

31 October 2017

Mr Chris Enright  
Executive Director  
Registered Organisations Commission  
GPO Box 2983  
MELBOURNE VIC 3001

By email: [regorgs@roc.gov.au](mailto:regorgs@roc.gov.au)

Dear Mr Enright

**CEPU EE&S Division – NEW SOUTH WALES BRANCH  
Operating Reports as at 31 December 2010, 2011 & 2012  
– Reporting of Membership Numbers**

I refer to the above and enclose by way of lodging:

- Declaration correcting the membership figures reported in the branch operating reports for the reporting periods ending 31 December 2010, 2011 and 2012.

As you are aware, the CEPU has instigated independent audits of the membership figures reported in the annual branch committee of management operating reports for the past 7 years.

As a consequence of this audit, the Branch State Council Executive, in a meeting held 30 October 2017, authorised the submission of a declaration to the Registered Organisations Commission (ROC) to correct the figures reported in the branch operating reports for the total branch members for the reporting periods ending 31 December 2010, 2011 and 2012.

These amended figures have now been published to our website for the information of members.

Please do not hesitate to contact me should you wish to discuss this matter.

Yours faithfully



David McKinley  
Branch Secretary



Electrical Trades Union of Australia  
New South Wales Branch

Communications, Electrical,  
Electronic, Energy, Information,  
Postal, Plumbing and Allied  
Services Union of Australia

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**Secretary**

Dave McKinley

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**ETU NSW & ACT FIGHTING FOR MEMBERS**

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Communications, Electrical, Electronic, Energy, Information, Postal, Plumbing  
and Allied Services Union of Australia

*Fair Work (Registered Organisations) Act 2009*

**DECLARATION - CORRECTING REPORT TO**  
**CEPU Electrical, Energy and Services Division – New South Wales Branch**  
**OPERATING REPORT**  
lodged pursuant to s.268

I, David McKinley, of 370 Pitt Street, Sydney, in the state of New South Wales 2000, declare:

- I am the Branch Secretary of the Communications, Electrical, Electronic, Energy, Information, Postal, Plumbing and Allied Services Union of Australia, Electrical, Energy and Services Division – New South Wales Branch (the branch), a branch of an organisation registered under the *Fair Work (Registered Organisations) Act 2009* (the Act).
- Pursuant to s.268 of the Act, for the periods ended 31 December 2010, 31 December 2011 and 31 December 2012, the full financial reports, including the operating reports, of the branch were lodged with the Fair Work Commission (FWC) in FR2010/2831, FR2011/2837 and FR2012/529 respectively.
- An independent audit into the membership figures reported in the branch committee of management operating reports for the reporting periods 31 December 2010, 31 December 2011 and 31 December 2012 found the following variances with the figures reported in the operating reports:

As at 31 Dec	2010	2011	2012
Reported	21,750	22,321	21,978
Audited	21,664	22,305	21,985
Variance	86	16	7

- On 30 October 2017, in response to the findings of the audit, the State Council Executive authorised the Branch Secretary to amend the branch committee of management operating reports for the years ended 31 December 2010, 31 December 2011 and 31 December 2012 to reflect the membership figures resulting from the audit.

Signed:



Name: Mr David McKinley

Date: 30/10/17



FAIR WORK  
AUSTRALIA

16 July 2012

Mr Steven Butler  
Secretary, New South Wales Electrical Divisional Branch  
CEPU  
Level 5, 372 Pitt Street  
SYDNEY NSW 2000



Dear Mr Butler

**Re: Lodgement of Financial Accounts and Statements – New South Wales Electrical  
Divisional Branch – for year ending 31 December 2011 (FR2011/2837)**

I refer to the above financial statements and accounts which were lodged with Fair Work Australia on 4 July 2012.

The documents have been filed.

