



19 March 2015

Mr Peter Garske
Secretary/Treasurer
Australian Road Transport Industrial Organisation
Queensland Branch
Level 1, 96 Cleveland Street
Stones Corner QLD 4120

via e-mail: peter@qta.com.au

Dear Mr Garske

**Australian Road Transport Industrial Organisation, Queensland Branch
Financial Report for the year ended 30 June 2014 - FR2014/165**

I acknowledge receipt of the amended financial report for the year ended 30 June 2014 for the Australian Road Transport Industrial Organisation, Queensland Branch. The amended financial report was lodged with the Fair Work Commission (FWC) on 19 February 2015.

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

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

Yours sincerely

Ken Morgan
Financial Reporting Advisor
Regulatory Compliance Branch

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014**

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AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2014

	NOTE	2014 \$	2013 \$
<u>REVENUE</u>			
Grants Received	5	21,995	15,518
- QLD Trucking Association		61,235	20,383
- ARTIO National		473	-
Other Income		83,703	35,901
 <u>EXPENSES</u>			
Professional Services	11	1,250	690
Bank Charges		20	7
Contribution - ARTIO National		20,700	13,500
Subscriptions		472	472
Qld Trucking Association Ltd RSRT Contract Costs		61,235	20,383
Website Costs		-	855
TOTAL EXPENSES		83,677	35,907
 NET OPERATING SURPLUS/DEFICIT FOR YEAR		 26	 (6)
Other Comprehensive Income		-	-
 TOTAL COMPREHENSIVE INCOME FOR YEAR		 26	 (6)

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30TH JUNE 2014

	NOTE	2014 \$	2013 \$
<u>ACCUMULATED FUNDS</u>			
Balance as at 1 July 2013		8	14
Add Surplus/Deficit for Year		<u>26</u>	<u>(6)</u>
BALANCE AS AT 30 JUNE 2014		<u>34</u>	<u>8</u>
 Represented by:			
<u>CURRENT ASSETS</u>			
Cash at Bank		34	8
Receivables - ARTIO National		<u>6,696</u>	<u>8,421</u>
Total Current Assets		6,730	8,429
<u>TOTAL ASSETS</u>		<u>6,730</u>	<u>8,429</u>
<u>CURRENT LIABILITIES</u>			
Payables - Qld Trucking Association Ltd		<u>6,696</u>	<u>8,421</u>
Total Current Liabilities		6,696	8,421
<u>TOTAL LIABILITIES</u>		<u>6,696</u>	<u>8,421</u>
<u>NET ASSETS</u>		<u>34</u>	<u>8</u>

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 30TH JUNE 2014

Balance 1 July 2012	14
Surplus/(Deficit) for Year	<u>(6)</u>
Balance 30 June 2013	8
Surplus/(Deficit) for Year	<u>26</u>
Balance 30 June 2014	<u>34</u>

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2014

	NOTE	2014 \$	2013 \$
<u>CASH FLOWS FROM</u>			
<u>OPERATING ACTIVITIES</u>			
Grants Received:			
- Queensland Trucking Association	5	21,995	15,518
- ARTIO National		62,960	11,962
- Other		473	
Payments to Suppliers & Employees:			
- ARTIO National		(20,700)	(13,500)
- Queensland Trucking Association		(62,960)	(11,962)
- Other		<u>(1,742)</u>	<u>(2,024)</u>
<u>NET CASH PROVIDED BY</u>			
<u>OPERATING ACTIVITIES</u>	4	<u>26</u>	<u>(6)</u>
 <u>NET INCREASE/(DECREASE) IN CASH HELD</u>			
Cash at beginning of Period		<u>8</u>	<u>14</u>
Cash at end of Period		<u>34</u>	<u>8</u>

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

NOTE 1 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and the Fair Work (Registered Organisation) Act 2009. For the purpose of preparing the general purpose financial statements, the Australian Road Transport Industrial Organisation Queensland Branch is a not for profit entity.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities at measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

(a) Comparative Amounts

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

(b) New Australian Accounting Standards

Adoption of New Australian Accounting Standard Requirements

No accounting standard has been adopted earlier than the application date stated in the standards.

(c) Revenue

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

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

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

(d) Capitation Fees and Levies

Capitation fees, levies and contributions are recognised on an accrual basis and record as a revenue and/or expense in the year to which it relates.

(e) Cash

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank.

(f) Financial Assets and Liabilities

Financial Assets

Financial assets are classified into the following specified categories: financial assets at fair value through profit or loss, held-to-maturity investments, available-for-sale financial assets and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

(f) **Financial Assets and Liabilities (cont'd)**

Loan and Receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'.

