



Fair Work
Australia

27 January 2010

Mr Stephen Price
Secretary, West Australian Branch
The Australian Workers' Union
PO Box 8122, Perth Business Centre
PERTH WA 6849



Dear Mr Price

**Lodgment of Financial Statements and Accounts – The Australian Workers' Union,
West Australian Branch - for year ended 30 June 2009 (FR2009/10052)**

Thank you for lodging the abovementioned financial statements and accounts which were received by Fair Work Australia on 24 December 2009.

The documents have been filed but I take this opportunity to draw your attention to the following detail.

The item "Donations" on the Detailed Statement of Income and Expenditure on page 24 shows a total of \$13,484. If this amount included any individual donation or grant exceeding \$1,000, then a separate statement under s237 of the Act must be lodged, showing the relevant particulars.

Yours sincerely,

Stephen Kellett
Statutory Services Branch
Fair Work Australia



The Registrar
FWA/AIRC
Nauru House
80 Collins
GPO Box 1994
MELBOURNE VIC 3001



WEST AUSTRALIAN BRANCH

LEVEL 4, 25 BARRACK ST
PERTH WA 6000

PO BOX 8122
PERTH BUSINESS CENTRE
PERTH WA 6849

PH: (08) 9221 1686
FAX: (08) 9221 1706
EMAIL: administrator@awuwa.asn.au
WEB: www.awuwa.asn.au
A.B.N. 23 613 523 164

STEPHEN PRICE
Branch Secretary

21 December 2009

Dear Sir,

Re: Audited Financial Returns 2008/2009

Enclosed please find a copy of the audited financial accounts for the West Australian Branch of the AWU for the 2008/2009 financial year.

I certify that these accounts were presented to the Branch executive of the union and accepted at a meeting held Thursday 19 November 2009.

The audited accounts were posted on the WA website on Tuesday 24 November 2009.

An Annual General Meeting of the union held on Friday 18 December 2009 endorsed the accounts and instructed me to lodge a copy with the AIRC in accordance with the Act.

Yours faithfully,

Stephen Price
BRANCH SECRETARY



sp:hf

Encls.

Stronger Together

**putting
members
first**

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30 JUNE 2009**



BDO Kendalls

BDO Kendalls Audit & Assurance (WA) Pty Ltd
128 Hay Street
Subiaco WA 6008
PO Box 700 West Perth WA 6872
Phone 61 8 9380 8400
Fax 61 8 9380 8499
aa.perth@bdo.com.au
www.bdo.com.au

ABN 79 112 284 787

**AUDIT CERTIFICATE
TO THE MEMBERS OF AUSTRALIAN WORKERS UNION – WA BRANCH**

Scope

We have audited the attached statistical return of the union membership numbers of Australian Workers' Union – West Australian Branch as at 30 June 2009.

The President and Secretary of Australian Workers' Union – West Australian Branch are responsible for the statistical return.

We have conducted an independent audit of the statistical return in order to express an opinion on it to the Australian Workers' Union – West Australian Branch for the purposes of the Australian Labour Party's reporting requirements for the Union's annual affiliation to the Party.

The statistical return has been prepared pursuant to the Rules established by the Australian Labour Party for the purpose of determining that the Union's proposed affiliation to the Party is less than or equal to its full audited membership ascertained under this audit.

We disclaim any assumption of responsibility for any reliance on this statistical return or the statement by the President and Secretary of the Australian Workers' Union – West Australian Branch to which it relates, to any party other than the Australian Workers' Union – West Australian Branch and the Australian Labour Party or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards.

Our procedures included in examination, on a test basis, of evidence supporting the information included in the statistical return.

These procedures have been undertaken to form an opinion whether, in all material respects, the statistical return is presented fairly in accordance with the Rules of the Australian Labour Party.

Audit Opinion

In our opinion, the statistical return presents fairly the union membership numbers as required by the Australian Labour Party in accordance with the Rules of the Australian Labour Party as at 30 June 2009.

BDO Kendalls Audit & Assurance (WA) Pty Ltd

BDO Kendalls

Chris Burton

Director

Dated 18 November 2009.

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AUSTRALIAN WORKERS' UNION – WA BRANCH

Report on the Financial Report

We have audited the accompanying financial report of Australian Workers' Union – WA Branch, which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Report

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

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies.



BDO Kendalls

Basis of Qualified Auditors' Opinion

Membership contributions are a significant source of income for the Branch. The Branch has determined that it is impracticable to establish control over the collection of membership contributions prior to entry into the financial records. Accordingly, as evidence available to us regarding receipts from this source was limited, our audit procedures with respect to membership contributions have to be restricted to the amounts recorded in the financial records. We, therefore, are unable to express an opinion whether membership contributions the Branch receives are complete.