Yours sincerely

Stephen Kellett  
Organisations, Research and Advice Branch

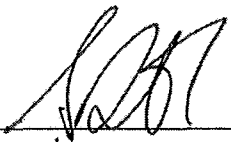
25<sup>th</sup> June 2012

**Certificate of Secretary**

s.268 of Schedule 1B Workplace Relations Act 1996

I, Steven Butler, being the Secretary of the CEPU, Electrical Division, New South Wales Branch certify:

- that the documents lodged herewith are copies of the full report, referred to in s.268 of the Fair Work (Registered Organisations) Act 2009; and
- that the full report was supplied to members on 20<sup>th</sup> June 2012; and
- that the full report was presented to a meeting of the committee of management on 25<sup>th</sup> June 2012; in accordance with section 266 of the Fair Work (Registered Organisations) Act 2009.

  
Secretary

Date: 25<sup>th</sup> June 2012



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**COMMUNICATIONS  
ELECTRICAL  
PLUMBING  
UNION**  
NSW ELECTRICAL  
DIVISIONAL BRANCH

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**  
**COMMUNICATIONS, ELECTRICAL, ELECTRONIC,**  
**ENERGY, INFORMATION, POSTAL**  
**AND ALLIED SERVICES UNION OF AUSTRALIA**  
**ELECTRICAL DIVISION NSW BRANCH**

## Contents

	Page
<b>CEPU Electrical Division N.S.W.</b>	
Operating Report	3
Committee of Management Statement	4
Auditors Report	5
Auditor's Independence Declaration	6
Statement of Comprehensive Income	7
Statement of Financial Position	7
Statement of Changes in Equity	8
Statement of Cash Flows	8
Information to Members	9
Notes to the Financial Statements	9 - 13
<b>Distress and Mortality Fund</b>	
Statement of Comprehensive Income	14
Statement of Financial Position	14
Statement of Changes in Equity	14
Notes to the Financial Statements	15
<b>Distress and Mortality Supplementation Fund</b>	
Statement of Comprehensive Income	16
Statement of Financial Position	16
Statement of Changes in Equity	16
Notes to the Financial Statements	17
<b>Sustenance Assistance Fund</b>	
Statement of Comprehensive Income	18
Statement of Financial Position	18
Statement of Changes in Equity	18
Notes to the Financial Statements	19

**C.E.P.U. ELECTRICAL DIVISION NSW  
OPERATING REPORT**

Committee of Management Report in accordance with section 254 of the Workplace Relations Act 1996 for the period ended 31 December 2011.

**Principal Activities**

The principal activity of the NSW Branch of the CEPU Electrical Division was that of a registered Trade Union.

There have been no significant changes to the way the Union has carried out these activities during the last financial year.

**Operation Result**

The operating surplus for the CEPU Electrical Division NSW Branch for the period ending 31 December 2011 is \$247,363.

**Significant Changes**

There have been no significant changes to the operating costs of the Branch in the last financial year.

**Rights of Members**

Members have the right to resign their membership of the union by giving written notice of resignation to the Branch Secretary. This written notification is accepted subject to the rules of CEPU Electrical Division NSW Branch and in accordance with section 174 of the Workplace

**Trustee or director of trustee company of superannuation entity or exempt public superannuation scheme**

CEPU Electrical Division NSW Branch has the following officials and/or members acting as representatives on the following boards:

S. Butler (NESS)                      R. Wilson (NESS)                      M. Doust (EISS)  
B. Riordan (EISS, FuturePlus, Chifley Financial Services)

**After balance day events**

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

Information required under Regulation 159 of the Workplace Relations Regulations

**Membership Numbers**


1. Under Section 230 of the RAO Schedule the number of persons recorded in the register of members and who under section 244 of the RAO Schedule are taken to be members of the CEPU Electrical Division NSW Branch of the Union as at 31 December 2011 was 22,321. The number of financial members of the Union as at the 31 December 2011 was 11,614.

