

15 April 2014

Mr John Alducci
Chief Executive Officer
Australian Trainers' Association
john@austrainers.com.au



Dear Mr Alducci,

**Australian Trainers' Association
Financial Report for the year ended 30 June 2013 - [FR2013/196]**

I acknowledge receipt of the financial report of the Australian Trainers' Association. The documents were lodged with the Fair Work Commission on 4 November 2013.

The financial report has now been filed.

The financial report was filed based on a primary review. This involved confirming that the financial reporting timelines required under s.253, s.265, s.266 and s.268 of the *Fair Work (Registered Organisations) Act 2009* (RO Act) have been satisfied, all documents required under s.268 of the RO Act were lodged and that various disclosure requirements under the Australian Accounting Standards, RO Act and reporting guidelines have been complied with. A primary review does not examine all disclosure requirements.

Please note that the financial report for the year ending 30 June 2014 may be subject to an advanced compliance review.

I make the following comments to assist you when you next prepare a financial report. You are not required to take any further action in respect of the report lodged. The Fair Work Commission will confirm these concerns have been addressed prior to filing next year's report.

Disclosure of employee expenses/provisions to office holders and other employees

The Reporting Guidelines require reporting units to disclose in the statement of comprehensive income or in the notes to the financial statements employee expenses to holders of office (item 17(f)) and employee expenses to other employees (item 17(g)).

I note that the statement of comprehensive income does not distinguish between employee expenses for office holders and other employees or provide breakdowns of this information. Employee expenses for office holders and other employees should be separately disclosed. Please provide breakdowns in accordance with the reporting guidelines.

The employee provisions note to the financial statements has disclosed annual leave and long service leave separately for office holders and employees, but does not separately disclose separation and redundancies and other employee provisions provided for officers and employees (refer to items 21(c) and 21(d)). The Reporting Guidelines require that all employee and office holder benefits be detailed separately.

If you have any queries regarding this letter, please contact me on (03) 8661 7974 or via email at catherine.bebbington@fwc.gov.au.

Yours sincerely



CATHERINE BEBBINGTON
Regulatory Compliance Branch
FAIR WORK COMMISSION

Tel: 03 8661 7974

Fax: 03 9655 0410

catherine.bebbington@fwc.gov.au

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 10th October 2013; 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 1st November 2013; in accordance with s266(1) of the Fair Work (Registered Organisations) Act 2009.



Colin Alderson

Dated, this 1st day of November, 2013

**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 2013

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

A.B.N. 86 182 142 206

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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 2013.

PRINCIPAL ACTIVITY

The principal activity of the Association during the financial year was to service the needs of the members and 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 \$41,117 (2012: \$50,295).

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.

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 1,303 (2012: 1,327).

**AUSTRALIAN TRAINERS' ASSOCIATION
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OPERATING REPORT (continued)

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 (5 full-time and 1 Part Time) for the financial year ended 30 June 2013.

MEMBERSHIP OF THE COMMITTEE OF MANAGEMENT

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

Colin A Alderson (President)	Patrick Duff
Leon Macdonald (Vice President)	Walter N McShane
Colin Webster (Vice President)	Ross W Price
Richard Jolly	Robert Smerdon
Christine D Crook	

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
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OPERATING REPORT (continued)

PROCEEDINGS ON BEHALF OF THE ASSOCIATION

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 4th day of October 2013

**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 statement of financial position as at 30 June 2013, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information 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
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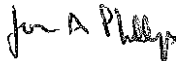
INDEPENDENT AUDIT REPORT TO THE MEMBERS (continued)

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, and that managements' use of the going concern basis of accounting in preparation of the financial statements is appropriate.



C.W. Stirling & Co
Chartered Accountants



JOHN A PHILLIPS
Director

Dated this 7th day of October 2013
Melbourne

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

**AUSTRALIAN TRAINERS' ASSOCIATION
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COMMITTEE OF MANAGEMENT STATEMENT

On 4th day of October 2013 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 2013.

