



FairWork
Commission

25 October 2013

Mr Colin Alderson
President
Australian Trainers' Association - Federal Branch
1st Floor
400 Epsom Road
FLEMINGTON VIC 3031

Dear Mr Alderson,

Australian Trainers' Association Federal Branch Financial Report for the year ended 30 June 2012 - [FR2012/294]

I acknowledge receipt of the financial report of the Australian Trainers' Association Federal Branch (the reporting unit). The documents were lodged with Fair Work Australia on 7 November 2012.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged. This financial report was filed based on a preliminary review.

Please note that the reporting unit financial report for the year ending 30 June 2013 may be subject to a full compliance audit.

Changes to the legislation and reporting guidelines

I note with the change of legislation, references to Fair Work Australia will need to be updated to the Fair Work Commission.

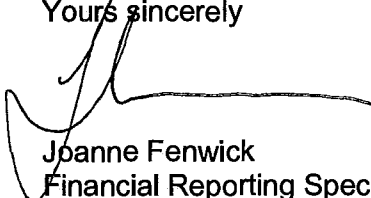
Additionally, a third edition to the General Manager's s.253 reporting guidelines was gazetted on 26 June 2013. These guidelines will apply to all financial reports that end on or after 30 June 2013. Fair Work Commission has also developed a model set of financial statement for the 2012-2013 financial year. There is no requirement to use this model but it may be a useful resource to ensure compliance with the *Fair Work (Registered Organisations) Act 2009*, the s.253 reporting guidelines and the Australian Accounting Standards.

The guidelines and model financial statements are available on the website here:
<http://www.fwc.gov.au/index.cfm?pagename=regorgsfrguidelines#finance>

As stated previously, this financial report was filed based on a preliminary review. The financial report for the year ending 30 June 2013 may be subject to a full compliance audit.

If you have any queries regarding this letter, please contact me on (03) 8661 7886 or via email at joanne.fenwick@fwc.gov.au.

Yours sincerely



Joanne Fenwick
Financial Reporting Specialist
Regulatory Compliance Branch



SOUTH AUSTRALIAN BRANCH

President: Richard Jolly

State Executive: Steven Frost

Extract from the record of minutes of the Australian Trainers' Association, South Australia Branch, meeting held on Tuesday 1st May 2012.

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PLYMPTON SA 5038

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6 FINANCIAL REPORT

The Committee ratified changes to the Financial Affairs of the Branch that commenced March 2012 following discussions held by the Branch with the Federal Branch.

The following motion was moved to ratify the decision of the Branch Committee;

that the financial management of the Branch Assets and Liabilities be transferred to the Federal Branch; and

that the Branch ANZ Cheque Account be closed with the remaining funds to be applied as payment towards the Loan Payable to the Federal Branch; and

that the Branch ANZ Term Deposit Distress Fund be closed at next maturity with the funds to be transferred to a Westpac Term Deposit Distress Fund to be held in trust and managed by the Federal Branch on behalf of the South Australia Branch in accordance with the rules of the fund; and

that from the end of business on 30 June 2012, without limitation the Federal Branch will retain all branch levies collected under the rules of the organisation and fully manage the remaining branch Assets and Liabilities as represented by the Audited Statement Of Financial Position as at 30 June 2012; and

that the State Executive Officer be provided with a Westpac Corporate Credit Card under

the management of the Federal Branch to meet payments as approved prior by the Branch Committee

for appropriate related expenditure.

Moved: Richard Jolly

Seconded: Leon Macdonald

All in favour

Carried

AUSTRALIAN TRAINERS ASSOCIATION

FEDERAL BRANCH

CERTIFICATE OF SECRETARY OR OTHER AUTHORISED OFFICER
SECTION 268 OF FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009.

I, Colin Alderson, President of the Australian Trainers Association, Federal Branch, do hereby 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 11th October 2012; in accordance with s265 of the Fair Work (Registered Organisations) Act 2009; and
- that the full report was presented to a general meeting of members of the reporting unit on 2nd November 2012; in accordance with s266 of the Fair Work (Registered Organisations) Act 2009.


