



7 May 2014

Mr Hugh McMaster
Secretary/Treasurer
Australian Road Transport Industrial Organisation
PO Box 277
Hurstville NSW 2220

via e-mail: hughmc@artionsw.com.au

Dear Mr McMaster

**Australian Road Transport Industrial Organisation
Financial Report for the year ended 30 June 2013 - FR2013/371**

I acknowledge receipt of supplementary information on 6 May 2014 addressing the issues raised in the letter I sent dated 10 April 2014.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

If you have any queries regarding this letter, please contact me on (03) 8661 7675 or via email at ken.morgan@fwc.gov.au

Yours sincerely

Ken Morgan
Financial Reporting Advisor
Regulatory Compliance Branch

**AUSTRALIAN ROAD TRANSPORT
INDUSTRIAL ORGANISATION
(NSW BRANCH)**

ABN 93 149 961 882

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2013

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

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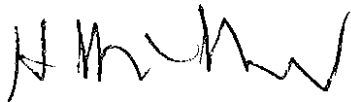
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**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER
FOR THE YEAR ENDED 30 JUNE 2013**

I, Hugh McMaster being the 2013 Secretary/Treasurer of the Australian Road Transport Industrial Organisation (NSW Branch) ("the Branch") certify:

1. that the documents lodged herewith are copies of the full report for the Branch for the year ended 30 June 2013 referred to in s.268 of the *Fair Work (Registered Organisations) Act 2009*; and
2. that the full report was provided to members of the Branch on 17 January 2014; and
3. that the full report was presented to a meeting of the Committee of Management of the Branch on 17 January 2014 in accordance with s.266 of the *Fair Work (Registered Organisations) Act 2009*.



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Hugh McMaster
Secretary/Treasurer

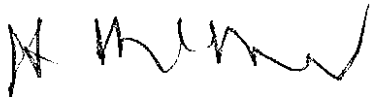
Dated this 17th day of January 2014.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**NOTICE TO MEMBERS
FOR THE YEAR ENDED 30 JUNE 2013**

The Committee of Management wishes to draw the member's attention to the following provisions of the *Fair Work (Registered Organisations) Act 2009* contained in sub-sections of section 272 in Division 7 which deals with members' access to financial records:

1. A member of a reporting unit, or the General Manager, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application
2. The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
3. A reporting unit must comply with an application made under sub-section (1).



.....
Hugh McMaster
Secretary/Treasurer

Dated this 17th day of January 2014.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

OPERATING REPORT

The Committee of Management presents its report on Australian Road Transport Industrial Organisation (NSW Branch) ("the Branch") for the financial year ended 30 June 2013.

Review of Principal Activities

The principal activities of the Branch during the year were representing the interests of its members (employers and prime contractors) in the transport and logistics industry, particularly those engaged in road transport.

The Branch applied for and was granted registration under the *Fair Work (Registered Organisations) Act 2009* on 30 November 2009.

Results of Operations

The surplus of the Branch for the year ended 30 June 2013 was \$22,869 (2012: deficit of \$15,781).

A review of operations of the Branch during the financial year and the results of those operations show an increase in total revenue by 20% and a decrease in operating expenses by 10%. The increase in total revenue is the result of slight increase in members fees and has secured a project grant during the year.

Significant Change in State of Affairs

There were no significant changes in the nature of the principal activities undertaken by the Branch during the year ended 30 June 2013.

Right of Members to Resign

Members have the right to resign their membership in accordance with Section 11 of the Registered Rules of the Australian Road Transport Industrial Organisation ("the Organisation").

A member of the Organisation may resign from membership by written notice addressed and delivered to the Secretary/Treasurer of the Branch of which it is a member.

A notice of resignation from membership of the Organisation takes effect:

- (a) where the member ceases to be eligible to become a member of the Organisation;
 - (i) on the day on which the notice is received by the Organisation; or
 - (ii) on the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member;whichever is later; or
- (b) in any other case
 - (i) at the end of two (2) weeks after the notice is received by the Organisation; or
 - (ii) on the day specified in the notice;whichever is later

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

OPERATING REPORT

Officers and employees who are superannuation fund trustee(s) or director of a company that is a superannuation fund trustee

Name	Position	Company/Entity	Activity/ies
Hugh McMaster	Board Member	TWU Nominees Pty Ltd	Trustee of TWU Superannuation Fund

Number of Members

As at 30 June 2013, there were 24 members of the Branch (2012: 21 members).

Number of Employees

As at 30 June 2013, the Branch has no employees. The Branch contracted Hugh McMaster to provide accounting and administration services. Hugh McMaster being the Secretary/Treasurer is considered to be key management personnel for the purpose of the financial statements.

Summary of the remuneration of key management personnel can be found in Note 13(b) in the Notes to the Financial Statements.