Qualified Auditor's Opinion

In our opinion, except for the effects on the financial statements of the matter referred to in the preceding paragraph (if any), the financial report presents fairly, in all material respects, the financial position of Australian Workers' Union – WA Branch as at 30 June 2009 and of its financial performance and cash flows for the year then ended in accordance with Australian Accounting Standards (including the Accounting Interpretations) and the Workplace Relations Act 1996.

BDO Kendalls Audit & Assurance (WA) Pty Ltd

BDO Kendalls

Chris Burton
Director

Perth, 18 November 2009



BDO Kendalls

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www.bdo.com.au

ABN 79 112 284 787

18 November 2009

The Branch Executive Committee
Australian Workers' Union – WA Branch
PO Box 414
SUBIACO WA 6904

Dear Sirs

DECLARATION OF INDEPENDENCE BY CHRIS BURTON TO THE BRANCH EXECUTIVE COMMITTEE OF THE AUSTRALIAN WORKERS' UNION – WA BRANCH

As lead auditor of the Australian Workers' Union – WA Branch for the year ended 30 June 2009, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Australian Workers' Union – WA Branch.

Chris Burton
Director

BDO Kendalls

BDO Kendalls Audit & Assurance (WA) Pty Ltd
Perth, Western Australia.

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

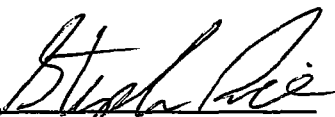
STATEMENT OF THE COMMITTEE OF MANAGEMENT

The Committee of Management has determined that the Union is a reporting entity. In accordance with a resolution of the Committee of Management, we state that in the opinion of the Committee:

- (a) The accompanying financial statements and notes comply with the Australian Accounting Standards;
- (b) The financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) The financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) There are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) During the financial year to which the general purpose financial report relates and since the end of that year:
 - (i) Meetings of the committee of management were held in accordance with the rules of the Union including the rules of a branch concerned; and
 - (ii) The financial affairs of the reporting unit have been managed in accordance with the rules of the Union including the rules of a branch concerned; and
 - (iii) The financial records of the reporting unit have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) The information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
 - (v) There has been no recovery of wages activity undertaken during the period per section 255 of the RAO Schedule; and
 - (vi) There has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

Signed on behalf of the Committee of Management.

Signed At PERTH this 18th day of November 2009.



Stephen Price
BRANCH SECRETARY

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

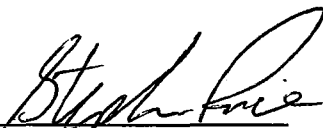
STATEMENT BY THE SECRETARY

I, Stephen Price, being the officer responsible for keeping the accounting records of the Australian Workers Union - WA Branch, certify that as at 30 June 2009 the number of members of the Union was 4,805 (2008: 4,647).

In my opinion,

- (i) The attached accounts show a true and fair view of the financial affairs of the Union as at 30 June 2009 and the result of operations for the period then ended;
- (ii) A register of members has, during the immediately preceding calendar year, been kept and maintained as required by section 230(1)(a) and section 230(2) of the Workplace Relations Act 1996;
- (iii) A copy of the records required to be kept under sections 230(1) (b), (c) and (d) of the Workplace Relations Act 1996, have been provided to the Industrial Registry as required by section 233 of the Workplace Relations Act 1996.

Signed at Perth this 18th day of November 2009.



Stephen Price
BRANCH SECRETARY

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

**INCOME STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	Note	2009 \$	2008 \$
Revenues from continuing operations	4	2,121,767	1,973,682
Affiliation fees		(44,351)	(71,477)
Employee costs		(980,520)	(789,875)
Depreciation	5	(76,019)	(58,424)
Property costs		(78,481)	(72,446)
Organising costs		(188,705)	(169,118)
Office costs		(76,651)	(58,575)
Administration		(181,730)	(143,593)
Head Office Fees		(286,562)	(272,659)
Legal Expenses		(44,296)	(102,091)
Other expenses from ordinary activities		(48,015)	(81,073)
		-----	-----
Surplus/ (Deficiency) from continuing operations	5	116,437	154,351
		=====	=====
 Attributable to:			
General Fund		349,733	127,115
Long Service Leave Reserve		(233,296)	27,236
		-----	-----
		116,437	154,351
		=====	=====

The accompanying notes form part of these financial statements.