Colin Alderson

Dated, this 2nd day of November, 2012

**A u s t r a l i a n
T r a i n e r s '
A s s o c i a t i o n**

Federal Branch

Financial Report

For The Year Ended

30th June 2012

AUSTRALIAN TRAINERS' ASSOCIATION
A.B.N. 86 182 142 206
FEDERAL BRANCH

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**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

OPERATING REPORT

The Committee of Management submit the financial statements of Australian Trainers' Association – Federal Branch for the financial year ended 30 June 2012.

PRINCIPAL ACTIVITY

The principal activity of the Association during the financial year was to service the needs of the members to protect, promote and provide advice in the interests of trainers on issues affecting the horse racing industry.

No significant change in the nature of these activities occurred during the year.

RESULTS AND REVIEW OF OPERATIONS

The profit of the association for the financial year amounted to \$50,295 (2011: \$72,680).

A review of the operations of the association during the financial year shows no significant change in the nature of these activities.

SIGNIFICANT CHANGES

No significant changes in the association's Federal Branch state of affairs occurred during the financial year.

At a meeting of the South Australian Branch Committee on 1 May 2012 it was resolved for the Federal Branch of the Australian Trainers' Association to manage the financial affairs of the branch. Effective as at the end of business on 30 June 2012, without limitation the Federal Branch will retain all branch levies collected under the rules of the organisation and fully manage the remaining branch Assets and Liabilities as represented by the Audited Statement of Financial Position as at 30 June 2012, and will therefore have effective control over the financial affairs of the Branch.

FUTURE DEVELOPMENTS

Likely developments in the operations of the branch and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the association.

EVENTS SUBSEQUENT TO BALANCE DATE

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

MEMBERSHIP

The number of members of the Association was 1,327 (2011: 1,345).

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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OPERATING REPORT

RESIGNATION FROM MEMBERSHIP

Members have the right to resign from the association in accordance with rule of membership 7a, which reads as follows:

"A member of the Australian Trainers' Association may resign from membership by written notice addressed and delivered to the Chief Executive Officer of the Association."

EMPLOYEES

The branch employed (4 full-time and 2 Part Time) for the financial year ended 30 June 2012.

MEMBERSHIP OF THE COMMITTEE OF MANAGEMENT

The names of the federal executives who have held office at any time during the year are:

<i>Colin A Alderson (President)</i>	<i>Patrick Duff</i>
<i>Leon Macdonald (Vice President)</i>	<i>Walter N McShane</i>
<i>Colin Webster (Vice President)</i>	<i>Ross W Price</i>
<i>David Balfour</i>	<i>Robert Smerdon</i>
<i>Christine D Crook</i>	

Federal executives have been in office throughout the financial year unless otherwise indicated.

TRUSTEE OR DIRECTOR OF SUPERANNUATION ENTITY

No officer (Federal Executive) or member of the association is director or a trustee of a superannuation entity or an exempt public sector superannuation scheme; or a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme; and where a criterion for the officer or member being the trustee or director is that the officer or member is an officer or member of a registered organisation.

INDEMNIFYING OFFICER OR AUDITOR OF THE ASSOCIATION

The Association has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Association or of a related entity:

- Indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer or auditor, including costs and expenses in successfully defending legal proceedings; or
- Paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer or auditor for the costs or expenses to defend legal proceedings.

With exception of the following matters.

During the financial year the Association has paid premiums to insure all officers and members of the Federal Executive against liabilities for costs and expense incurred by them in defending any legal proceeding arising out of their conduct while acting in the capacity of the officers of the Association, other than conduct involving a wilful breach of duty.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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OPERATING REPORT

No person has applied for leave of Court to bring proceedings on behalf of the association or intervene in any proceedings to which the association is a party for the purpose of taking responsibility on behalf of the association for all or any part of those proceedings.

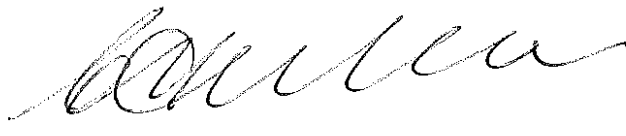
The association was not a party to any such proceedings during the year.