Committee of Management

The Committee of Management of the Branch is a committee elected annually by the members.

To be eligible to be nominated for a position on the Committee of Management the nominee must be a member.

During the year ended 30 June 2013 and the date of this report, the following persons held membership of the Committee of Management of the Branch:

Name	Position
Laurie D'Apice	President
Gaylynne Neill	Vice President
Mark Wintle	Vice President
Hugh McMaster	Secretary/Treasurer
Cameron Murphy	Committee Member
John West	Committee Member

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

OPERATING REPORT

Officers who are Directors of a Company or a Member of a Board

Name	Position	Company/Entity	Activity/ies
Laurie D'Apice	Board of Governance member	Australian Logistics Council	Peak national body of the Australian freight transport and logistics industry
	Vice President, Committee of Management	Australian Road Transport Industrial Organisation	National association of employers and prime contractors under the transport and logistics industry
	Director	Newskills Ltd	National Registered Training Organisation in the transport and logistics industry
	Director	Transport Education Audit Compliance Health Organisation (TEACHO) Limited	Support services for transport workers and employers improve career pathways, training, industrial rights, research, health and safety
Hugh McMaster	Managing Director	Hugh McMaster Consulting Pty Ltd	Business Coaching, Management Advice, and Merchandising Consulting Services
	Board Member	TWU Nominees Pty Ltd	Trustee of TWU Superannuation Fund
Cameron Murphy	Director	E Murphy & Sons Pty Ltd	Logistics/transportation
	Director	Murphy Transport Solutions Pty Ltd	Logistics/transportation
	Director	MPH Logistics Pty Ltd	Logistics/transportation
John West	Director	DGL (Aust) Pty Ltd	Logistics - warehousing and transport services
	Director	DGL (NZ) Pty Ltd	Distribution
	Director	Sound Control Pty Ltd	Providing innovative engineered solutions to noise problems
	Director	775 Kingsford Smith Drive Pty Ltd	Farming
	Director	TLC Properties (Qld) Pty Ltd	Property management

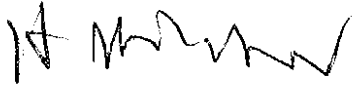
Events Subsequent to Reporting Date

No matters or circumstances have arisen since the end of the financial year which may significantly affect the operations of the Branch, the results of those operations, or the state of affairs of the Branch in subsequent years.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

OPERATING REPORT

Signed in accordance with a resolution of the Members of the Committee of Management on the 17th day of January 2014.



.....
Hugh McMaster
Secretary/Treasurer

Dated this 17th day of January 2014.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
Revenue	2(a)	131,940	124,116
Other income	2(b)	<u>17,273</u>	<u>-</u>
		<u>149,213</u>	<u>124,116</u>
Expenses:			
Employee expenses	3(a)	-	-
Capitation fees	3(b)	(16,034)	(15,000)
Affiliation fees		-	-
Administration expenses	3(c)	(22,761)	(21,365)
Grants or donations	3(d)	-	-
Professional fees	3(e)	(87,549)	(103,532)
Other expenses	3(f)	<u>-</u>	<u>-</u>
		<u>(126,344)</u>	<u>(139,897)</u>
Surplus/(deficit) before income tax		22,869	(15,781)
Income tax expense	1(a)	<u>-</u>	<u>-</u>
Net surplus/(deficit)		<u>22,869</u>	<u>(15,781)</u>
Other comprehensive		<u>-</u>	<u>-</u>
Total comprehensive income/(loss) to members of the Association		<u><u>22,869</u></u>	<u><u>(15,781)</u></u>

The accompanying notes form part of the financial statements.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2013**

	Note	2013 \$	2012 \$
CURRENT ASSETS			
Cash and cash equivalents	4	58,372	77,100
Trade and other receivables	5	19,125	-
Other current assets	6	-	1,662
		<u>77,497</u>	<u>78,762</u>
TOTAL CURRENT ASSETS		<u>77,497</u>	<u>78,762</u>
TOTAL ASSETS		<u>77,497</u>	<u>78,762</u>
CURRENT LIABILITIES			
Trade and other payables	7	17,004	41,138
Provisions	8	-	-
		<u>17,004</u>	<u>41,138</u>
TOTAL CURRENT LIABILITIES		<u>17,004</u>	<u>41,138</u>
TOTAL LIABILITIES		<u>17,004</u>	<u>41,138</u>
NET ASSETS		<u>60,493</u>	<u>37,624</u>
ACCUMULATED FUNDS			
Accumulated operating surplus		<u>60,493</u>	<u>37,624</u>
TOTAL ACCUMULATED		<u>60,493</u>	<u>37,624</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
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**STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 30 JUNE 2013**