Impairment of Financial Assets

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

Financial Liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities.

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

(g) **Taxation**

The Australian Road Transport Industrial Organisation Queensland Branch is exempt from income tax under section 50.1 of the Income Tax Assessment Act 1997 however still has obligation for the Goods and Services Tax (GST).

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

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

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

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

(h) **Going Concern**

The Branch is reliant on the agreed financial support of the Queensland Trucking Association Ltd to continue on a going concern basis.

(i) The Branch has not provided or agreed to provide financial support to any other reporting unit during the financial year.

(j) The Branch has not acquired an asset or liability during the financial year as a result of any amalgamation, restructure, determination by the general manager under subsection 245(1) of the Fair Work (Registered Organisation) Act or a revocation by the general manager under subsection 249(1) of the Fair Work (Registered Organisation) Act.

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

- (k) The Branch has not acquired any asset or liability during the financial year as a part of any business combination.

NOTE 2: ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) **Critical accounting estimates and assumptions**

The Queensland Branch makes estimates and assumptions concerning the future. The resulting accounting estimates by definition seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

(b) **Critical judgments in applying the Queensland Branch's accounting principles**

There are no critical judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

NOTE 3: EVENTS AFTER THE REPORTING PERIOD

There were no events that occurred after 30 June 2014, or prior to the signing of the financial statements, that would have a material effect on these financial statements.

NOTE 4 RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES AFTER INCOME TAX

	2014	2013
	\$	\$
Surplus/Deficit for Year	26	(6)
Non Cash Flows		
Depreciation	-	-
Changes in Assets & Liabilities		
Receivables	1,725	(8,421)
Payables	<u>(1,725)</u>	<u>8,421</u>
	-	-
Net cash provided by (used in) Operating Activities	<u>26</u>	<u>(6)</u>

NOTE 5 RELATED PARTY DISCLOSURES

The statement of comprehensive income details the related party transactions with the Australian Road Transport Industrial Organisation and the Queensland Trucking Association Ltd.

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

NOTE 5 RELATED PARTY DISCLOSURES (Cont'd)

Queensland Trucking Association Limited and the Australian Road Transport Industrial Organisation Queensland Branch (ARTIO) share, in part, common membership and management personnel.

Queensland Trucking Association Limited also provides Industrial Relations services when required to members of Queensland Trucking Association Ltd and ARTIO.

The Board of Queensland Trucking Association Limited has approved funding of ARTIO to enable it to meet its commitments including subscriptions to its federally registered union and other operating expenses. Ongoing funding was been formalised by exchange of written documentation between the entities with such documentation covering the financial year ended 30 June 2013 and future financial years.

NOTE 6 FINANCIAL RISK MANAGEMENT

	2014	2013
	\$	\$
Financial Assets		
Cash and Cash at Bank (unrestricted)	34	8
Other Receivables	<u>6,696</u>	<u>8,421</u>
Carrying Amount of Financial Assets	<u>6,730</u>	<u>8,429</u>
Financial Liabilities		
Other Payables	<u>6,696</u>	<u>8,421</u>
Carrying Amount of Financial Liabilities	<u>6,696</u>	<u>8,421</u>

Cash, cash at bank, other receivables and other payables are short term instruments in nature whose carrying amount is equivalent to fair value.

No financial asset was past due or impaired at 30 June 2014.

NOTE 7 LIQUIDITY RISK

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

- preparing forward cash flow analysis in relation to its operational activities.
- maintaining a reputable credit profile.
- investing surplus cash with reputable financial institutions.

The Branch also receives support from the Queensland Trucking Association Ltd as outlined in Note 4.

NOTE 8 SECTION 272 FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Section 272 of the Fair Work (Registered Organisations) Act 2009, which read as follows:

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

NOTE 8 SECTION 272 FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009 (Cont'd)

- (1) A member of a reporting unit, or the General Manager of Fair Work Australia, 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 be not 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).

NOTE 9 REVENUE

No transactions occurred during the financial year in relation to the following sources of revenue.

- membership subscriptions
- capitation fees
- levies
- donations

NOTE 10 EXPENSES

No transactions occurred during the financial year in relation to the following items of expenditure.

- expenses incurred as consideration for employees making payroll deduction of membership subscriptions.
- fees or subscriptions in respect to affiliation to any political party, federation, congress, council or group of organisations or any international body having an interest in industrial matters.
- fees or allowances paid to representatives of the organisation to attend conferences or meetings.
- costs in relation to meetings or conferences of councils, committees, panels or other bodies.
- compulsory levies
- grants or donations
- employee expenses
- legal expenses
- penalties

NOTE 11 PROFESSIONAL SERVICES

	2014	2013
	\$	\$
Auditors:		
- audit of the financial report	1,250	690
- other	-	-

NOTE 12 STATEMENT OF FINANCIAL POSITION

Assets

A provision for doubtful debts in relation to receivables of the branch was not required at 30 June 2014.