Signed on behalf of the Committee of Management.



COLIN A ALDERSON

President



COLIN WEBSTER

Vice President

Dated, this 5th day of October 2012

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

INDEPENDENT AUDIT REPORT TO THE MEMBERS

Report on the Financial Report

We have audited accompanying financial report of the Australian Trainers Association Federal Branch which comprises the balance sheet as at 30 June 2012 and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the statement by the members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association are responsible for the preparation and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations), and the Fair Work (Registered Organisations) Act 2009. This responsibility includes designing, implementing and maintaining internal controls that are relevant to the preparation and 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 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 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 committee, 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 Australian professional ethical pronouncements.

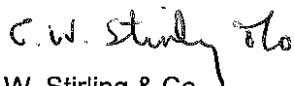
**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

INDEPENDENT AUDIT REPORT TO THE MEMBERS

Auditor's Opinion

In our opinion the general purpose financial report is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Fair Work (Registered Organisations) Act 2009.



C.W. Stirling & Co
Chartered Accountants



John A Phillips
Director

Dated this 9th day of October 2012
Melbourne

ASIC Registration Number:	10127
Professional Organisation:	The Institute of Chartered Accountants in Australia
Professional Membership Number:	72565

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

COMMITTEE OF MANAGEMENT STATEMENT

On 5th of October 2012 the Committee of Management of Australian Trainers' Association Federal Branch passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 30 June 2012.

The Committee of Management declares in relation to the GPFR that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines which are issued by the General Manager of Fair Work Australia pursuant to s.255 of the RO Act;
- (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;
- (e) during the financial year to which the GPFR relates and since the end of that year: meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (i) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) 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
 - (iii) the financial records for the reporting unit have been kept, as far as practicable, in a consistent manner to other reporting units of the organisation (Australian Trainers' Association); and
 - (iv) no information has been sought by request of a member of the reporting unit or the General Manager of FWA duly made under section 272 of the Fair Work (Registered Organisations) Act 2009; and
 - (v) the reporting unit has not received an order for inspection of financial records made by the General Manager of FWA under section 273 of the Fair Work (Registered Organisations) Act 2009.

Signed on behalf of the Committee of Management.



COLIN A ALDERSON

President

Dated, this 5th day of October 2012

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**BALANCE SHEET
AS AT 30 JUNE 2012**

	Note	2012 \$	2011 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	2,231,254	2,145,551
Trade and other receivables	5	35,248	47,477
Other current assets	6	36,657	34,720
TOTAL CURRENT ASSETS		2,303,159	2,227,748
NON-CURRENT ASSETS			
Trade and other receivables	5	626,242	666,224
Financial assets	7	601,610	601,610
Investment Property	8	1,041,192	1,041,192
Property, plant and equipment	9	169,767	143,800
TOTAL NON-CURRENT ASSETS		2,438,811	2,452,826
TOTAL ASSETS		4,741,970	4,680,574
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	178,625	178,486
Provisions	11	293,619	309,054
TOTAL CURRENT LIABILITIES		472,244	487,540
NON-CURRENT LIABILITIES			
Provisions	11	9,829	6,430
ATA South Australia Distress Fund	13	22,998	-
TOTAL NON-CURRENT LIABILITIES		32,827	6,430
TOTAL LIABILITIES		505,071	493,970
NET ASSETS		4,236,899	4,186,604
MEMBERS' FUNDS			
Accumulated Funds		4,236,899	4,186,604
TOTAL MEMBERS' FUNDS		4,236,899	4,186,604