	2013	2012
	\$	\$
Balance at beginning of the financial year	37,624	53,405
Total comprehensive income:		
Net surplus/(deficit) during the year	22,869	(15,781)
Other comprehensive income	-	-
	<hr/>	<hr/>
Balance at end of financial year	<u>60,493</u>	<u>37,624</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
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**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
Receipts from members' subscriptions		22,447	82,745
Other receipts		91,629	77,634
Payments to suppliers		<u>(132,804)</u>	<u>(137,637)</u>
Net cash (used in)/provided by operating activities	14(a)	<u>(18,728)</u>	<u>22,742</u>
Net (decrease)/increase in cash held		(18,728)	22,742
Cash and cash equivalents at the beginning of the year		<u>77,100</u>	<u>54,358</u>
Cash and cash equivalents at the end of the year	4	<u><u>58,372</u></u>	<u><u>77,100</u></u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
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**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2013**

	2013	2012
	\$	\$
Cash assets in respect of recovered money at beginning of year	-	-
Receipts		
Amounts recovered from employers in respect of wages etc.	-	-
Interest received on recovered money	-	-
Total receipts	-	-
Payments		
Deductions of amounts due in respect of membership for:		
12 months or less	-	-
Greater than 12 months	-	-
Deductions of donations or other contributions to accounts or funds	-	-
Deductions of fees or reimbursement of expenses	-	-
Payments to workers in respect of recovered money	-	-
Total payments	-	-
Cash asset's in respect of recovered money at end of year	-	-
	2013	2012
	No.	No.
Number of workers to which the monies recovered relates	-	-
Aggregate payables to workers attributable to recovered monies but not yet distributed		
	2013	2012
	\$	\$
Payable balance	-	-
	2013	2012
	No.	No.
Number of workers the payable relates to	-	-
	2013	2012
	\$	\$
Fund or account operated for recovery of wages	-	-

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

The financial statements are for Australian Road Transport Industrial Organisation (NSW Branch) ("the Branch") as an individual entity. The Branch was incorporated in New South Wales under the *Fair Work (Registered Organisations) Act 2009*.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards of the Accounting Standards and Australian Board ("AASB") and the *Fair Work (Registered Organisations) Act 2009*. The Branch is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of financial assets and financial liabilities. The amounts presented in the financial statements are in Australian dollars and have been rounded to the nearest dollar.

The financial statements were authorised for issue on 17 January 2014 by the Committee of Management of the Branch.

Accounting Policies

(a) Income Tax

The Branch is registered under the *Fair Work (Registered Organisations) Act 2009* and is considered to be exempt from income tax including capital gains tax, by virtue of the provision of section 50-15 of the *Income Tax Assessment Act*.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

(c) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Branch becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Branch commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) Financial Instruments (continued)

Amortised cost is calculated as the amount at which the financial asset or financial liability is measured at initial recognition less principal repayments and any reduction for impairment, and adjusted for any cumulative amortisation of the difference between that initial amount and the maturity amount calculated using the effective interest method.

The *effective interest method* is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying amount with a consequential recognition of an income or expense item in profit or loss.

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment

At each reporting date, the Branch assesses whether there is objective evidence that a financial instrument has been impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence that impairment as a result of one or more events (a "loss event") has occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
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ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) Financial Instruments (continued)

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, the Branch recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised when the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the Branch no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged or cancelled, or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in the profit or loss.

(d) Impairment of Assets

At each reporting date, the Branch reviews the carrying values of its tangible 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 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 Statement of Profit or Loss and Other Comprehensive Income.

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

(e) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Branch and the amount of the revenue can be reliably measured. The following specific recognition criteria should also be met before revenue is recognised:

Revenue from membership subscriptions is recognised proportionately over the period to which it relates.

Income from other sources (sitting fees and sponsorship) is recognised when the fee in respect of other products or services provided is receivable.

Grant revenue is recognised in the Statement of Profit or Loss and Other Comprehensive Income when it is controlled. When there are conditions attached to grant revenue relating to the use of those grants for specific purposes, it is recognised in the Statement in the Financial Position as a liability until such conditions are met or services provided.

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

(f) Trade and Other Receivables

Trade receivables are recognised Initially at the transaction price (i.e.cost) and are subsequently measured at cost less provision for impairment. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Trade and Other Receivables (continued)

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

(g) Trade and Other Payables

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

(h) Unexpended Grants

The Branch receives grant monies to fund projects either for contracted periods of time or for specific projects irrespective of the period of time required to complete those projects. It is the policy of the Branch to treat grant monies as unexpended grants in the Statement of Financial Position where the Branch is contractually obliged to provide the services in a subsequent financial period to when the grants are received or in the case of a specific project where the project has not been completed.

(i) Goods and Services Tax ("GST")

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

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(j) Operating Segment

The Branch was incorporated in New South Wales under the *Fair Work (Registered Organisations) Act 2009* and domiciled in Australia. The Branch operates only in Australia and its principal activity is the provision of services to its members.

