	213,407	10,103	213,407
Cash flows from operations	1,913,858	(690,518)	2,200,085	915,903

Note 18 Financial Instruments

a. Interest Rate Risk

The economic entity's exposure to interest rate risk, which 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, is as follows:

	Weighted Average		Floating Interest Rate		Fixed Interest Rate Maturing			
	Effective Interest Rate		2005	2004	Within 1 Year		1 to 5 Years	
	2005	2004			2005	2004	2005	2004
	%	%	\$	\$	\$	\$	\$	\$
Financial Assets								
Cash at bank			3,059,839	1,609,379	-	-	-	-
Deposits at call	5.4	5.2	-	197,451	-	-	-	-
Total Financial Assets			3,059,839	1,806,830	-	-	-	-
Financial Liabilities								
Hire Purchase Liabilities	7.25	7.25			238,532	261,826	287,192	260,616
Total Financial Liabilities			-	-	238,532	261,826	287,192	260,616

b. Credit Risk

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 of those assets, net of any provisions for doubtful debts, as disclosed in the Statement of Financial Position and notes to the financial statements.

c. Net Fair Values

The net fair values of short term deposits, bank bills, accounts receivable, accounts payable and accrued charges approximate their carrying amounts.

**AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)
AND CONTROLLED ENTITY**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

Note 19 Organisation Details

The registered office of the organisation is:

Australian Nursing Federation (Victorian Branch)
540 Elizabeth Street
Melbourne Victoria 3000

The principal place of business is:

Australian Nursing Federation (Victorian Branch)
540 Elizabeth Street
Melbourne Victoria 3000

Note 20 Florence Nightingale Fund

	2005	2004
	\$	\$
Income		
Balance brought forward	40,037	43,694
Bank interest	505	501
Loan repayments - members	1,000	600
	<u>41,542</u>	<u>44,795</u>
Less expenditure		
Personal assistance to members (loan)	5,000	4,500
Bank charges	254	258
	<u>5,254</u>	<u>4,758</u>
Balance of fund at 30 June 2005	<u>36,288</u>	<u>40,037</u>

These funds are held in a separate Trust Account.

Note 21 Information Available Upon Request

- 1 A member of the Federation, or a Registrar, may apply to the Federation for specified prescribed information in relation to the Federation 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.
- 3 The period must not be less than 14 days after the application is given to the Federation.
- 3 The Federation must comply with an application made under subsection (1).

AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)

DESIGNATED OFFICER'S CERTIFICATE

I, Lisa Fitzpatrick, being the Branch Secretary of the Australian Nursing Federation (Victorian Branch), certify:

1. that the documents lodged herewith are copies of the full report referred to in section 268 of the RAO Schedule;
2. that the full report was made available to members on our website from 01/12/2005 ; and
3. that the report was presented to a meeting of the Committee of Management on 22/11/2005 in accordance with section 266 of the RAO Schedule.

+ Lisa Fitzpatrick

Ms Lisa Fitzpatrick

Dated this

24

th

day of November

2005

AUSTRALIAN NURSING FEDERATION (VICTORIAN BRANCH)

COMMITTEE OF MANAGEMENT STATEMENT

The Committee of Management declares that:

1. The financial statements and notes, as set out on pages 1 to 12, are in accordance with the Workplace Relations Act 1996:
 - a. comply with Australian Accounting Standards and with the reporting guidelines of the Industrial Registrar; and
 - b. give a true and fair view of the Federation's financial position as at 30 June 2005 and of the performance and cash flows for the year ended on that date.
2. In the Committee's opinion there are reasonable grounds to believe that the Federation will be able to pay its debts as and when they become due and payable.
3. During the financial year ended 30 June 2005 and since the end of the year:
 - a. meetings of the Committee of Management were held in accordance with the rules of the organisation;
 - b. the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation;
 - c. the financial records of the reporting unit have been kept in accordance with the RAO Schedule and the RAO Regulations;
 - d. The issue of consistency is being considered by the reporting units of the Australian Nursing Federation in this first reporting year under the RAO Schedule with a view of keeping, as far as practicable, the financial records in a consistent manner to each of the other reporting units to ensure compliance with the Australian Accounting Standards in the subsequent years.
 - e. No requests have been made by a member under section 272 of the RAO Schedule requesting information of the Federation; and
 - f. No orders have been made by the Commission under section 273 of the RAO Schedule during the period.

This declaration is made in accordance with a resolution of the Committee of Management:

Assistant Branch Secretary *J. Brownrigg*
Ms Jan Brownrigg

Dated this 24 th day of November 2005

**INDEPENDENT AUDIT REPORT TO THE VICTORIAN BRANCH OF THE
Australian Nursing Federation (Victorian Branch)**

Scope

We have audited the financial report of the Australian Nursing Federation (Victorian Branch) for the financial year ended 30 June 2005 as set out on pages 1 to 12.

The financial report includes the Operating Report and Committee of Management Statement, Statement of Financial Position, Statement of Financial Performance, Statement of Cash Flows and notes to and forming part of the financial statements of the Australian Nursing Federation (Victorian Branch). The members of the Executive Committee are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members of the organisation.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion whether, in all material respects, the financial report is presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with our understanding of the financial position and performance as represented by the results of their operations and their cash flows of the Australian Nursing Federation's (Victorian Branch).

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion:

- a. the financial report of the Australian Nursing Federation (Victorian Branch) is in accordance with section 253 of Schedule 1B of the Workplace Relations Act 1996, as amended, to;
 - i. give a true and fair view of the financial position as at 30 June 2005 and of the performance for the year ended on that date as represented by the results of their operations and their cash flows of the Australian Nursing Federation (Victorian Branch); and
 - ii. comply with Accounting Standards in Australia;
- b. the Australian Nursing Federation (Victorian Branch) kept satisfactory accounting records for the year ended 30 June 2005, which detailed the sources and nature of the income of the Federation (including income from members) and the nature and purposes of expenditure; and
- c. all information and explanations that are required under schedule 1(b) of the Workplace Relations Act 1996 have been provided by officers and employees of the Australian Nursing Federation (Victorian Branch).

Bell Duke & Co

BELL DUKE & CO
CHARTERED ACCOUNTANTS

Robert H Wald

ROBERT HENRY WALD
Registered Company Auditor No. 10148

Dated this 24th day of NOVEMBER, 2005

1st Floor, 589 Glenhuntly Road
Elsternwick Victoria 3185