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

	Note	2012 \$	2011 \$
INCOME			
Administration Fees		369,000	483,000
Membership Subscriptions		122,419	124,698
Membership Levies		27,722	27,881
Membership Services		170,696	166,309
Marketing / Sponsorship Income		52,200	93,173
Rental Income		84,000	84,000
Dividend Received		326,405	348,481
Loyalty Bonus Realised		2,879	1,439
	TOTAL INCOME	1,155,321	1,328,981
EXPENDITURE			
Accounting fees		500	-
Auditor's Remuneration		9,960	9,960
Bank / Merchant Charges		2,002	1,539
Computer Expenses		3,106	3,997
Conferences		20,562	24,914
Consultancy Fees		97,000	89,327
Depreciation	9	49,442	46,120
Employee Entitlements		42,870	118,345
Fringe Benefits Tax		18,953	19,588
General Expenses		4,219	3,120
Honorarium		2,000	2,000
Industrial Expenses		-	-
Insurance		10,308	8,782
Legal Costs		3,046	85

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

	Note	2012 \$	2011 \$
Membership Expenses		342,264	331,306
Membership Levies Paid	15c	3,190	3,171
Motor Vehicle Expenses		21,619	20,677
Postage		4,477	4,123
Printing & Stationery		1,811	5,657
Rent & Outgoings		31,791	30,950
Repairs & Maintenance		-	-
Salaries & Wages		501,041	561,726
State Branch Expenses Paid	15c	14,177	11,722
Subscriptions		1,647	1,407
Superannuation Contributions		47,720	51,668
Telephone		8,367	10,613
Workcover Insurance		2,657	3,040
TOTAL EXPENSES		1,244,729	1,363,838
OTHER INCOME			
Interest Received – Bank		135,051	107,472
Profit on Sale of Non-current Assets		4,652	65
TOTAL OTHER INCOME		139,703	107,537
		50,295	72,680
SURPLUS FOR THE YEAR		50,295	72,680

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

	Note	2012 \$	2011 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		1,205,192	1,364,304
General Administration Expenses & Direct Expenses		(1,206,781)	(1,292,313)
Interest received		135,051	107,472
Net cash provided by (used in) operating activities	17	<u>133,462</u>	<u>179,463</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		96,250	-
Payment for property, plant and equipment		(167,007)	(11,228)
Net cash provided by (used in) investing activities		<u>(70,757)</u>	<u>(11,228)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
ATA S.A. Distress Fund		22,998	-
Net cash provided by (used in) financing activities		<u>85,703</u>	<u>-</u>
Net increase in cash held		85,703	168,235
Cash at beginning of year		2,145,551	1,977,316
Cash at end of year	4	<u>2,231,254</u>	<u>2,145,551</u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2012**

	Retained Earnings
	\$
Balance at 1 July 2010	4,113,925
Profit attributable to members	72,679
Balance at 30 June 2011	<u>4,186,604</u>
Profit attributable to members	50,295
Balance at 30 June 2012	<u><u>4,236,899</u></u>

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report covers Australian Trainers' Association – Federal Branch as an individual entity. Australian Trainers' Association – Federal Branch is an Association domiciled in Australia and registered under the Fair Work (Registered Organisations) Act 2009.

Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) other authoritative pronouncements of the Australian Accounting Standards Board, and the Fair Work (Registered Organisations) Act 2009.

Australian Accounting Standards set our accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of the financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial asset and financial liabilities.

a. Income Tax

No provision for income tax is made as the Association, being an organisation of employers registered under the Fair Work (Registered Organisations) Act 2009, is exempt from income tax under Section 50-15 Item 3.1 (b) of the Income Tax Assessment Act 1997.

b. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

Property

Land and buildings are measured on the cost basis less depreciation and impairment losses.

The carrying amount of land and buildings is reviewed annually by committee members to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Plant and equipment

Plant and equipment is measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by committee members to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows, which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight line basis over the assets useful life commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to a depreciation charge. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Refer to note 1(l) for further details of changes in accounting policy

The depreciation rates used for each class of assets are:

Class of Fixed Asset	Depreciation Rate
Motor Vehicles	18.75% to 22.5%
Office Furniture & Equipment	30%
Computer Hardware	37.5% to 40%
Computer Software	37.5% to 40%

c. Investment Property

Investment property, comprising a retail site, is held to generate long-term rental yields. The lease is to the controlled entity, Racing Supplies Pty Ltd on an arm's length basis. Investment property is carried at fair value, determined annually by the Committee of Management. Changes to fair value are recorded in the statement of financial position as other income.

d. Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Impairment

At each reporting date, the committee assess whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement.

e. Impairment of Assets

At each reporting period, the association reviews the carrying values of its tangible and intangible 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 less 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 comprehensive income.