2. The names of persons who have at any time during the period ending 31 December 2011 been members of the CEPU Electrical Division NSW Branch Committee of Management and periods they served on the committee are as follows:

Name	Period of Service
James MacFadyen	01/01/11 to 31/12/2011
Bernard Riordan	01/01/11 to 31/12/2011
William Maxwell	01/01/11 to 31/12/2011
Mary Stylli	01/01/11 to 31/12/2011
Philip Oswald	01/01/11 to 31/12/2011
Glen Potter	01/01/11 to 31/12/2011
Peter Henne	01/01/11 to 31/12/2011
Mark Buttigieg	01/01/11 to 31/12/2011
Colin Harris	01/01/11 to 31/12/2011
Neville Betts	01/01/11 to 31/12/2011

Signed this 19<sup>th</sup> day of JUNE 2012

For and on behalf of the Committee of Management

  
Steve Butler  
Secretary

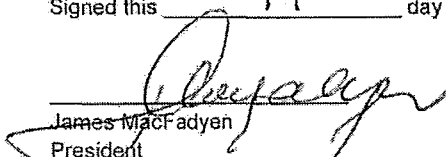
COMMITTEE OF MANAGEMENT STATEMENT

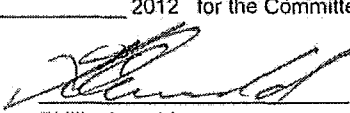
On \_\_\_\_\_ the Committee of Management of the CEPU Electrical Division NSW Branch passed the following resolution in relation to the general purpose financial report (GPFR) for the period ended 31 December 2011.

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 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 CEPU Electrical Division NSW Branch for the financial year to which they relate;
- (d) There are reasonable grounds to believe that the CEPU Electrical Division NSW Branch will be able to pay its debts as and when they become due and payable;
- (e) During the period to which the GPFR relates and since the end of that year:
  - I. Meetings of the Committee of Management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
  - II. The financial affairs of the CEPU Electrical Division NSW Branch have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
  - III. The financial records of the CEPU Electrical Division NSW Branch have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
  - IV. The financial records of the CEPU Electrical Division NSW Branch have been kept, as far as practicable, in a consistent manner to each of the other branches of the organisation; and
  - V. No information has been sought in any request of a member of the CEPU Electrical Division NSW Branch or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
  - VI. No orders have been made by the Industrial Registrar under section 273 of the RAO Schedule during the year.

Signed this 19 day of JUNE 2012 for the Committee of Management:

  
James MacFadyen  
President

  
Phillip Oswald  
Treasurer



## INDEPENDENT AUDIT REPORT

### Scope

We have audited the accompanying financial reports of the CEPU Electrical Division NSW, Distress and Mortality Fund, Distress and Mortality Supplementation Fund and the Sustenance Assistance Fund which comprise the statement of financial position as at 3 December 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

### Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation and fair representation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Work Place Relations Act 1996. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

### Auditor's Responsibility

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

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

We believe that the 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 ethical pronouncements and the Fair Work (Registered Organisation) Act 2009. We confirm that the independence declaration required by the Fair Work (Registered Organisation) Act 2009, provided to the committee of the CEPU Electrical Division NSW Branch, would be in the same terms if provided to the committee as at the date of this auditor's report.

### Audit Opinion

In our opinion:

The financial report of the CEPU Electrical Division NSW Branch is in accordance with the applicable Accounting Standards and other mandatory professional reporting requirements and in accordance with Section 273 of the Work Place Relations Act 1996 including:

- i. Giving a true and fair view of the Union's financial position as at the 31 December 2011 and of its performance and cash flows for the year ended on that date; and
- ii. Complying with Australian Accounting Standards (including Australian Accounting Interpretations).

All information and explanations required of the officers of the Union were furnished by them.

PINKER ARNOLD MCLOUGHLIN  
CHARTERED ACCOUNTANTS



Richard Charles Pinker  
Partner



Dated  
Hurstville NSW 2220

**THE C.E.P.U. ELECTRICAL DIVISION NSW**  
**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C**  
**OF THE CORPORATIONS ACT 2001 TO THE COMMITTEE OF THE**

I declare that, to the best of my knowledge and belief, during the period ended 31 December 2011 there have been:

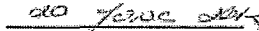
(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

PINKER ARNOLD & McLOUGHLIN  
CHARTERED ACCOUNTANTS



Richard Charles Pinker  
Partner



Dated  
Hurstville NSW 2220

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
Revenue	2	1,835,168	1,481,940
Administrative & Financial Costs	3	(487,758)	(374,572)
Governing Costs	4	(58,435)	(45,468)
Industrial Costs	5	(221,752)	(35,388)
National Council Costs	6	(816,836)	(765,446)
ETU National Newsletter		-	(21,851)
Affiliation Fees		(3,024)	(2,684)
Total comprehensive income attributable to the members		<u>247,363</u>	<u>236,531</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011**