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

**BALANCE SHEETS
AS AT 30 JUNE 2009**

	Note	2009 \$	2008 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	634,215	774,209
Trade and other receivables	7	52,790	58,994
Total current assets		687,005	833,203
Non-current assets			
Property, plant and equipment	8	764,772	683,871
Total non-current assets		764,772	683,871
TOTAL ASSETS		1,451,777	1,517,074
LIABILITIES			
Current liabilities			
Trade and other payables	9	250,497	258,821
Income received in advance	10	77,144	50,643
Provisions	11	30,166	249,996
Borrowings	12	-	895
Total current liabilities		357,807	560,355
Non-current liabilities			
Provisions	11	69,648	48,834
Total non-current liabilities		69,648	48,834
TOTAL LIABILITIES		427,455	609,189
NET ASSETS		1,024,322	907,885
EQUITY			
General funds		686,908	337,175
Reserves	13	337,414	570,710
TOTAL EQUITY		1,024,322	907,885

The accompanying notes form part of these financial statements.

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

**STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2009**

	Note	2009 \$	2008 \$
Total Equity at the beginning of the Financial Year		907,885	753,534
General Fund Movements:			
Profit for the year		116,437	154,351
Transfer of profits from/(to) long service leave reserve		233,296	(27,236)
Reserve Fund Movements:			
Transfer recognised in long service leave reserve	13	(233,296)	-----
Total Equity at the end of the Financial Year		1,024,322 =====	907,885 =====

The accompanying notes form part of these financial statements.

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

**CASH FLOWS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2008**

	Note	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from members		1,972,066	1,933,803
Other income		182,406	180,732
Payments to suppliers and employees		(2,119,828)	(1,707,200)
Interest & other costs of finance paid		(6,899)	(5,915)
Net cash inflow from operating activities	14(b)	27,745	401,420
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		14,000	(8,742)
Payment for property, plant and equipment		(181,739)	(92,205)
Net cash (outflow) from investing activities		(167,739)	(100,947)
Net (decrease) in cash and cash equivalents		(139,994)	300,473
Cash and cash equivalents at the beginning of the financial year		774,209	473,736
Cash and cash equivalents at the end of the financial year	14(a)	634,215	774,209

The accompanying notes form part of these financial statements.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented.

This general purpose financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRSs), other authoritative pronouncements of the Australian Accounting Standards Boards, Australian Interpretations and the requirements of the Workplace Relations Act, 1996.

The financial report is prepared for the Australian Workers Union - WA Branch. The Union is the State Branch of a federally registered union, domiciled in Australia.

Historical Cost Convention

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money valuations. Cost is based on the fair values of the consideration given in exchange for assets.

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

(a) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is recognised for major business activities as follows:

(i) Membership contributions

Membership contributions are accounted for on an accruals basis. Memberships paid in advance as at year-end, are recorded as deferred income and included as a current liability.

(ii) Interest income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(b) 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 expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

(c) Income tax

No provision for income tax is necessary as "Trade Unions" are exempt from income tax under Section 50-15 of the *Income Tax Assessment Act 1997*.

(d) Cash and cash equivalents

For the purposes of the statement of cash flows, the Union considers cash and cash equivalents to include cash on hand, at banks or financial institutions and on deposit.

(e) Trade and other receivables

All trade and sundry debtors are recognised at the amounts receivable, as they are due for settlement within 30 days. Recoverability of debtors is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off.

(f) Property, plant and equipment

Each class of property, plant and equipment are carried at cost or fair value less, where applicable, any accumulated depreciation.

Plant and Equipment

The carrying amount of plant and equipment is reviewed annually by the Union 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.

(f) Depreciation

The depreciation amount of all fixed assets is calculated using the diminishing value basis in order to write off the net cost of each fixed asset during its expected useful life to the Union.

The depreciation rates used for each class of depreciable assets are:

<u>Class of fixed asset</u>	<u>Depreciation rate</u>
Buildings	2 to 5%
Chattels, furniture, fittings and office equipment	15 to 20%
Motor vehicles	22.5%

(g) Impairment of assets

At each reporting date, the Union reviews the carrying values of its 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 income statement.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Trade and other payables

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

(i) Employee entitlements

Provision is made for the Union's liability for employee entitlements arising from services rendered by employees to balance date.

Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Provision for employee entitlements have been measured to include salary on-costs including superannuation, payroll tax and workers compensation.

(j) Superannuation

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

(k) Interest rate risk

The Union's exposure to interest rate risk, which is the risk that financial instruments value will fluctuate as a result of changes in market interest rates, is considered negligible.

(l) Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date for financial assets is the carrying amount, net any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements. The Union does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Union.

(m) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and redemption amount is recognised in the income statement over the period of the borrowing using the effective interest method.

(n) Reserves

Nature and purpose of reserves:

-Asset revaluation reserve: The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.

-Long service leave reserve: The long service leave reserve is used to recognise the value of long service leave owed to the Union's officials. The reserve is calculated at approximately 3% of the membership revenue for the year. The Union is responsible for paying of their Officials long service leave based on the reserves available.

-Capital reserves: The capital reserve represents the cost of assets previously gifted to the Union by the Pilbara/Kimberley Committee.