(k) Comparatives

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

(l) Critical Accounting Estimates and Judgments

The Committee of Management evaluates estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Branch.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
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ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Critical Accounting Estimates and Judgments (continued)

Key Estimates - Impairment

The Committee of Management assesses impairment on each reporting date by evaluating conditions specific to the Branch that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

Key Judgments - Doubtful Debts Provision

The Committee of Management believed that no provision for doubtful debts be made at 30 June 2013 as the balance of trade and other receivables is fully recoverable.

(m) 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 are relevant to the Branch. The Branch has decided not to early adopt any of the new and amended pronouncements. The Branch's assessment of the new and amended pronouncements that are relevant to the Branch but applicable in future reporting periods is set out below:

AASB 9: *Financial Instruments* (December 2010) and **AASB 2010–7: *Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)***.

These Standards are applicable retrospectively and include revised requirements for the classification and measurement of financial instruments, as well as recognition and derecognition requirements for financial instruments.

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;
- 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.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) New Accounting Standards for Application in Future Periods (Continued)

These Standards were mandatorily applicable for annual reporting periods commencing on or after 1 January 2013. However, AASB 2012–6: *Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB 9 and Transition Disclosures* (issued September 2012) defers the mandatory application date of AASB 9 from 1 January 2013 to 1 January 2015. In light of the change to the mandatory effective date, the Branch is expected to adopt AASB 9 and AASB 2010–7 for the annual reporting period ending 31 December 2015. Although the Committee of Management anticipate that the adoption of AASB 9 and AASB 2010–7 may have a significant impact on the Branch' financial instruments, it is impracticable at this stage to provide a reasonable estimate of such impact.

AASB 13: Fair Value Measurement and AASB 2011–8: Amendments to Australian Accounting Standards arising from AASB 13 (applicable for annual reporting periods commencing on or after 1 January 2013).

AASB 13 defines fair value, sets out in a single Standard a framework for measuring fair value, and requires disclosures about fair value measurements.

AASB 13 requires:

- inputs to all fair value measurements to be categorised in accordance with a fair value hierarchy; and
- enhanced disclosures regarding all assets and liabilities (including, but not limited to, financial assets and financial liabilities) to be measured at fair value.

These Standards are expected to result in more detailed fair value disclosures, but are not expected to significantly impact the amounts recognised in the Branch's financial statements.

AASB 2011–4: Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements (applicable for annual reporting periods beginning on or after 1 July 2013).

This Standard makes amendments to AASB 124: *Related Party Disclosures* to remove the individual key management personnel disclosure requirements (including paras Aus29.1 to Aus29.9.3). These amendments serve a number of purposes, including furthering trans-Tasman convergence, removing differences from IFRSs, and avoiding any potential confusion with the equivalent *Corporations Act 2001* disclosure requirements.

This Standard is not expected to significantly impact the Branch's financial report as a whole because:

- some of the disclosures removed from AASB 124 will continue to be required under s 300A of the Corporations Act, which is not applicable to the Branch; and
- AASB 2011–4 does not affect the related party disclosure requirements in AASB 124 applicable to all reporting entities, and some of these requirements require similar disclosures to those removed by AASB 2011–4.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
(NSW BRANCH)
ABN 93 149 961 882**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) New Accounting Standards for Application in Future Periods (Continued)

AASB 2012–3: Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities (applicable for annual reporting periods commencing on or after 1 January 2014).

This Standard adds application guidance to AASB 132: *Financial Instruments: Presentation* to address potential inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of “currently has a legally enforceable right of set-off” and that some gross settlement systems may be considered equivalent to net settlement.

This Standard is not expected to significantly impact the Branch's financial statements.

AASB 2012–5: *Amendments to Australian Accounting Standards arising from Annual Improvements 2009–2011* (applicable for annual reporting periods commencing on or after 1 January 2013).

This Standard amends a number of Australian Accounting Standards as a consequence of the issuance of *Annual Improvements to IFRSs 2009–2011 Cycle* by the International Accounting Standards Board, including:

- AASB 1: *First-time Adoption of Australian Accounting Standards* to clarify the requirements in respect of the application of AASB 1 when an entity discontinues and then resumes applying Australian Accounting Standards;
- AASB 101: *Presentation of Financial Statements* and AASB 134: *Interim Financial Reporting* to clarify the requirements for presenting comparative information;
- AASB 116: *Property, Plant and Equipment* to clarify the accounting treatment of spare parts, stand-by equipment and servicing equipment;
- AASB 132 and Interpretation 2: *Members' Shares in Co-operative Entities and Similar Instruments* to clarify the accounting treatment of any tax effect of a distribution to holders of equity instruments; and
- AASB 134 to facilitate consistency between the measures of total assets and liabilities an entity reports for its segments in its interim and annual financial statements.