	NOTE	2011	2010
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	1,406,665	1,350,947
Trade and other receivables	8	<u>2,456,138</u>	<u>2,426,293</u>
<b>TOTAL CURRENT ASSETS</b>		<u>3,862,803</u>	<u>3,777,240</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	9	1,300,000	1,300,000
Property, Plant & Equipment	10	<u>6,796,297</u>	<u>6,844,445</u>
<b>TOTAL NON-CURRENT ASSETS</b>		<u>8,096,297</u>	<u>8,144,445</u>
<b>TOTAL ASSETS</b>		<u>11,959,100</u>	<u>11,921,685</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	362,986	772,934
Provisions	12	<u>200,000</u>	<u>-</u>
<b>TOTAL CURRENT LIABILITIES</b>		<u>562,986</u>	<u>772,934</u>
<b>NON-CURRENT LIABILITIES</b>			
Trade and other payables	13	<u>1,573,000</u>	<u>1,573,000</u>
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>1,573,000</u>	<u>1,573,000</u>
<b>TOTAL LIABILITIES</b>		<u>2,135,986</u>	<u>2,345,934</u>
<b>NET ASSETS</b>		<u>9,823,114</u>	<u>9,575,751</u>
<b>EQUITY</b>			
Accumulated surplus at the end of the financial year		<u>9,823,114</u>	<u>9,575,751</u>
<b>TOTAL EQUITY</b>		<u>9,823,114</u>	<u>9,575,751</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2011	6,001,443	3,574,308	9,575,751
Surplus attributable to the members	247,363	-	247,363
Balance at 31 December 2011	<u>6,248,806</u>	<u>3,574,308</u>	<u>9,823,114</u>

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2010	5,764,912	3,574,308	9,339,220
Surplus attributable to the members	236,531	-	236,531
Balance at 31 December 2010	<u>6,001,443</u>	<u>3,574,308</u>	<u>9,575,751</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2011**

	NOTE	2011 \$	2010 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		1,664,855	1,309,830
Interest received		170,313	172,110
Payments to suppliers and employees		<u>(1,598,555)</u>	<u>(1,208,173)</u>
Net cash provided by operating activities	14	<u>236,613</u>	<u>273,767</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payment for property and plant		-	-
Net cash used in investing activities		<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment on borrowings		<u>(180,895)</u>	<u>(180,895)</u>
Net cash used in financing activities		<u>(180,895)</u>	<u>(180,895)</u>
Net increase/(decrease) in cash held		55,718	92,872
Cash and cash equivalents at the beginning of the financial year		<u>1,350,947</u>	<u>1,258,075</u>
Cash and cash equivalents at the end of the financial year	7	<u>1,406,665</u>	<u>1,350,947</u>

## INFORMATION TO BE SUPPLIED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Work Place Relations Act, 1996, the attention of members is drawn to the provisions of sub-section (1), (2) and (3) of Section 272, which reads as follows:

- (1) A member of a reporting unit, or a Registrar, 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).

## C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 December 2011

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### Basis of Preparation

The financial statements are general purpose financial reports that have been prepared in accordance with Australian Accounting Standards and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views) and Section 273 of the Workplace Relations Act 1996. The financial statements have also been prepared on the basis of historical costs and do not take into account the changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of these statements:

##### Accounting Policies

###### (A) 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.

###### (B) Property, Plant and Equipment

Property, plant and equipment are carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses. The depreciable amount of all fixed assets including buildings but excluding freehold land and strata titles are depreciable over their useful lives commencing from the time the asset is held ready for use.

###### (C) Employee Benefits

Provision is made for the union's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages and salaries, annual leave and sick 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

###### (D) Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at call deposits with banks or financial institutions, investments in money market instruments maturing within less than three months and net of bank overdrafts.

###### (E) Revenue and Other Income

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers as this corresponds to the transfer of significant risks and rewards of ownership of the services and the cessation of all involvement in those services.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Other revenue is recognised when the right to receive the revenue has been established.