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

NOTE 12 STATEMENT OF FINANCIAL POSITION (cont'd)

Liabilities

As at 30 June 2014 there were no liabilities in relation to:-

- payments to employers in relation to the collection of membership subscriptions
- legal costs
- employee provisions

NOTE 13 STATEMENT OF CHANGES IN ACCUMULATED FUNDS

No transaction occurred during the financial year in relation to:-

- funds or accounts in respect of compulsory levies
- transfers or withdrawals to a fund, account or controlled entity where these were kept for a specific purpose.
- a general fund

NOTE 14 RECOVERY OF WAGES ACTIVITIES

No recovery of wage activity was undertaken by the Branch during the financial year.

NOTE 15 CONTINGENT LIABILITIES

There were no contingent liabilities at the 30 June 2014.

NOTE 16 ADDITIONAL BRANCH INFORMATION

The Branch operates within Queensland. The address of the Branch is Level 1, 96 Cleveland Street, Greenslopes, Qld, 4120.

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH**


COMMITTEE OF MANAGEMENT STATEMENT

We, being two members of the Branch Committee of the Australian Road Transport Industrial Organisation Queensland Branch, do state on behalf of the Committee and in accordance with a resolution passed by the Committee, that:

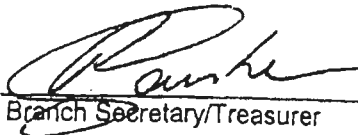
- (a) The Financial Statements and Notes comply with Australian Accounting Standards;
- (b) The Financial Statements and Notes comply with the reporting guidelines of the General Manager of the Fair Work Commission.
- (c) The Financial Statements and Notes give a true and fair view of the financial performance, financial position and cash flows of the branch for the financial year to which they relate;
- (d) There are reasonable grounds to believe that the branch will be able to pay its debts as and when they become due and payable; and
- (e) During the year ended 30 June 2014 and since the end of that year.
 - i. Meetings of the committee of management were held in accordance with the rules of the Branch; and
 - ii. The financial affairs of the branch have been managed in accordance with the rules of the Branch including the rules of a branch concerned; and
 - iii. The financial records of the branch have been kept and maintained in accordance with Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and
 - iv. As the organisation consists of two or more reporting units, the financial records of the branch have been kept, as far as practicable, in a consistent manner to each of the other branches of the organisation.
 - v. The information sought in any request of a member of the branch or a General Manager duly made under section 272 of Fair Work (Registered Organisations) Act 2009 has been furnished to the member or General Manager; and
 - vi. There has been compliance with any order for inspection of financial records made by the General Manager of The Fair Work Commission under section 273 of the Fair Work (Registered Organisations) Act 2009.
- (f) During the financial year ended 30 June 2014 the branch did not participate in any recovery of wages activity.

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

Handwritten: Held on 10th FEBRUARY 2015.



Branch President



Branch Secretary/Treasurer

Date: *10th FEB 2015*
.....*2014*

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

INDEPENDENT AUDIT REPORT

To the members of the Australian Road Transport Industrial Organisation Queensland Branch.

We have audited the general purpose financial report of Australian Road Transport Industrial Organisation Queensland Branch, which comprises the statement of financial position as at 30 June 2014, and the statement of comprehensive income, statement of changes in accumulated funds and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes and branch committee of management's statement for the year then ended.

Branch Committee of Management and the Branch Secretary's Responsibility for the Financial Report

The branch committee of management and the branch secretary of the Branch are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Fair Work (Registered Organisations) Act 2009. This responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies and the Fair Work (Registered Organisations) Act 2009.

AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION
QUEENSLAND BRANCH

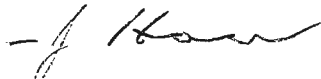
INDEPENDENT AUDIT REPORT

Auditor's Opinion

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

As part of our audit of the financial statements we have concluded that management's use of the going concern basis of accounting in the preparation of the financial statement for the year ended 30 June 2014 is appropriate.

Morris & Batzloff
Chartered Accountants



Norman J Hoare

Partner
Member of Institute of Chartered Accountants
And Holder of Current Public Practice Certificate
Registered Company Auditor
96 Lytton Road
EAST BRISBANE QLD 4169

10th February, 2014