



FAIR WORK
AUSTRALIA

22 June 2012

Dr David Chapman
Branch Secretary
Australian Salaried Medical Officers Federation
Commonwealth Branch

Email: tiffanyt@asmof.org.au

Dear Dr Chapman

Financial report for the Australian Salaried Medical Officers Federation - Commonwealth Branch for the year ended 31 December 2011 (FR2011/2884)

I acknowledge receipt of the financial report of Australian Salaried Medical Officers Federation Commonwealth Branch for the year ended 31 December 2011. The documents were lodged with Fair Work Australia on 1 June 2012.

The financial report has been filed.

I direct your attention to the following comment concerning the above report and the financial reporting obligations under the Fair Work (Registered Organisations) Act 2009 'the RO Act'. Please note that these matters are generally advised for assistance in the preparation of future financial reports. No further action is required in respect of the subject documents.

Disclosure

I note the disclosure "Other Expenses" in the Statement of Comprehensive Income appears to represent a substantial portion of the total expenditure. Although the accounts provide for a breakdown of some expenditure there appears to be a large portion not disclosed.

Various parts of the AASB Framework require separate disclosure when an item is material. There would seem little doubt that the aforementioned item is material.

I believe the reporting unit, unless there is another reason, should in future break this figure down in a way that complies with the requirements of the AASB Framework.

Should you wish to discuss this letter or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 8661 7993 or by email at larry.powell@fwa.gov.au.

Yours sincerely,

Larry Powell
Organisations, Research and Advice

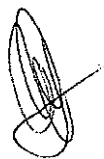
Designated Officer's Certificate

S268 Fair Work (Registered Organisations) Act 2009

I, David Chapman, being the Secretary of the Australian Salaried Medical Officers' Federation Commonwealth Branch certify:

- that, the documents lodged herewith are copies of the full report referred to in s268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that, the full report was provided to members on 31st MAY 2012 and
- that, the full was presented to a meeting of the Committee of Management of the reporting unit on 18th JUNE 2012 in accordance with s266 of the *Fair Work (Registered Organisations) Act 2009*.

Signature:



Date:

1st JUNE 2012

**STATEMENT OF PARTICULARS OF LOAN, GRANTS AND DONATIONS BY THE
AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION**

I, David Chapman, being the Secretary of the **Australian Salaried Medical Officers' Federation Commonwealth Branch**, in respect of the financial year of the organisation ended **31 December 2011**, that:

NO loans, grants or donations of an amount exceeding \$1,000 were made by the above-named organisation during the financial year.

Signature:



Dated:

18th June 2012

FWA.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)**

A.B.N 82 946 658 712

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2011**

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

CONTENTS

Operating Report	1-3
Statement of Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Notes to the Financial Statements	7-12
Statement of Cash Flows	13-14
Committee of Management's Statement	15
Independent Auditor's Report	16-17

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011**

(a) Principal Activities:

The Branch's principal activities during the financial year were:
To provide industrial services to the members consistent with the objects of the Branch particularly the object of protecting & improving the interests of the members.

Results of Principal Activities:

The Branch's principal activities resulted in maintaining and improving the services provided to its members, promoting and protecting the broad interests of salaried medical practitioners and advocating the provision and development of quality health services.

Significant changes in Branch's Principal Activities:

There were no significant changes in the nature of Branch's principal activities during the financial year.

(b) Operating Results:

The profit of the Branch amounted to \$778.48 for the financial year.

Significant changes in Branch's financial affairs:

No matters or circumstances arose during the reporting year which significantly affected the financial affairs of the Branch.

(c) Right of Members to resign:

Manner of resignation S254(2)(c)

Members may resign from the Branch in accordance with rule 11, which reads as follows:
A member of the Branch may resign their membership by written notice, addressed and delivered to the Branch Secretary.

Notice of resignation from membership of the Branch takes effect:

- 1) where the member ceases to be eligible to become a member of the Branch:
 - (i) on the day on which the notice is received by the Branch; 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

- 2) in any other case:

- (i) at the end of two weeks, after the notice is received by the Branch; or
- (ii) on the day specified in the notice;

whichever is later;

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011**

Any dues payable but not paid by a former member of the Branch, in relation to a period before the member's resignation from the Branch took effect, may be sued for and recovered in the name of the Branch, in a court of competent jurisdiction, as a debt due to the Branch.

A notice delivered to the person mentioned in sub-rule(1) shall be taken to have been received by the Branch when it is delivered.

A notice of resignation that has been received by the Branch is not invalid because it was not addressed and delivered in accordance with sub-rule(1).

A resignation from membership is valid even if it is not affected in accordance with this Rule if the member is informed in writing by or on behalf of the Branch that the resignation has been accepted.

In special circumstances the Branch may by resolution accept the resignation of a member and release the member from any or all outstanding obligations to the Branch, notwithstanding that the provisions of these Rules have not been complied with.

(e) Number of members

The number of persons who, at the end of the financial year were recorded on the Register of Members was 192.

(e) Number of employees

The Branch has no employees.