This Standard is not expected to significantly impact the Branch's financial statements.

	2013	2012
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME		
(a) Revenue		
Membership subscription	50,918	46,482
Capitation fees	-	-
Levies	-	-
Other revenue:		
Director's fees	30,000	30,000
Sponsorship	44,401	42,286
Sundry	6,621	5,348
	131,940	124,116

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	2013	2012
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME (Continued)		
(b) Other Income		
Grant income	17,273	-
Donations	-	-
	17,273	-
	17,273	-
 NOTE 3: EXPENSES		
(a) Employee Expenses		
	-	-
The Branch has no employees during the year (2012: nil). The Branch contracted its accounting and administration functions which are disclosed in Note 3(d) under professional fees - secretariat and administration fees and Note 13(b) under key management personnel.		
(b) Capitation Fees		
Australian Road Transport Industrial Organisation	16,034	15,000
(c) Administration expenses		
Bank charges	218	335
Compulsory levies	-	-
Consideration to employers for payroll deductions	-	-
Conferences, meetings, functions and events	12,309	8,919
Fees/allowances - conferences and meetings	-	-
Insurance	2,285	2,302
Travel and accomodation	3,943	5,612
Website expenses	1,231	-
Sundry expenses	2,775	4,197
	22,761	21,365
	22,761	21,365
(d) Grants and Donations		
Grants	-	-
Donations	-	-
	-	-
	-	-
(e) Professional Fees		
Remuneration of auditor:		
– auditing the financial statements		
Moore Stephens Sydney	6,000	-
Jirsch Reilly Tang Pty Ltd	-	2,855
	6,000	2,855
Legal fees - other legal matters	12,419	24,708
Secretariat and administration fees	63,780	70,969
Sundry fees	5,350	5,000
	87,549	103,532
	87,549	103,532

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

	2013 \$	2012 \$
NOTE 3: EXPENSES (Continued)		
(f) Other Expenses		
Penalties - via Registered Organisation Act or Regulations	-	-

NOTE 4: CASH AND CASH EQUIVALENTS

Cash at bank	58,372	77,100
--------------	--------	--------

Reconciliation of Cash

Cash at the end of the financial year as shown in the financial Statement of Cash Flows is reconciled to items in the Statement of Financial Position as follows:

Cash and cash equivalents	58,372	77,100
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NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade receivables:

Members	111	-
Receivables from other reporting unit:		
Australian Road Transport Industrial Organisation	19,000	-
	19,111	-
GST receivable	14	-
	19,125	-
Less provision for doubtful debts	-	-
	19,125	-

(a) Credit Risk

The following table details the Branch's trade and other receivables exposed to credit risk (prior to collateral and other credit enhancements) with ageing analysis and impairment provided for thereon. Amounts are considered as 'past due' when the debt has not been settled within the terms and conditions agreed between the Branch and the customer, member or counterparty to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the Branch.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

	2013 \$	2012 \$
NOTE 5: TRADE AND OTHER RECEIVABLES (Continued)		
(a) Credit Risk (continued)		
Trade and other receivables:		
Gross amount	19,125	-
Past due and impaired	-	-
Past due but not impaired:		
– 30 days overdue	-	-
– 31 to 60 days overdue	-	-
– 61 to 90 days overdue	-	-
– more than 90 days overdue	-	-
Within initial trade terms	19,125	-
(b) Financial assets classified as loans and receivables		
Trade and other receivables		
Current	19,125	-
(c) Collateral held as security		
No collateral is held over trade and other receivables.		
NOTE 6: OTHER ASSETS		
CURRENT		
Prepayments	-	1,662
NOTE 7: TRADE AND OTHER PAYABLES		
CURRENT		
Trade creditors	7,724	7,223
Payables to other reporting units	-	-
Accrued Expenses	6,000	2,500
Income received in advance	940	31,241
Other payables:		
Consideration to employers for payroll deductions	-	-
GST Payable	-	174
Legal costs - other legal matters	2,340	-
	2,340	174
	17,004	41,138
NOTE 8: PROVISIONS		
Employee provisions	-	-

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 9: CAPITAL MANAGEMENT

Management controls the capital of the Branch in order to maintain a good liquidity ratio and to ensure that the Branch can fund its operations and continue as a going concern.

The Branch's debt includes financial liabilities, supported by financial assets.

Management effectively manages the Branch's capital by assessing the its financial risks and adjusting its structure in response to changes in these risks and in the market. These responses include the management of debt levels and/or increase the membership subscription fee.

There have been no changes in the strategy adopted by management to control the capital of the Branch since the prior year. This strategy is to ensure that the Branch' has adequate cash to fund its operations. There was no external gearing for the financial years ended 30 June 2013 and 2012.