(o) Comparatives

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

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 2: INFORMATION TO BE PROVIDED TO THE MEMBERS OR REGISTRAR

In accordance with the requirements of Section 272(5) of the Workplace Relations Act 1996, the attention of members is drawn to the provisions of Sections 272(1) to Section 272(3) of the Act, which reads as, follows:

- (1) A member of the branch, or a Registrar, may apply to the branch for specified prescribed information in relation to the branch 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 branch.
- (3) The branch must comply with an application made under subsection (1).

NOTE 3: FINANCIAL RISK MANAGEMENT

The Union's activities expose it to a variety of financial risks: interest rate risk and liquidity risk. The Union's overall risk management program seeks to minimise potential adverse effects on the financial performance of the Union. The Union uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate and other price risks, and aging analysis for credit risk.

The Union holds the following financial instruments:

	2009	2008
	\$	\$
Financial Assets		
Cash and cash equivalents	634,215	774,209
Trade and other receivables	52,790	58,994
	687,005	833,203
Financial Liabilities		
Trade and other payables	250,497	258,821
	250,497	258,821

(a) Interest Rate Risk

The Union's main interest rate risk arises from cash equivalents, which are at variable rates and denominated in Australian dollars.

As at the year end, the Union had the following variable rate cash equivalents:

AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009

NOTE 3: FINANCIAL RISK MANAGEMENT (Cont)

	Weighted average interest rates	Floating interest rate	Fixed interest maturing within one year	Non- interest bearing	Total
As at 30 June 2009					
(i) Financial assets					
Cash	0.98%	514,296	-	119,919	634,215
Receivables		-	-	52,790	52,790
Total financial assets		514,296	-	172,709	687,005

	Weighted average interest rates	Floating interest rate	Fixed interest maturing within one year	Non- interest bearing	Total
(ii) Financial liabilities					
Payables		-	-	250,497	250,497
Total financial liabilities		-	-	250,497	250,497

	Weighted average interest rates	Floating interest rate	Fixed interest maturing within one year	Non- interest bearing	Total
As at 30 June 2008					
(i) Financial assets					
Cash	4.95%	705,010	-	69,199	774,209
Receivables		-	-	53,059	53,059
Total financial assets		705,010	-	122,258	827,268
(ii) Financial liabilities					
Payables		-	-	258,821	258,821
Total financial liabilities		-	-	258,821	258,821

An analysis by maturities is provided at (c) below.

(b) Credit Risk

Credit risk arises from cash and cash equivalents, and deposits with banks and financial institutions, as well as credit exposures to wholesale and retail customers, including outstanding receivables and committed transactions. For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted. The credit quality of customers is assessed based on past experience, trading history, and other factors. Individual credit limits are set.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 3: FINANCIAL RISK MANAGEMENT (Cont)

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets as summarised above.

(c) Liquidity Risk

Prudent liquidity risk management involves maintaining sufficient cash reserves. The Union manages liquidity risk by continuously monitoring forecast and actual cash flows. Surplus funds are generally only deposited in savings accounts with high interest rates.

(d) Sensitivity Analysis

The following table summarises the sensitivity of the Union's financial assets and financial liabilities to interest rate risk.

30 June 2009	Carrying Amount	Interest Rate Risk	
		+100 bps	
		Profit	Equity
	\$	\$	\$
Financial Assets			
Cash and cash equivalents	634,215	6,342	6,342
Total increase/ (decrease)		6,342	6,342

As the possibility of a 100bps decrease in interest rate is not likely, the downside risk has not been included in the sensitivity analysis.

(e) Capital Risk Management

The Union's objectives when managing capital are to safeguard their ability to continue as a going concern, so they can continue to provide benefits to members and to maintain an optimal capital structure to reduce the cost of capital.

	2009 \$	2008 \$
Cash and cash equivalents	634,215	774,209
Total equity	1,024,322	907,885
Total Capital	(390,107)	(133,676)

(f) Impaired Trade Receivables

There were no impaired trade receivables for the Union in 2009 and 2008.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 3: FINANCIAL RISK MANAGEMENT (Cont)

(g) Past Due But Not Impaired

As of 30 June 2009, trade receivables of \$11,463 (2008 - \$32,862) were past due but not impaired. These relate mainly to the National Office. The ageing analysis of these trade receivables is as follows:

	2009 \$	2008 \$
0 to 12 months	1,373	-
Over 12 months	10,090	32,862
	----- 11,463 =====	----- 32,862 =====

The other classes of within trade and other receivables do not contain impaired assets and are not past due. Based on the credit history of these other classes, it is expected that these amounts will be received when due.