(f) Members of Committee of Management

The persons who held office as members of the Committee of Management of the Branch during the financial year were:-

Dr. G. Hibbins	President
Dr. D. Chapman	Councillor
Dr. T. Paulson	Councillor

AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712

OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011

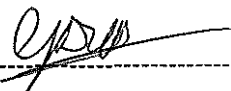
(g) **Superannuation Trustees**

No member of the Committee of Management of the Branch is

- (i) a trustee of a superannuation entity or an exempt public sector superannuation scheme; or
- (ii) a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme;

where a criterion for the member being the trustee or director is that the member is a member of a registered organisation.

Signed in accordance with a resolution of the Committee of Management dated 11th day of
MAY 2012.



DR G HIBBINS (President)

Date: 14 15 12 012

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Note	2011 \$	2010 \$
Revenue	2	11,194.52	19,308.81
Auditor's remuneration	3	(1,690.00)	(1,890.00)
Capitation Fees- Federal ASMOF		-	(11,241.82)
Industrial Services - AMA		(6,413.04)	(6,413.04)
Meetings and Conferences expenses		(414.00)	-
Other expenses		(1,899.00)	(3,212.03)
Profit (Loss) for the year		<u>778.48</u>	<u>(3,448.08)</u>
Income tax expense		-	-
Profit (Loss) after income tax		<u><u>778.48</u></u>	<u><u>(3,448.08)</u></u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011**

	Note	2011 \$	2010 \$
CURRENT ASSETS			
Cash and cash equivalents	4	5,070.37	3,080.35
Trade and other receivables	5	-	582.45
TOTAL CURRENT ASSETS		<u>5,070.37</u>	<u>3,662.80</u>
TOTAL ASSETS		<u>5,070.37</u>	<u>3,662.80</u>
CURRENT LIABILITIES			
Trade and other payables	6	729.09	100.00
Other current liabilities	7	1,500.00	1,500.00
TOTAL CURRENT LIABILITIES		<u>2,229.09</u>	<u>1,600.00</u>
TOTAL LIABILITIES		<u>2,229.09</u>	<u>1,600.00</u>
NET ASSETS		<u>2,841.28</u>	<u>2,062.80</u>
MEMBERS' FUNDS			
Retained earnings	8	2,841.28	2,062.80
TOTAL EQUITY		<u>2,841.28</u>	<u>2,062.80</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Note	Retained Earnings \$	Total \$
Balance at 1 January 2010		5,511	5,511
Profit (Losses) attributable to members		<u>(3,448)</u>	<u>(3,448)</u>
Balance at 31 December 2010		2,063	2,063
Profit attributable to members		<u>778</u>	<u>778</u>
Balance at 31 December 2011		<u><u>2,841</u></u>	<u><u>2,841</u></u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

1 Statement of Significant Accounting Policies

The financial report is a General Purpose Financial Report (GPFR) and it has been prepared in accordance with Fair Work (Registered Organisations) Act 2009.

The GPFR is for an entity known as AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (COMMONWEALTH BRANCH) as an individual entity.

The GPFR complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

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

Reporting basis and conventions

The GPFR has been prepared on an accruals basis and is based on historical costs.

Going Concern

The GPFR has been prepared on a going concern basis. The committee of management has not identified or become aware of any events or conditions which may not result in the ability of the branch to continue as a going concern.

Accounting Policies

Income Tax

The Branch, being a registered Trade Union, is exempt from income tax on all of its income.

Cash and Cash Equivalents

Cash in the balance sheet comprise cash at bank.

Revenue

Interest revenue is recognised upon receipt.

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

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Capitation Fees Revenue

Capitation fees received have been accepted as the correct amounts payable to the branch.

Membership Subscriptions Revenue

The Branch's membership subscriptions year runs from 1st January to 31 st December.
Membership subscriptions received have been accepted as the correct amounts payable to the Branch.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred by the Branch as a purchaser that is not recoverable from the Australian Tax Office 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 when incurred.

Trade & Other Receivables

Debtors are recognised at the amount receivable and are normally due for settlement within 30 days from date of recognition.

Trade & Other Payables

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

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

Information to be provided to Members or to the General Manager of FWA

In accordance with the requirements of Fair Work (Registered Organisations) Act 2009 the attention of Members is drawn to the provision of sub-sections (1) (2) and (3) of Section 272 which read as follows.

Section 272 Information to be provided to Members or the General Manager of FWA

272(1) [Application for Information] A member of a reporting unit, or the General Manager of FWA may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.

272 (2) [Form of Application] 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.