NOTE 10: DISSOLUTION OF THE BRANCH

The Branch may be wound up and dissolved on a resolution to that effect being passed by a General Meeting of the Branch convened for that purpose. The resolution passed for any such dissolution shall indicate the manner in accordance with the law in which the surplus funds or assets of the Branch are to be disposed of or distributed to an organisation or association having similar objects as the Branch and which prohibits a distribution of its or their income or property amongst their Members.

NOTE 11: CAPITAL AND LEASING COMMITMENTS

The Branch has no capital and leasing commitments at the end of the financial year.

NOTE 12: CONTINGENCIES

The Branch has no contingent liabilities at the end of the financial year.

NOTE 13: RELATED PARTY TRANSACTIONS

The Branch's main related parties are as follows:

(a) Committee of Management

(i) *Committee of Management members*

The names of the Committee of Management who held office during the year are disclosed in the Operating Report.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 13: RELATED PARTY TRANSACTIONS (Continued)

(a) Committee of Management (continued)

(ii) Committee of Management members' remuneration

No remuneration is paid to the Committee of Management members from the Branch or any related party during the year (2012: \$nil).

(iii) Committee of Management members' retirement benefits

No amounts are paid to Committee of Management members on retirement from office or to prescribed superannuation funds for the provision of retirement benefits for executives.

(iv) Membership subscription fees

Entities related to Committee of Management members paid membership subscription fees and various member related fees during the year on the same commercial terms and conditions offered to all other members.

These transactions were on normal commercial terms and conditions no more favourable than those available to other parties, unless otherwise stated.

(b) Key Management Personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Branch, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

The Branch contracted Hugh McMaster to provide accounting and administration services. Hugh McMaster being the Secretary/Treasurer is considered to be key management personnel for the purpose of the financial statements.

The hourly rate of services provided by Hugh McMaster include wages, insurance, use of premises, office equipment, stationery and telephone. The rate is reviewed and approved by the Committee of Management annually.

The total of remuneration paid and/or payable to during amounted to \$64,530 (2012: \$70,969).

(c) Other Related Parties

The Branch received director's fees and sponsorship income from TWU Nominees Pty Ltd, an entity where the Secretary/Treasurer of the Branch sits as a director. Total income received amounted to \$30,000 and \$44,401, respectively (2012: \$30,000 and \$42,286, respectively).

The Branch contributes to the Australian Road Transport Industrial Organisation's budget annually. Total contribution made during the year amounted to \$16,034 (2012: \$15,000).

During the year, the Australian Road Transport Industrial Organisation through the Fair Work Commission provided a grant to the Branch amounting to \$17,273 (plus GST) to promote the federal legislation. At the end of the year, the fund has not been received.

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**NOTES TO THE FINANCIAL STATEMENTS
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	2013 \$	2012 \$
NOTE 14: CASH FLOW INFORMATION		
(a) Reconciliation of Cash Flow from Operations with Surplus/(Deficit) for the year:		
Surplus/(deficit) for the year	22,869	(15,781)
Changes in assets and liabilities		
– (Increase)/decrease in trade and other receivables	(19,125)	2,425
– Decrease/(increase) in other current assets	1,662	(40)
– (Decrease)/increase in trade and other payables	<u>(24,134)</u>	<u>36,138</u>
	<u>(18,728)</u>	<u>22,742</u>
(b) Cash flows from/to other reporting units:		
Cash inflows:		
Australian Road Transport Industrial Organisation	<u>-</u>	<u>-</u>
Cash outflows:		
Australian Road Transport Industrial Organisation	<u>17,640</u>	<u>16,500</u>

NOTE 15: FINANCIAL RISK MANAGEMENT

The Branch's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	2013 \$	2012 \$
Financial Assets:			
Cash and cash equivalents	4	58,372	77,100
Trade and other receivables	5	<u>19,125</u>	<u>-</u>
Total Financial Assets		<u><u>77,497</u></u>	<u><u>77,100</u></u>
Financial Liabilities:			
Trade and other payables	7	<u>17,004</u>	<u>41,138</u>
Total Financial Liabilities		<u><u>17,004</u></u>	<u><u>41,138</u></u>

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 15: FINANCIAL RISK MANAGEMENT (Continued)

Financial Risk Management Policies

The Committee of Management's overall risk management strategy seeks to assist the Branch in meeting its financial targets, whilst minimising potential adverse effects on financial performance. Risk management policies are approved and reviewed by the Committee of Management on a regular basis. These include the credit risk policies and future cash flow requirements.

The main purpose of non-derivative financial instruments is to raise finance for Branch operations. The Branch does not have any derivative instruments at 30 June 2013.

Specific Financial Risk Exposures and Management

The main risks the Branch is exposed to through its financial instruments are credit risk, liquidity risk and other price risk. There have been no substantive changes in the types of risks the Branch is exposed to, how these risks arise, or the objectives, policies and processes for managing or measuring the risks from the previous period.