NOTE 4: REVENUE

	2009 \$	2008 \$
Continuing Operations		
Contributions	1,940,815	1,930,564
Rent received	156,801	13,904
Other income	25,605	38,100
Salary reimbursements	(1,454)	(8,886)
	----- 2,121,767 =====	----- 1,973,682 =====

NOTE 5: SURPLUS/(DEFICIT) FROM CONTINUING OPERATIONS

Profit from continuing operations has been determined after:

Expenses

Affiliation fees		
ALP	14,530	10,572
ShopRite	4,160	4,300
Trades & Labor Council	21,116	15,803
Campaign Levy	4,545	40,802
Total Affiliation fees	----- 44,351 -----	----- 71,477 -----
Depreciation		
Office Equipment	11,076	9,330
Motor Vehicles	44,486	27,829
Buildings	20,457	21,265
Total Depreciation	----- 76,019 -----	----- 58,424 -----

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 5: SURPLUS/(DEFICIT) FROM CONTINUING OPERATIONS (Cont)

Donations	13,484	1,090
Employee benefits (other than office holders)	418,674	383,908
Remuneration of Auditor		
Audit	20,000	20,167
Other Services	-	-
	-----	-----
	20,000	20,167
	-----	-----

NOTE 6: CASH AND CASH EQUIVALENTS

Cash on hand	231	4,188
Cash at bank	538,414	509,206
Cash at bank - LSL Officials	95,570	260,815
	-----	-----
	634,215	774,209
	=====	=====

NOTE 7: TRADE AND OTHER RECEIVABLES

	2008	2007
	\$	\$
CURRENT		
Sundry debtors	52,790	33,868
Head Office Reimbursements	-	10,594
Prepayments	-	14,532
	-----	-----
	52,790	58,994
	=====	=====

NOTE 8: PROPERTY, PLANT AND EQUIPMENT

Land and Buildings		
At valuation 2005	865,000	865,000
Less: Accumulated depreciation	347,109	326,652
	-----	-----
	517,891	538,348
	-----	-----
Office Equipment		
At cost	172,410	151,538
Less: Accumulated depreciation	145,304	135,648
	-----	-----
	27,106	15,890
	-----	-----
Furniture & Fittings		
At cost	357,886	355,643
Less: Accumulated depreciation	345,003	343,583
	-----	-----
	12,883	12,060
	-----	-----

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 8: PROPERTY, PLANT AND EQUIPMENT (Cont)

Motor Vehicles		
At cost	306,530	216,813
Less: Accumulated depreciation	99,638	99,240
	-----	-----
	206,892	117,573
	-----	-----
Total Property, Plant and Equipment	764,772	683,871
	=====	=====

Reconciliations

Reconciliations of the carrying amounts of each class of property, plant and equipment at the beginning and end of the current and the comparative financial year are set out below:

	Carrying Amount at 1 July 2008	Additions	Disposals	Depreciation	Carrying Amount at 30 June 2009
Land & Buildings	538,348	-	-	(20,457)	517,891
Office Equipment	15,890	20,871	-	(9,655)	27,106
Motor Vehicles	117,573	158,625	(24,819)	(44,487)	206,892
Furniture & Fittings	12,060	2,243	-	(1,420)	12,883
TOTAL	683,871	181,739	(24,819)	(76,019)	764,772

	Carrying Amount at 1 July 2007	Additions	Disposals	Depreciation	Carrying Amount at 30 June 2008
Land & Buildings	559,613	-	-	(21,265)	538,348
Office Equipment	23,711	-	-	(7,821)	15,890
Motor Vehicles	66,485	92,205	(13,289)	(27,828)	117,573
Furniture & Fittings	13,569	-	-	(1,509)	12,060
TOTAL	663,378	92,205	(13,289)	(58,423)	683,871

AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
NOTE 9: TRADE AND OTHER PAYABLES		
CURRENT		
Trade Creditors	108,131	98,207
Accrued Expenses	52,984	70,163
GST Liabilities	33,327	20,435
Accrued Annual Leave	56,055	70,015
	-----	-----
	250,497	258,820
	=====	=====
NOTE 10: INCOME RECEIVED IN ADVANCE		
Memberships received in advance	77,144	50,643
	-----	-----
	77,144	50,643
	=====	=====
NOTE 11: PROVISIONS		
CURRENT		
Provision for long service leave	30,166	249,996
	-----	-----
	30,166	249,996
	=====	=====
NON-CURRENT		
Provision for long service leave	69,648	48,834
	-----	-----
	69,648	48,834
	=====	=====
NOTE 12: BORROWINGS		
CURRENT		
Secured Liabilities:		
Hire purchase creditors	-	895
	-----	-----
	-	895
	=====	=====
NOTE 13: RESERVES		
Asset Revaluation Reserve	237,146	237,146
	-----	-----
Capital Reserves	72,749	72,749
	-----	-----
Long Service Leave Reserves		
Beginning of year	260,815	233,579
Transfer from/(to) General Funds	(233,296)	27,236
	-----	-----
Balance at end of year	27,519	260,815
	-----	-----
Total Reserves	337,414	570,710
	=====	=====

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 13: RESERVES (Cont)

The capital reserve represents the cost of assets previously gifted to the Union by the Pilbara/Kimberley Committee.