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 4th day of October 2013

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

ABN 86 182 142 206

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
INCOME			
Administration Fees		389,000	369,000
Membership Subscriptions		125,671	122,419
Membership Levies		32,854	27,722
Membership Services		158,034	170,696
Marketing / Sponsorship Income		56,359	52,200
Rental Income		84,000	84,000
Dividend Received		318,102	326,405
Loyalty Bonus Realised		2,879	2,879
TOTAL INCOME		1,166,899	1,155,321
EXPENDITURE			
Accounting fees		1,100	500
Auditor's Remuneration		10,900	9,960
Bank / Merchant Charges		1,758	2,002
Computer Expenses		3,299	3,106
Conferences		22,402	20,562
Consultancy Fees		89,797	97,000
Depreciation	9(a)	49,333	49,442
Donations		300	-
Doubtful Debts		4,000	-
Employee Entitlements		70,560	42,870
Fringe Benefits Tax		18,131	18,953
General Expenses		3,298	4,219
Honorarium		2,000	2,000
Insurance		10,259	10,308
Legal Costs		3,856	3,046

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
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**STATEMENT OF COMPREHENSIVE INCOME (continued)
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
Membership Expenses		254,285	342,264
Membership Levies Paid	15d	920	3,190
Motor Vehicle Expenses		22,333	21,619
Postage		4,351	4,477
Printing & Stationery		1,584	1,811
Rent & Outgoings		32,199	31,791
Repairs & Maintenance		64	-
Salaries & Wages		523,107	501,041
State Branch Expenses Paid	15d	37,886	14,177
Subscriptions		1,767	1,647
Superannuation Contributions		49,358	47,720
Telephone		9,305	8,367
Workcover Insurance		2,602	2,657
TOTAL EXPENSES		1,230,754	1,244,729
OTHER INCOME			
Interest Received – Bank		102,657	135,051
Profit on Sale of Non-current Assets		2,315	4,652
TOTAL OTHER INCOME		104,972	139,703
SURPLUS FOR THE YEAR BEFORE INCOME TAX		41,117	50,295
Income Tax Expense	1(a)	-	-
SURPLUS FOR THE YEAR AFTER INCOME TAX		41,117	50,295
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO MEMBERS OF THE ASSOCIATION		41,117	50,295

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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

	Note	2013 \$	2012 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	2,196,428	2,231,254
Trade and other receivables	5	64,398	35,248
Other current assets	6	71,939	36,657
TOTAL CURRENT ASSETS		2,332,765	2,303,159
NON-CURRENT ASSETS			
Trade and other receivables	5	631,466	626,242
Financial assets	7	601,610	601,610
Investment Property	8	1,041,192	1,041,192
Property, plant and equipment	9	139,056	169,767
TOTAL NON-CURRENT ASSETS		2,413,324	2,438,811
TOTAL ASSETS		4,746,089	4,741,970
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	122,396	178,625
Provisions	11	307,585	293,619
TOTAL CURRENT LIABILITIES		429,981	472,244
NON-CURRENT LIABILITIES			
Provisions	11	13,929	9,829
ATA South Australia Branch Distress Fund	13	24,163	22,998
TOTAL NON-CURRENT LIABILITIES		38,092	32,827
TOTAL LIABILITIES		468,073	505,071
NET ASSETS		4,278,016	4,236,899
MEMBERS' FUNDS			
Accumulated Funds		4,278,016	4,236,899
TOTAL MEMBERS' FUNDS		4,278,016	4,236,899

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2013**

	Retained Earnings
	\$
Balance at 30 June 2011	4,186,604
Profit attributable to members	50,295
Balance at 30 June 2012	4,236,899
Profit attributable to members	41,117
Balance at 30 June 2013	4,278,016

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
FEDERAL BRANCH**

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**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 \$	2012 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		1,132,584	1,205,192
General Administration Expenses & Direct Expenses		(1,249,721)	(1,240,506)
Interest received		102,657	135,051
Net cash provided by (used in) operating activities	17	(14,480)	99,737
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		10,909	96,250
Payment for property, plant and equipment		(27,216)	(167,007)
Net cash provided by (used in) investing activities		(16,307)	(70,757)
CASH FLOW FROM FINANCING ACTIVITIES			
ATA South Australia Branch Distress Fund		1,165	22,998
Loan to Racing Supplies Pty Ltd		(5,204)	33,725
Net cash provided by (used in) financing activities		(4,039)	56,723
Net increase (Decrease) in cash held		(34,826)	85,703
Cash at beginning of year		2,231,254	2,145,551
Cash at end of year	4	2,196,428	2,231,254

The accompanying notes form part of these financial statements.

**AUSTRALIAN TRAINERS' ASSOCIATION
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ABN 86 182 142 206

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

NOTE 1: SUMMARY 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
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

The depreciation rates used for each class of assets are:

Class of Fixed Asset	Depreciation Rate
Motor Vehicles	20%
Office Furniture & Equipment	15% to 33.3%
Computer Hardware	25%
Computer Software	33.3%

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.

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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.