272(3) [Compliance] A Reporting unit must comply with an application made under subsection (1)

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
2 Revenue		
Operating activities		
Capitation Fees - AMA	-	6,466.16
Subscriptions	<u>11,193.63</u>	<u>12,833.38</u>
	<u>11,193.63</u>	<u>19,299.54</u>
Non-operating activities		
Interest received	<u>0.89</u>	<u>9.27</u>
Total revenue	<u><u>11,194.52</u></u>	<u><u>19,308.81</u></u>
3 Auditor's Remuneration		
Auditor's Fees	<u>1,690.00</u>	<u>1,890.00</u>
4 Cash and Cash Equivalents		
Current		
Commonwealth Banking Corporation	<u>5,070.37</u>	<u>3,080.35</u>
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 balance sheet as follows:		
Commonwealth Banking Corporation	<u>5,070.37</u>	<u>3,080.35</u>
5 Trade and Other Receivables		
Current		
Input Tax Credits	<u>-</u>	<u>582.45</u>

The branch does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
6 Trade and Other Payables		
Current		
Trade Creditors	587.86	-
Sundry Creditors	100.00	100.00
GST Payable	41.23	-
	729.09	100.00
7 Other Liabilities		
Current		
Accrued Charges	1,500.00	1,500.00
8 Retained Earnings		
Retained earnings at the beginning of the financial year	2,062.80	5,510.88
Net profit (Net loss) attributable to the Branch	778.48	(3,448.08)
Retained earnings at the end of the financial year	2,841.28	2,062.80

9 Financial Instruments

Financial Risk Management

The branch's financial instruments consist primarily of deposits with banks.

The branch does not have any derivative instruments at 31 December 2011.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Subscriptions	12,313.00	14,116.72
Receipts from Capitation Fees – AMA	-	7,112.77
Interest Received	0.89	9.27
Capitation Fees – ASMOF Federal	-	(12,366.00)
Industrial Services - AMA	(7,054.34)	(7054.34)
General Administration Expenses & Direct Expenses	(3,269.53)	(5,714.32)
Net cash provided by (used in) operating activities	1,990.02	(3,895.90)
Net increase (decrease) in cash held	1,990.02	(3,895.90)
Cash at beginning of year	3,080.35	6,976.25
Cash at end of financial year	5,070.37	(3,080.35)

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
<hr/>		
Cash Flow Information		
Reconciliation of cash		
Cash at the end of the financial Period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:		
Commonwealth Banking Corporation	<u>5,070.37</u>	<u>3,080.35</u>
	<u>5,070.37</u>	<u>3,080.35</u>
Reconciliation of net cash provided by operating activities to Profit (Loss) from ordinary activities		
Operating profit (loss)	778.48	(3,448.08)
Changes in assets and liabilities		
Decrease (Increase) in Receivables	582.45	252.18
Increase (Decrease) in Payables	629.09	100.00
Increase (Decrease) in Accrued charges	<u>-</u>	<u>(800.00)</u>
Cash inflows (outflows) from operations	<u>1,990.02</u>	<u>(3,895.90)</u>

The accompanying notes form part of these financial statements.


**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

COMMITTEE OF MANAGEMENT'S STATEMENT

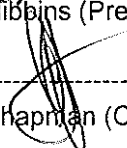
On behalf of the Committee and in accordance with a resolution passed by the Committee, we, the undersigned, hereby declare that:-

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager of Fair Work Australia (FWA);
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which GPFR relates and since the end of that year:
 - (i) meetings of the committee of the management were held in accordance with the rules of the organisation including the rules of the branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of the branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and
 - (iv) the financial records of the reporting unit have been kept, as far as practicable, in a manner consistent with each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of a reporting unit or the General Manager of FWA duly made under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or General Manager of FWA; and
 - (vi) there has been compliance with any order for inspection of financial records made by Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009.
- (f) the Branch has not undertaken recovery of wages activity during the financial year.

Signed in accordance with a resolution of the Committee of Management dated 11th day of MAY 20 12


Dr. G. Hibbins (President)

Dated: 14/5/2012


Dr. D. Chapman (Councillor)

Dated: 27/5/12

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

Scope

The General Purpose Financial Report (GPFR) comprises the statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flows, accompanying notes to the financial statements, and the committee of management's statement for AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (COMMONWEALTH BRANCH) for the year ended 31 December 2011.

The committee of the branch is responsible for the preparation and true and fair presentation of the financial report. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

I have conducted an independent audit in order to express an opinion to the members of the Branch. My audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

I performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the requirements imposed by Part 3 of Chapter 8 of Fair Work (Registered Organisations) Act 2009, including compliance with Australian Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with my understanding of the branch's financial position, and of its performance as represented by the results of its operations and cash flows.

I formed my audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the.

While I considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, my audit was not designed to provide assurance on internal controls.

Independence

In conducting my audit, I followed applicable independence requirements of Australian professional ethical pronouncements.


**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(COMMONWEALTH BRANCH)
A.B.N 82 946 658 712**

Audit Opinion

In my opinion, the GPFR of AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (COMMONWEALTH BRANCH) is presented fairly in accordance with applicable Australian Accounting Standards, and the requirements imposed by Part 3 of Chapter 8 of Fair Work (Registered Organisations) Act 2009, in respect of the financial position as at 31 December 2011 and the results of its operations and its cash flows for the year then ended.

Name of Firm: CARRUTHERS FARRAM & CO.
Chartered Accountants

Name of Principal: _____


D.J. FARRAM (Registered Company Auditor)
Member of Institute of Chartered Accountants and Holder of a Current Public Practice Certificate

Address: Suite 4, Level 4, 105 Pitt Street NSW 2000

Dated this day of 30 MAY 2012