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

Subscription income is brought to account on a cash basis.

###### (F) Goods and Services Tax

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. Trade and Other Receivables and Trade and Other 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 of investing and financing activities, which are disclosed as operating cash flows.

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
<b>NOTE 2 : Revenue and other income</b>		
Service Charges Received	1,277,592	913,447
Interest Received	170,313	172,110
Capital Gain on Investments	31,328	43,583
Rent Received	352,800	352,800
Directors' Fees Received	3,135	-
	<u>1,835,168</u>	<u>1,481,940</u>
<b>NOTE 3 : Administrative &amp; Financial Costs</b>		
Auditor's Remuneration	19,800	28,800
Bank Charges	745	1,016
Building Expenses	141,980	84,209
Insurance	20,224	18,469
Repairs & Maintenance	11,927	10,303
Depreciation	48,148	48,148
Printing & Stationery	1,275	932
Grants & Donations	25,000	1,800
Legal	37,764	-
Mortgage Interest	180,895	180,895
	<u>487,758</u>	<u>374,572</u>
<b>NOTE 4 : Governing Costs</b>		
Attendance Fees	52,530	45,468
Honoraria	5,905	-
	<u>58,435</u>	<u>45,468</u>
<b>NOTE 5 : Industrial Costs</b>		
Industrial	21,250	34,453
Postage & Courier	502	702
Travel	-	233
Federal Court Legal Costs	200,000	-
	<u>221,752</u>	<u>35,388</u>
<b>NOTE 6 : National Council Costs</b>		
Sustentation Fees	800,170	757,278
National Council Funding	16,666	8,168
	<u>816,836</u>	<u>765,446</u>
<b>NOTE 7 : Cash and cash equivalents</b>		
Canberra Imprest - cash at bank	2,300	2,300
Petty Cash Canberra - cash on hand	100	100
General Account - ANZ short term bank deposits	18,402	6,589
Secretary's Imprest Account - ANZ	2,155	2,800
Distress & Mortality Account - ANZ	13,784	21,232
Sustenance Assistance Account - ANZ	332	476
	<u>37,073</u>	<u>33,497</u>
Bank Bills, Short Term Deposits and Treasury Bonds at Cost - Chifley	1,369,592	1,317,450
	<u>1,406,665</u>	<u>1,350,947</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
<b>NOTE 8 : Trade and other receivables</b>		
Prepayments	73,209	116,878
Sustenance Assistance Fund	1,136,084	1,083,699
ETU of Australia NSW – Loan Account	774,562	801,268
Distress & Mortality Fund	472,283	424,448
	<u>2,456,138</u>	<u>2,426,293</u>
<b>NOTE 9 : Trade and other receivables</b>		
Due from ETU of Australia (NSW Branch)	1,300,000	1,300,000
	<u>1,300,000</u>	<u>1,300,000</u>
<b>NOTE 10 : Property, Plant and Equipment</b>		
Pitt Street Property –(Independent Valuation in 2009)	3,300,000	3,300,000
Wollongong Property – (Independent Valuation in 2009)	400,000	400,000
Rhodes Property, Fixtures & Fittings Share – (Independent Valuation in 2009)	3,240,741	3,240,741
Less : Provision for Depreciation	(144,444)	(96,298)
	<u>6,796,297</u>	<u>6,844,445</u>
<b>NOTE 11 : Trade and Other Payables</b>		
Trade Payables	362,986	772,934
	<u>362,986</u>	<u>772,934</u>
<b>NOTE 12 : Provisions</b>		
Federal Court Legal Costs	200,000	-
	<u>200,000</u>	<u>-</u>
<b>NOTE 13 : Trade and Other Payables</b>		
Mortgage Loan – ETU of Aust.(NSW)	1,573,000	1,573,000
	<u>1,573,000</u>	<u>1,573,000</u>
<b>NOTE 14 : Cash Flow Information</b>		
Reconciliation of cash flow from operations with operating surplus		
	2011	2010
	\$	\$
Operating surplus	247,363	236,531
Cash flows excluded from surplus attributable to operating activities		
Non-cash flows in surplus:		
- Depreciation	48,148	48,148
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries:		
- Increase/(decrease) in trade and other payables	(29,053)	607,053
- Increase in receivables	(29,845)	(617,965)
	<u>236,613</u>	<u>273,767</u>
<b>NOTE 15: Capital and Leasing Commitments</b>		
There was no material capital commitment as at balance date.		
<b>NOTE 16: Contingent Assets and Liabilities</b>		
There were no known material contingent assets or liabilities as at balance date or at the date of this report		
<b>NOTE 17: Events after the Reporting Period</b>		
There were no events subsequent to balance date and up to the date of this report		