(a) Credit risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the Branch.

Credit risk is managed through maintaining procedures ensuring, to the extent possible, that customers, members and counterparties to transactions are of sound credit worthiness and includes the utilisation of systems for the approval, granting and renewal of credit limits, the regular monitoring of exposures against such limits and the monitoring of the financial stability of significant customers and counterparties. Such monitoring is used in assessing receivables for impairment. Depending on the division within the Branch, credit terms are generally 14 to 30 days from the date of invoice.

Risk is also minimised through investing surplus funds in financial institutions that maintain a high credit rating or in entities that the Committee of Management has otherwise cleared as being financially sound. Where the Branch is unable to ascertain a satisfactory credit risk profile in relation to a customer or counterparty, the risk may be further managed through title retention clauses over goods or obtaining security by way of personal or commercial guarantees over assets of sufficient value which can be claimed against in the event of any default.

Credit Risk Exposures

The maximum exposure to credit risk by class of recognised financial assets at the end of the reporting period, excluding the value of any collateral or other security held is equivalent to the carrying amount and classification of those financial assets (net of any provisions) as presented in the Statement of Financial Position. Credit risk also arises through the provision of financial guarantees, as approved at the Committee of Management level, given to third parties in relation to obligations under its bank bill facility.

The Branch has no significant concentration of credit risk with any single counterparty or group of counterparties. Details with respect to credit risk of Trade and Other Receivables is provided in Note 5.

Trade and other receivables that are neither past due nor impaired are considered to be of high credit quality. Aggregates of such amounts are detailed in Note 5.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

NOTE 15: FINANCIAL RISK MANAGEMENT (Continued)

(a) Credit risk (continued)

Credit risk related to balances with banks and other financial institutions is managed by the Committee of Management. Such policy requires that surplus funds are only invested with counterparties with a Standard and Poor's rating of at least AA-. The following table provides information regarding the credit risk relating to cash and money market securities based on Standard and Poor's counterparty credit ratings.

	Note	2013 \$	2012 \$
Cash and cash equivalents AA Rated	4	<u><u>58,372</u></u>	<u><u>77,100</u></u>

(b) Liquidity risk

Liquidity risk arises from the possibility that the Branch might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Branch manages this risk through the following mechanisms:

- preparing forward looking cash flow analysis in relation to its operational, investing and financing activities
- obtaining funding from a variety of sources
- maintaining a reputable credit profile
- managing credit risk related to financial assets
- only investing surplus cash with major financial institutions
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets

The tables below reflect an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect the Committee of Management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect the Committee of Management's expectations that banking facilities, if any, will be rolled forward.

	Within 1 Year \$	1 to 5 Years \$	Over 5 Years \$	Total \$
2013				
Financial liabilities due for payment				
Trade and other payables	17,004	-	-	17,004
Total contractual and expected outflows	<u><u>17,004</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>17,004</u></u>
Financial assets - cash flows realisable				
Cash and cash equivalents	58,372	-	-	58,372
Trade and other receivables	19,125	-	-	19,125
Total anticipated inflows	<u><u>77,497</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>77,497</u></u>
Net inflows on financial instruments	<u><u>60,493</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>60,493</u></u>

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**NOTES TO THE FINANCIAL STATEMENTS
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NOTE 15: FINANCIAL RISK MANAGEMENT (Continued)

(b) Liquidity risk (continued)

	Within 1 Year \$	1 to 5 Years \$	Over 5 Years \$	Total \$
2012				
Financial liabilities due for payment				
Trade and other payables	41,138	-	-	41,138
Total contractual and expected outflows	<u>41,138</u>	<u>-</u>	<u>-</u>	<u>41,138</u>
Financial assets - cash flows realisable				
Cash and cash equivalents	77,100	-	-	77,100
Trade and other receivables	-	-	-	-
Total anticipated inflows	<u>77,100</u>	<u>-</u>	<u>-</u>	<u>77,100</u>
Net inflows on financial instruments	<u>35,962</u>	<u>-</u>	<u>-</u>	<u>35,962</u>

(c) Market Risk

Other price risk

Other price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) of securities held.

Fair Values

Fair value estimation

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying amounts as presented in the statement of financial position. Fair value is the amount at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

Fair value may be based on information that is estimated or subject to judgment, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgment and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information available from markets that are actively traded. In this regard, fair values for listed securities are obtained from quoted market bid prices. Where securities are unlisted and no market quotes are available, fair value is obtained using discounted cash flow analysis and other valuation techniques commonly used by market participants.