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

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

f. Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and long service leave which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

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

g. Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of six months or less. Bank overdrafts are shown within borrowing in current liability in the balance sheet.

h. Revenue

Revenue from the sale of goods is recognised upon the delivery of goods to customers. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Revenue from provision of membership subscriptions is recognised on a straight-line basis over the financial year. All revenue is stated net of the amount of goods and services tax (GST).

i. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST components investing and financing activities, which are disclosed as operating cash flows.

j. Comparative Figures

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

When the association has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at balance date.

k. Trade and other payables

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

l. Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past event, for which it is probable that an outflow of economic benefit will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amount required to settle the obligations at the end of the reporting period.

m. Critical Accounting Estimates and Judgements

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The association evaluates estimates and judgements 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.

n. Key Judgements

The association assess impairment at the end of each reporting period by evaluation of conditions and events specific to the entity that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various assumptions.

o. Adoption of New and Revised Accounting Standards

In the current year, the company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current annual reporting period.

The AASB has issued new and amended Accounting Standard and Interpretation that have mandatory application dates for future reporting periods and which the association has decided not to early adopt.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 2: INFORMATION TO BE PROVIDED TO MEMBERS OR GENERAL MANAGER OF FWA

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

" (1) 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.

(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 subsection (1)."

NOTE 3: REMUNERATION AND RETIREMENT BENEFITS

a. Federal Executives:

The following individuals constituted the Federal Executive of the Australian Trainers' Association – Federal Branch during the financial year are:

Colin A Alderson (President)	Leon MacDonald (Vice President)
Colin Webster (Vice President)	David Balfour
Christine D Crook	Patrick Duff
Walter N McShane	Ross W Price
Robert Smerdon	

Some of the Federal Executives of the Australian Trainers' Association are also directors of members companies. Members' subscriptions have been calculated in accordance with the Rules of the Association.

b. Federal Executives' Remuneration

Number of Federal Executives whose income from the association and related entities was within the following bands:

	2012	2011
	No.	No.
\$0	8	8
\$1 — \$10,000	1	1

c. Retirement and Superannuation Payments

No committee member has received any retirement or superannuation payment for the year ended 30 June 2012.

Full particulars are not provided, as the committee members believe this would be unreasonable.

d. Office Holders/Executive Compensation

Total remuneration paid by the association during the year: \$341,240.

Total superannuation paid (SGL @ 9%) by the association during the year: \$30,133.

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	Note	2012	2011
Note 4 CASH AND CASH EQUIVALENTS		\$	\$
Petty Cash Imprest		100	100
Cash at Bank		208,156	248,057
ANZ Term Deposit		-	1,047,394
WBC Term Deposit		2,000,000	850,000
WBC Term Deposit Distress Fund (SA)		22,998	-
		2,231,254	2,145,551

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade debtors		34,474	46,257
Other debtors		774	1,220
		35,248	47,477

NON-CURRENT

Amounts receivable from wholly-owned subsidiary:

Racing Supplies Pty Ltd	15a	617,932	651,657
A.T.A. South Australia Branch	15b	8,310	14,567
		626,242	666,224

NOTE 6: OTHER ASSETS

CURRENT

Prepayments		36,657	34,720
		36,657	34,720

NOTE 7: FINANCIAL ASSETS

Shares in controlled entity — at cost		600,004	600,004
Shares in International Companies		1,606	1,606
		601,610	601,610

a. Controlled Entities

Subsidiary: *Racing Supplies Pty Ltd*

Country of incorporation: *Australia*

Percentage owned: *100%* (2011:100%)

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
	\$	\$
NOTE 8: INVESTMENT PROPERTY		
Balance at the beginning of the year	1,041,192	1,041,192
	1,041,192	1,041,192

The fair value model is applied to all investment property. Investment properties are independently assessed by the Committee of Management. Values are based on an active liquid market value with input from a registered valuer.