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

NOTE 2: REPORTING GUIDELINES

a. Information to be provided to Members or General Manager of Fair Work Australia

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)."

b. Going Concern

The reporting unit as a going concern is not reliant on the agreed financial support of another reporting unit(s).

c. Financial Support

The reporting unit has not agreed to provide financial support to ensure another reporting unit(s).

d. Acquired Assets and/or Liabilities

The reporting unit has not acquired assets and/or liabilities during the financial year as a result of:

- (1) an amalgamation under Part 2 of Chapter 3, of the RO Act in which the organisation (of which the reporting unit form part) was the amalgamated organisation; or
- (2) a restructure of the branches of the organisation; or
- (3) a determination by the General Manager under subsection 245(1) of the RO Act of an alternative reporting structure for the organisation; or
- (4) a revocation by the General Manager under subsection 249(1) of the RO Act of a certificate issued to an organisation under subsection 245(1).

e. Business Combination

The reporting unit has not acquired assets and/or liabilities during the financial year as part of a business combination.

**AUSTRALIAN TRAINERS' ASSOCIATION
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

NOTE 2: REPORTING GUIDELINES (continued)

f. Revenue – Statement of Comprehensive Income

Membership subscriptions are collected and administered by the Federal Branch in accordance with the rules of the organisation:

- (1) a branch that is a reporting unit will report revenue from Membership Levies Received from the Federal Branch of the organisation in the Statement of Comprehensive Income;

Unless already disclosed on the face of the statement of comprehensive income:

- (2) no compulsory levies were raised from the members or as appeals for voluntary contributions (including whip arounds) for the furtherance of a particular purpose; and
- (3) no donations or grants (other than voluntary contributions referred to in subparagraph 2)); and
- (4) the reporting unit did not receive any other financial support from another reporting unit of the organisation.

g. Expenses – Statement of Comprehensive Income

Unless already disclosed on the face of the statement of comprehensive income the reporting unit has:

- (1) not incurred expenses as consideration for employers making payroll deductions of membership subscriptions;
- (2) not paid fees and/or periodic subscriptions in respect of an affiliation to any political party, any federation, congress, council or group of organisations, or any international body having an interest in industrial matters;
- (3) not been imposed with compulsory levies;
- (4) paid employee expenses related to holders of office of the reporting unit;
- (5) paid employee expenses related to employees (other than holders of offices) of the reporting unit;
- (6) incurred legal costs and other expenses related to litigation or other legal matters;
- (7) not been imposed with penalties on the organisation under the RO Act with respect to conduct of the reporting unit.

h. Liabilities – Statement of Financial Position

Unless already disclosed on the face of the statement of financial position the reporting unit has:

- (1) no payables as consideration for employers making payroll deductions of membership subscriptions;
- (2) no payables in respect of legal costs and other expenses related to litigation or other legal matters;
- (3) employee expenses related to holders of office of the reporting unit;
- (4) employee expenses related to employees (other than holders of offices) of the reporting unit;

i. Statement of Changes in Equity

The reporting unit does not operate a fund or account in respect of compulsory levies raised by the reporting unit or voluntary contributions collected from members of the reporting unit.

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

NOTE 2: REPORTING GUIDELINES (continued)

j. Recovery of Wages Activity

The reporting unit has not undertaken recovery of wages activity for the financial year.

k. Administration of Financial Affairs

Membership subscriptions are collected and administered by the reporting unit in accordance with the rules of the organisation. The reporting unit may provide administrative services to other branches and/or reporting unit(s) of the organisation that include without limitation; membership services, secretarial, preparation of financial reporting and related lodgements under the Fair Work (Registered Organisations) Act 2009 and Australian Taxation Office.

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)	Richard Jolly
Christine D Crook	Patrick Duff
Walter N McShane	Ross W Price
Robert Smerdon	

All committee members have held their position for the full financial year unless otherwise stated.

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

b. Federal Executives' Remuneration	2013	2012
Number of Federal Executives whose income from the association and related entities was within the following bands:	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 2013.

d. Office Holders/Executive Compensation

Total remuneration paid by the association during the year: \$341,180.

Total superannuation paid (SGL @ 9%) by the association during the year: \$30,270.

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

	2013	2012
Note 4: CASH AND CASH EQUIVALENTS	\$	\$
Petty Cash Imprest	100	100
Cash at Bank	172,165	208,156
ANZ Term Deposit	2,000,000	-
WBC Term Deposit	-	2,000,000
WBC Term Deposit Distress Fund – South Australia Branch	24,163	22,998
	2,196,428	2,231,254

NOTE 5: TRADE AND OTHER RECEIVABLES

CURRENT

Trade Debtors	46,277	34,474
Less: Provision for Doubtful Debts	(4,000)	-
	42,277	34,474
Other Debtors	22,121	774
	64,398	35,248