NOTE 14: CASH FLOW INFORMATION

(a) Reconciliation of Cash and Cash Equivalents

Cash and cash equivalents at the end of the financial year as shown in the Cashflow Statement is reconciled to the related items in the balance sheet as follows:

	2009 \$	2008 \$
Cash on hand	231	4,188
Cash at bank	633,984	770,021
	-----	-----
	634,215	774,209
	-----	-----

(b) Reconciliation of profit to net cash inflow from operating activities.

Surplus/(deficiency) for the year	116,437	154,351
Non-cash flows in operating profit		
Depreciation	76,019	58,424
(Profit)/loss on sale of plant and equipment	10,819	22,029
Changes in assets and liabilities		
(Increase)/decrease in debtors & prepayments	6,204	165,781
(Decrease)/increase in membership dues in advance	26,501	(16,379)
(Decrease)/increase in provision for employee benefits	(199,016)	17,873
(Decrease)/increase in trade creditors and accruals	(8,324)	(659)
(Decrease)/increase in borrowings	(895)	-
	-----	-----
Net cash inflow from operations activities	27,745	401,420
	=====	=====

NOTE 15: CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities that would have a material effect on the presentation of the annual financial statements.

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 16: RELATED PARTY TRANSACTIONS

(a) The Officers of the Branch Executive Committee during the year were:

A. D. Hacking	Branch President
S. G. Baker	Branch Vice President
T. P. Daly	Branch Secretary (Resigned 4 July 2008)
S. Price	Branch Secretary (Appointed 7 July 2008)
J. Saunders	Branch Vice Secretary (Resigned 23 November 2008)
P. Asplin	Branch Vice Secretary (Appointed 7 July 2008)
C. King	Mining Division President
S. McDine	Mining Division Secretary
F. Van Maris	Committee Member
P. Hampton	Committee Member
C. Ramirez	Committee Member
W. Hope	Committee Member
M. Southall	Committee Member
K. Chubb	Committee Member
R. Craddock	Committee Member

Members of the Branch Executive Committee were in office from the beginning of the financial year until the date of this report, unless otherwise stated.

	2009	2008
	\$	\$
(b) Remuneration of Officer Holders		
Remuneration received or receivable by all officers of the Branch Executive:		
From the Union or any related party in connection with the management of the Union	631,906	302,306
	=====	=====
Transactions with Executive Members		
Remuneration received or receivable by officers in respect of their attendances as representatives of the organisation at conferences or other meetings which is not included in the above remuneration	-	715
	=====	=====

**AUSTRALIAN WORKERS UNION - WEST AUSTRALIAN BRANCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

NOTE 16: RELATED PARTY TRANSACTIONS (Cont)

(c) The following transactions occurred with related parties:

	2009	2008
	\$	\$
Combined Head Office fees	286,562	272,659
	=====	=====

NOTE 17 SEGMENT REPORTING

The Union operates predominantly in one business and geographical segment, in its capacity to provide services to members of the Union throughout Western Australia.

NOTE 18 GEOGRAPHICAL LOCATIONS

The Union operates from Barrack Street, Perth in the state of Western Australia.

NOTE 19 EMPLOYEE NUMBERS

	2009	2008
	Numbers	Numbers
Number of employees at the end of the financial year	11	9



BDO Kendalls

BDO Kendalls Audit & Assurance (WA) Pty Ltd
128 Hay Street
Subiaco WA 6008
PO Box 700 West Perth WA 6872
Phone 61 8 9380 8400
Fax 61 8 9380 8499
aa.perth@bdo.com.au
www.bdo.com.au

ABN 79 112 284 787

AUDITORS' DISCLAIMER

Disclaimer to the members of Australian Workers Union – West Australian Branch

The additional financial data presented in the following pages is in accordance with the books and records of the Australian Workers Union – West Australian Branch which have been subject to the auditing procedures applied in our statutory audit of the Union for the year ended 30 June 2009. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given.

In accordance with our Firm policy, we advise that neither the Firm nor any member or employee of the Firm undertakes responsibility arising in any way whatsoever to any person in respect of such data, including any errors or omissions therein, arising through negligence or otherwise however caused.