NOTE 9: PLANT AND EQUIPMENT

Plant and Equipment

Office furniture and equipment at cost	71,450	74,027
Less accumulated depreciation	(61,181)	(56,633)
	10,269	17,394
Computer Hardware at cost	50,887	39,550
Less accumulated depreciation	(39,115)	(36,842)
	11,772	2,708
Computer Software at cost	13,958	800
Less accumulated depreciation	(2,804)	(54)
	11,154	746
Motor Vehicles at cost	166,331	175,672
Less accumulated depreciation	(29,759)	(52,720)
	136,572	122,952
Total Plant and Equipment	169,767	143,800

a. Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	Plant and Equipment
	\$
Balance at 1 July 2010	178,691
Additions	11,229
Disposals	-
Depreciation expense	(46,120)
Balance at 30 June 2011	143,800
Additions	167,007
Disposals	(91,598)
Depreciation expense	(49,442)
Carrying amount at 30 June 2012	169,767

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	2012	2011
NOTE 10: TRADE AND OTHER PAYABLES	\$	\$
CURRENT		
Trade payables	8,880	23,898
Sundry payables	64,634	50,621
Australian Trainers' Association – Western Australian Branch	308	402
Deferred Income	8,678	15,780
Membership Income in Advance	85,125	76,785
Audit Fees	11,000	11,000
	178,625	178,486
NOTE 11: PROVISIONS		
CURRENT		
Office Holders/Exec benefits – accrued wages & related on-costs	19,938	18,958
Employee benefits - accrued wages & related on-costs	2,176	1,646
Office Holders/Executive benefits – annual leave	121,740	140,515
Employee benefits – annual leave	27,806	22,251
Office Holders/Executive benefits – long service leave	121,959	125,684
Employee benefits – long service leave	-	-
	293,619	309,054
NON-CURRENT		
Office Holders/Executive benefits – long service leave	-	-
Employee benefits – long service leave	9,829	6,430
	9,829	6,430
Number of employees at year end	6	6
NOTE 12: EMPLOYEE BENEFITS		
EMPLOYEE BENEFIT AND RELATED ON-COSTS LIABILITIES		
Provision for employee benefits – current (Note 11)	293,619	309,054
Provision for employee benefits – non-current (Note 11)	9,829	6,430
Aggregate employee benefit and related on-costs liabilities	303,448	315,484

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

2012	2011
\$	\$

NOTE 13: AUSTRALIAN TRAINERS' ASSOCIATION SOUTH AUSTRALIA BRANCH TRAINING FUND

A special fund was transferred from the South Australian Trainers Association upon merger with the Australian Trainers' Association – South Australia Branch. The Distress Fund provides relief for hardship cases such as trauma and sickness along with certain cases whereby feed assistance was provided for those trainers unable to support the upkeep of their livestock. Summarised below are the Fund transactions to 30th June 2012:

Balance at the beginning of the year	-	-
Less: Payments made	-	-
		-
Add: ATA S.A. Branch Distress Fund [^]	22,818	-
Interest earned	180	-
Balance at the end of the year	22,998	-

[^]Closing balance of \$22,818 was transferred to the Federal Branch on 30 March 2012 for management on behalf of the South Australia Branch in accordance with the Funds purpose as outlined above.

NOTE 14: EVENTS SUBSEQUENT TO REPORTING DATE

At the date of signing these financial report, no other matter or circumstance which has arisen since 30 June 2012 has significantly affected or may significantly affect:

- (i) The operation of the Association;
- (ii) the results of those operations; or
- (iii) the state of affairs of the Association subsequent to 30 June 2012.

NOTE 15: RELATED PARTY TRANSACTIONS

a. Loan to Racing Supplies Pty Ltd

As at the date of signing the accounts, the loan to Racing Supplies Pty Ltd is covered by a Mortgage Debenture Charge. The loan is in the nature of working capital finance.