NON-CURRENT

Amounts receivable from wholly-owned subsidiary:			
Racing Supplies Pty Ltd	15a	623,136	617,932
A.T.A. South Australia Branch	15b	8,310	8,310
A.T.A. West Australia Branch	15c	20	-
		631,466	626,242

NOTE 6: OTHER ASSETS

CURRENT

Prepayments	71,939	36,657
	71,939	36,657

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%** (2012:100%)

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

	2013 \$	2012 \$
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	70,820	71,450
Less accumulated depreciation	(65,528)	(61,181)
	5,292	10,269
Computer Hardware at cost	50,651	50,887
Less accumulated depreciation	(42,568)	(39,115)
	8,083	11,772
Computer Software at cost	13,957	13,958
Less accumulated depreciation	(7,459)	(2,804)
	6,498	11,154
Motor Vehicles at cost	165,952	166,331
Less accumulated depreciation	(46,769)	(29,759)
	119,183	136,572
Total Plant and Equipment	139,056	169,767

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 30 June 2011	143,800
Additions	167,007
Disposals	(91,598)
Depreciation expense	(49,442)
Balance at 30 June 2012	169,767
Additions	27,216
Disposals	(8,594)
Depreciation expense	(49,333)
Carrying amount at 30 June 2013	139,056

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

	2013	2012
	\$	\$
NOTE 10: TRADE AND OTHER PAYABLES		
CURRENT		
Trade payables	8,034	8,880
Sundry payables	58,781	64,634
Australian Trainers' Association – Western Australian Branch	-	308
Deferred Income	1,693	8,678
Membership Income in Advance	42,888	85,125
Audit Fees	11,000	11,000
	122,396	178,625
NOTE 11: PROVISIONS		
CURRENT		
Office Holders/Exec benefits – accrued wages & related on-costs	20,911	19,938
Employee benefits - accrued wages & related on-costs	2,176	2,176
Office Holders/Executive benefits – annual leave	123,320	121,740
Employee benefits – annual leave	29,410	27,806
Office Holders/Executive benefits – long service leave	131,768	121,959
Employee benefits – long service leave	-	-
	307,585	293,619
NON-CURRENT		
Employee benefits – long service leave	13,929	9,829
	13,929	9,829
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)	307,585	293,619
Provision for employee benefits – non-current (Note 11)	13,929	9,829
Aggregate employee benefit and related on-costs liabilities	321,514	303,448

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

	2013	2012
	\$	\$
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 2013:		
Balance at the beginning of the year	22,998	-
Less: Payments made	-	-
	<hr/>	<hr/>
Add: ATA South Australia Branch Distress Fund [^]	-	22,818
Interest earned	1,165	180
Balance at the end of the year	<hr/> <u>24,163</u>	<hr/> <u>22,998</u>

[^]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 2013 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 2013.

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

	2013	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.	623,136	617,932
b. Loan to Australian Trainers' Association – South Australia 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	8,310
c. Loan to Australian Trainers' Association – West Australia Branch	20	-
d. 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
West Australia Branch – Membership Levies	920	1,000
	920	3,190
State Branch Expenses Paid		
New South Wales Branch – Expenses Paid	887	-
South Australia Branch – Expenses Paid	23,873	318
Queensland Branch – Expenses Paid	10,356	10,000
Tasmania Branch – Expenses Paid	2,142	2,320
Victoria Branch – Expenses Paid	366	391
Western Australia Branch – Expenses Paid	262	1,148
	37,886	14,177
	38,806	17,367

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

NOTE 16: SEGMENT REPORTING

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

	2013	2012
	\$	\$
NOTE 17: CASH FLOW INFORMATION		
Reconciliation of Cash Flow from Operations with Profit after Income Tax		
Profit after income tax	41,117	50,295
Non-cash flows in profit from ordinary activities		
Depreciation	49,333	49,442
Doubtful Debts	4,000	-
Net (profit)/loss on disposal of plant and equipment	(2,315)	(4,652)
Changes in assets and liabilities:		
Decrease/(Increase) in current receivables	(33,150)	12,229
Decrease/(Increase) in other assets	(35,282)	(1,937)
Decrease/(Increase) in non-current receivables	(20)	6,257
Increase/(Decrease) in current payables	(56,229)	139
Increase/(Decrease) in current provisions	13,966	(15,435)
Increase/(Decrease) in non-current provisions	4,100	3,399
Cash flows from operations	(14,480)	99,737

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	
	2013	2012	2013	2012	2013	2012	2013	2012
Financial Assets	%	%	\$	\$	\$	\$	\$	\$
Cash at bank	3.30	4.79	172,165	208,155				
Deposits at call	4.78	5.92			2,000,000	2,000,000		
Total Financial Assets			172,165	208,155	2,000,000	2,000,000		

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

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