BDO Kendalls Audit & Assurance (WA) Pty Ltd

BDO Kendalls

Chris Burton
Director

Dated: 18 November 2009
Perth, Western Australia

**AUSTRALIAN WORKERS UNION
WEST AUSTRALIAN BRANCH**

**DETAILED STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2009**

	2009	2008
	\$	\$
INCOME		
Members' contributions	1,940,815	1,930,564
Other income	25,605	38,100
Rental income	156,801	13,904
Salary reimbursements	(1,454)	(8,886)
	-----	-----
TOTAL INCOME	2,121,767	1,973,682
	-----	-----
EXPENDITURE		
<u>GENERAL</u>		
Affiliation fees	39,806	30,674
Campaign levy	4,545	40,803
Donations	13,484	1,090
Head office maintenance fees	286,562	272,659
Legal costs	44,296	102,091
Sundry expenses	34,531	71,097
Reimbursement of expenses	-	8,886
	-----	-----
	423,224	527,300
	-----	-----
<u>STAFFING COSTS</u>		
Fringe benefits tax	14,279	16,776
Movement in leave provision	(212,976)	2,154
Payroll tax	22,289	(3,234)
Salaries	1,050,580	686,214
Superannuation	106,348	87,965
	-----	-----
	980,520	789,875
	-----	-----
<u>ORGANISING COSTS</u>		
Meeting expenses	4,944	1,816
Motor vehicle expenses	76,280	74,666
Traveling expenses	107,481	92,636
	-----	-----
	188,705	169,118
	-----	-----

**AUSTRALIAN WORKERS UNION (WEST AUSTRALIAN BRANCH)
 DETAILED STATEMENT OF INCOME AND EXPENDITURE (CONTINUED)
 FOR THE YEAR ENDED 30 JUNE 2009**

	2009 \$	2008 \$
<u>PROPERTY COSTS</u>		
Electricity	10,480	8,893
Leasing charges	-	8,877
Rates & taxes	3,432	1,509
Rent	19,792	21,997
Repairs & maintenance	23,022	6,054
Strata levy	21,755	25,116
	78,481	72,446
<u>OFFICE COSTS</u>		
Cleaning	4,020	3,488
Computer expenses	16,069	11,879
Hire of plant & equipment	11,085	5,961
Telephone	42,108	32,400
Office equipment repairs and maintenance	3,369	4,847
	76,651	58,575
<u>ADMINISTRATION</u>		
Accounting fees	22,406	18,510
Advertising	2,951	4,519
Audit fees	20,000	20,167
Bank charges	6,899	5,915
Depreciation	76,019	58,424
Employees' amenities	9,780	2,567
Insurance	36,946	11,729
Postage and couriers	11,627	14,271
Printing & stationery	36,485	35,348
Staff training & welfare	13,940	4,747
Storage fees	3,731	6,689
Subscriptions	7,942	8,590
Ticket printing	7,345	6,943
Sponsorship	1,678	3,598
	257,749	202,017
TOTAL EXPENDITURE	2,005,330	1,819,331
	2,005,330	1,819,331
PROFIT/(LOSS) FOR THE YEAR	116,437	154,351
	116,437	154,351

The Australian Workers Union WA Branch

Operating Report July 2008 – 2009

Principal Activities and Changes

The principal activities of the organizations continued to be those of a registered trade union working for the benefit of members through negotiating enterprise bargaining agreements, varying awards, representing members before industrial tribunals, training delegates in workplace organizing, recruitment and the public promotion of the interests of members.

During the 2008-09 there were a number of staff changes, Tim Daly resigned, Stephen Price was appointed as Branch Secretary for the remainder of the elected term and Paul Asplin was appointed Assistant Branch Secretary for the remainder of the elected term. Scott McDine (National Organiser) remained as the Mining Division Secretary for the remainder of the term. Craig Ramirez, Wayne Wildes, Michael Zoetbrood, Terry Patterson and Kevin Ennor commenced during the year. Rebecca Malysz, worked for the Branch organizing in the hydro-carbons.

RESULTS

The surplus for the financial year was \$116 437.

FINANCIAL AFFAIRS

The Branch financial position improved during the last year due to tight financial control and an improved cash flow arising from targeted organising. A termination payment and entitlements was paid to Tim Daly. This had an impact on our Long Service Leave provisions. The Branch has continued to increase its provision for long service leave.

RIGHT OF MEMBERS TO RESIGN

AWU Rule 14 – Resigning as a member – provides for resignation of members in accordance with s174 of Schedule 1B of the Workplace Relations Act 1996.

MEMBERSHIP OF SUPERANNUATION SCHEME

The ex-Branch Secretary (Tim Daly) is a Trustee of the Industry Superannuation Fund.

NUMBERS OF MEMBERS

The number of persons in the register of members is 5604.

NUMBERS OF EMPLOYEES

The Branch employed fourteen employees and one consultant during the year although a number of these employees did not work for the full financial year.