617,932	651,657
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b. Loan to Australian Trainers' Association – South Branch

The Australian Trainers Association - Federal Branch will not seek payment of the Australian Trainers' Association - South Australia Branch loan until such time they can afford to repay the loan. However, the Federal Branch has given written documentation to the South Australia Branch that the loan will not be called upon in the next twelve months. Historically, the loan was in the nature of working capital finance.

8,310	14,567
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**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTE 15: RELATED PARTY TRANSACTIONS

c. Transactions with Related Parties

Payments were paid during the year to state branches for expenses or levies in carrying out state branch activities.

Membership Levies Paid

South Australia Branch – Membership Levies	2,190	2,086
West Australia Branch – Membership Levies	1,000	1,085
	3,190	3,171

State Branch Expenses Paid

South Australia Branch – Expenses Paid	318	-
Queensland Branch – Expenses Paid	10,000	10,200
Tasmania Branch – Expenses Paid	2,320	1,228
Victoria Branch – Expenses Paid	391	294
Western Australia Branch – Expenses Paid	1,148	-
	14,177	11,722
	17,367	14,893

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 16: SEGMENT REPORTING

The branch carries on business as an Employer's Association operating predominantly in Australia.

	2012	2011
NOTE 17: CASH FLOW INFORMATION	\$	\$
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit after income tax	50,295	72,680
Non-cash flows in profit from ordinary activities		
Depreciation	49,442	46,119
Net (profit)/loss on disposal of plant and equipment	(4,652)	-
Changes in assets and liabilities:		
Decrease/(Increase) in current receivables	12,229	3,062
Decrease/(Increase) in other assets	(1,937)	(7,178)
Decrease/(Increase) in non-current receivables	39,982	32,198
Increase/(Decrease) in current payables	139	19,589
Increase/(Decrease) in current provisions	(15,435)	9,527
Increase/(Decrease) in non-current provisions	3,399	3,466
Cash flows from operations	133,462	179,463

NOTE 18: FINANCIAL RISK MANAGEMENT

a. Interest Rate Risk

The economic entity's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets, is as follows:

	Weighted Average Floating Interest Rate				Fixed Interest Rate Maturing			
	Effective Interest Rate				Within 1 Year		1 to 5 Years	
	2012	2011	2012	2011	2012	2011	2012	2011
Financial Assets	%	%	\$	\$	\$	\$	\$	\$
Cash at bank	4.79	4.88	208,155	248,058		-		-
Deposits at call	5.92	5.84		-	2,000,000	1,897,394		-
Total Financial Assets			208,155	248,058	2,000,000	1,897,394		-

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 18: FINANCIAL RISK MANAGEMENT (continued)

b. Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes the financial statements.

The economic entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the economic entity.

c. Net Fair Values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

NOTE 19: ASSOCIATION DETAILS

The registered office of the association is:

Australian Trainers' Association – Federal Branch
1st Floor
400 Epsom Road
FLEMINGTON VIC 3031

The principal place of business is:

Australian Trainers' Association – Federal Branch
1st Floor
400 Epsom Road
FLEMINGTON VIC 3031

A.T.A. (S.A.) Branch
General Ledger Summary
1/07/2011 To 30/06/2012

ID#	Src	Date	Memo	Balance
2-9100	Loan - A.T.A. Federal			
Beginning	\$14,567.28cr			(14,567.28)
Balance:				
<u>SA BRANCH EXPENSES PAID BY ATA FEDERAL</u>				
	ADMIN/ACCOUNTING FEE CHARGES			(1,320.00)
	BUSINESS ACTIVITY STATEMENTS			(2,737.00)
	SALARIES & WAGES			(16,385.42)
	SUPERANNUATION			(1,474.71)
	TELSTRA			(495.63)
	OTHER SUPPLIERS			(2,197.45)
	WORKCOVER			(221.40)
	ADMINISTRATION FEES RECEIVED			22,000.00
	BRANCH GRANT FY2011/2012			1,837.00
	LOAN SETTLEMENT			6,647.53
	SALE OF EQUIPMENT TO ATA FEDERAL			423.00
	TELSTRA REBATE			180.90
				(8,310.46)
				(8,310.46)