Differences between fair values and carrying amounts of financial instruments with fixed interest rates are due to the change in discount rates being applied by the market since their initial recognition by the Branch. Most of these instruments which are carried at amortised cost (i.e. trade receivables, loan liabilities) are to be held until maturity and therefore the fair value figures calculated bear little relevance to the Branch.

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**NOTES TO THE FINANCIAL STATEMENTS
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NOTE 15: FINANCIAL RISK MANAGEMENT (Continued)

Fair Values (continued)

	2013		2012	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets	\$	\$	\$	\$
Cash and cash equivalents	58,372	58,372	77,100	77,100
Trade and other receivables	19,125	19,125	-	-
	<u>77,497</u>	<u>77,497</u>	<u>77,100</u>	<u>77,100</u>
Financial liabilities				
Trade and other payables	<u>17,004</u>	<u>17,004</u>	<u>41,138</u>	<u>41,138</u>

The fair values disclosed in the above table are short-term instruments in nature whose carrying amount is equivalent to fair value.

NOTE 16: ECONOMIC DEPENDENCE

A significant portion of the revenue is dependent on the director's fees and sponsorship income from TWU Nominees Pty Ltd. Total revenue for the amount to \$74,401 (2012: \$72,286) or 50% (2012: 58%) of the total revenue.

NOTE 17: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the financial year which may significantly affect the operations of the Branch, the results of those operations, or the state of affairs of the Branch in subsequent years.

NOTE 18: BRANCH DETAILS

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

Suite 12, Level 2
2-4 Cross Street
HURSTVILLE NSW 2220

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
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ABN 93 149 961 882**

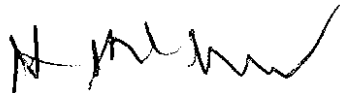
**CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER
FOR THE YEAR ENDED 30 JUNE 2013**

On 17 January 2014 the Committee of Management of the Australian Road Transport Industrial Organisation (NSW Branch) ("the Branch") passed the following resolution in relation to the general purpose financial report for the year ended 30 June 2013.

The Committee of Management declares that in its opinion:

1. the financial statements and notes comply with the Australian Accounting Standards;
2. the financial statements and notes comply with the reporting guidelines of the General Manager of the Fair Work Commission;
3. the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the Branch for the financial year to which they relate;
4. there are reasonable grounds to believe that the Branch will be able to pay its debts as and when they become due and payable; and
5. during the financial year ended 30 June 2013 to which the general purpose financial report relates and since the end of this financial year:
 - (a) meetings of the Committee of Management were held in accordance with the rules of the organisation including the rules of Branch; and
 - (b) the financial affairs of the Branch have been managed in accordance with the rules of the organisation including the rules of the Branch; and
 - (c) the financial records of the Branch have been kept and maintained in accordance with the *Fair Work (Registered Organisations) Act 2009*; and
 - (d) No request by a member of the Branch or General Manager of the Fair Work Commission duly made under section 272 of the *Fair Work (Registered Organisations) Act 2009* was made; and
 - (e) There has been no inspection of financial records has been made by the Fair Work Commission under section 273 of the *Fair Work (Registered Organisations) Act 2009*.

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



.....
Hugh McMaster
Secretary/Treasurer

Dated this 17th day of January 2014.

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Sydney NSW 2000

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION (NSW BRANCH)

Report on the Financial Report

We have audited the accompanying financial report of the Australian Road Transport Industrial Organisation (NSW Branch) ("the Branch"), which comprises the statement of financial position as at 30 June 2013, and the statement of profit or loss and other comprehensive income, statement of changes in accumulated funds and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Committee of Management statement.

Committee of Management's Responsibility for the Financial Report

The Committee of Management of the Branch 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*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that it is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial statements are 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 judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association'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 Association'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 applicable independence requirements of the Australian professional ethical pronouncements, including those of the Institute of Chartered Accountants in Australia.

Opinion

In our opinion, the financial statements of the Australian Road Transport Industrial Organisation (NSW Branch) is in accordance with *Fair Work (Registered Organisations) Act 2009*, including:

- a) giving a true and fair view of the Branch's financial position as at 30 June 2013 and of its performance for the year ended on that date;
- b) the Branch did not have any recovery of wages activity; and
- c) complying with Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009*.

Report on Other Legal and Regulatory Requirements

In order to meet our additional reporting requirements under the *Fair Work (Registered Organisations) Act 2009*, we declare that:

- a) the lead auditor, Chris Chandran:
 - is an approved auditor;
 - is a member of the Institute of Chartered Accountants in Australia; and
 - holds a current Public Practice Certificate.
- b) as part of the audit of the financial statements of the Branch, we have concluded that management's use of the going concern basis of accounting in the preparation of the Branch's financial statements is appropriate.

Moore Stephens Sydney

Moore Stephens Sydney
Chartered Accountants

Chris Chandran

Chris Chandran
Partner

Dated in Sydney this 17th day of January 2014.