NAMES OF THE MEMBERS OF THE MANAGEMENT COMMITTEE:

A Hacking – President

S G Baker – Vice President

S. J Price – Secretary (appointed December July 2008 by Branch Executive resolution)

C King – Mining Division President

T.P. Daly – Secretary (resigned Feb 2009)

Scott Mc Dine – Mining Division Secretary (appointed September 2007 by Branch Executive resolution)

Paul Asplin- Assistant Branch Secretary (appointed July 2008 by Branch Executive resolution)

P Hampton – Branch Committee of Management Member
F R Van Maris – Pinjarra Sub Branch (appointed October 2004)
W Hope – Pinjarra Sub Branch Member (appointed August 2007)
Martin Southall- Branch Committee of Management Member
C Ramirez – Branch Committee of Management Member (appointed August 2007)
Roy Craddock – Branch Committee of Management Member (appointed April 2008)

Members of the Committee of Management were members of the Committee of the duration of the financial year.

OTHER INFORMATION

The Branch has maintained its affiliation with both the ALP and Unions WA during the financial year.

Signed:



**Stephen Price
Branch Secretary**

Date: 19th November 2009



Fair Work Australia

11 August 2009

Mr Stephen Price
Branch Secretary
The Australian Workers' Union - West Australia Branch
PO Box 8122
Perth Business Centre
Perth WA 6849

Dear Mr Price,

**Lodgement of Financial Documents for year ended 30 June 2009 [FR2009/10052]
Fair Work (Registered Organisations) Act 2009 (the RO Act)**

The financial year of The Australian Workers' Union - West Australia Branch (the "reporting unit") has recently ended. This is a courtesy letter to remind you of the obligation to prepare and process the reporting unit's financial documents. The full financial report must be lodged with Fair Work Australia within a period of 5 months and 14 days or 6 months and 14 days, depending on your rules, of the end of the financial year.

The RO Act sets out a particular chronological order in which financial documents and statements must be prepared, audited, provided to members and presented to a meeting. The attached *Timeline/Planner* summarises these requirements.

In addition, financial reporting fact sheets and sample documents can be found on our new Fair Work Australia website. You will find that the legislative requirements remain largely unchanged to that of the former requirements under Schedule 1 of the Workplace Relations Act 1996. The information can be viewed at [FWA Registered Organisations Fact Sheets](#).

This office encourages you to lodge all financial reports electronically (e.g. as pdf files) at RIASydney@fwa.gov.au. Alternatively, you can forward the documents by fax to (02) 9380 6990.

If you need any further information or if you believe you will be unable to lodge the full financial report within the period mentioned above please contact me on (02) 8374 6615 or by email at RIASydney@fwa.gov.au.

Yours sincerely,

Steve Teece
Research Information and Advice Team
Fair Work Australia

TIMELINE/PLANNER

Financial reporting period ending:	/ /
------------------------------------	-----

Prepare financial statements and Operating Report.
--

(a) A Committee of Management Meeting must consider the financial statements; and if satisfied, pass a resolution declaring the various matters required to be included in the Committee of Management Statement.	/ /
(b) A # designated officer must sign the Statement which must then be forwarded to the auditor for consideration as part of the General Purpose Financial Report (GPFR).	/ /

As soon as practicable after end of financial year

Auditor's Report prepared and signed and given to the Reporting Unit - s257	/ /
---	-----

Within a reasonable time of having received the GPFR
(NB: Auditor's report must be dated on or after date of Committee of Management Statement)

Provide full report free of charge to members – s265 The full report includes: • the General Purpose Financial Report (which includes the Committee of Management Statement); • the Auditor's Report; and • the Operating Report.	/ /
---	-----

(a) if the report is to be presented to a General Meeting (which must be held within 6 months after the end of the financial year), the report must be provided to members 21 days before the General Meeting,

or

(b) in any other case including where the report is presented to a Committee of Management meeting*, the report must be provided to members within 5 months of end of financial year.

Present full report to:	/ /
(a) General Meeting of Members - s266 (1),(2); OR	/ /
(b) where the rules of organisation or branch allow* - a Committee of Management meeting - s266 (3)	/ /

Within 6 months of end of financial year

Within 6 months of end of financial year

Lodge full report in the Industrial Registry, together with the #Designated Officer's certificate ⁺⁺ – s268	/ /
--	-----

Within 14 days of meeting

* the full report may only be presented to a committee of management meeting if the rules of the reporting unit provide that a percentage of members (not exceeding 5%) are able to call a general meeting to consider the full report.

The Committee of Management Statement and the Designated Officer's certificate must be signed by the Secretary or another officer who is an elected official and who is authorised under the rules (or by resolution of the organisation) to sign the statement or certificate – s243.

++ The Designated Officer's certificate must state that the documents lodged are copies of the documents provided to members and presented to a meeting in accordance with s266 – dates of such events must be included in the certificate. The certificate cannot be signed by a non-elected official.