**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

**NOTE 18: Related Party Transactions**

The people who held a position on the Executive Committee during the period ended 31 December 2011 were:

J. MacFadyen	B. Riordan	W. Maxwell
M. Stylli	P. Oswald	G. Potter
P. Henne	M. Buttigieg	C. Harris
N. Betts		

**NOTE 19: Contributions collected by the ETU (NSW)**

All money collected by the Electrical Trades Union of Australia (NSW Branch) for members' contributions, subscriptions, fines, levies, fees or dues owing are also held to be contributions, subscriptions, fines, levies, fees or dues collected on behalf of the CEPU Electrical Division NSW Branch.

**NOTE 20 : Financial risk management**

The association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, and leases.

The total for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	NOTE	2011 \$	2010 \$
<b>Financial Assets</b>			
Cash and cash equivalents	7	1,406,665	1,350,947
Trade and other receivables	8	2,456,138	2,426,293
Trade and other receivables		1,300,000	1,300,000
Total financial assets		<u>5,162,803</u>	<u>5,077,240</u>
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost:			
Trade and other payables	11	362,986	772,934
Trade and other payables	13	1,573,000	1,573,000
Total financial liabilities		<u>1,935,986</u>	<u>2,345,934</u>

**Financial Risk Management Policies**

The association's treasurer is responsible for, among other issues, monitoring and managing financial risk exposures of the association. The treasurer monitors the association's transactions and reviews the effectiveness of controls relating to credit risk, financial risk and interest rate risk. Discussions on monitoring and managing financial risk exposures are held bi-monthly and minuted by the committee of management.

The treasurer's overall risk management strategy seeks to ensure that the association meets its financial target, whilst minimising potential adverse effects of cash flow shortfalls.

**Specific Financial Risk Exposures and Management**

The main risks the association is exposed to through its financial instruments are credit risk, liquidity risk and market risk relating to interest rate risk and equity price risk.

**a. Credit Risk**

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the association.

Credit risk is managed through maintaining procedures (such as the utilisation of systems for the approval, granting and removal of credit limits, regular monitoring of exposure against such limits and monitoring of the financial stability of significant customers and counterparties) ensuring, to the extent possible, that members and counterparties to transactions are of sound credit worthiness.

Risk is also minimised through investing surplus funds in financial institutions that maintain a high credit rating or in entities that the committee has otherwise cleared as being financially sound.

*Credit risk exposure*

The maximum exposure to credit risk by class of recognised financial assets at the end of the reporting period is equivalent to the carrying value and classification of those financial assets (net of any provisions) as presented in the statement of financial position.

There is no collateral held by the association securing trade and other receivables.

Trade and other receivables that are neither past due or impaired are considered to be of high credit quality. Aggregates of such amounts are as detailed at Note 8.

The association has no significant concentration of credit risk with any single counterparty or group of counterparties. Details with respect to credit risk of trade and other receivables are provided in Note 8.



**C.E.P.U. ELECTRICAL DIVISION N.S.W. GENERAL FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

**b. Liquidity risk**

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

- Preparing forward-looking cash flow analysis in relation to its operational, investing and financing activities;
- Only investing surplus cash with major financial institutions; and
- Proactively monitoring the recovery of unpaid subscriptions.

The table below reflects an undiscounted contractual maturity analysis for financial liabilities.

Cash flows realised from financial assets reflect management's expectation as to the timing of realisation. Actual timing may therefore differ from that disclosed. The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates.

*Interest rate risk*

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

	Within 1 Year		1 to 5 Years		Total	
	2011	2010	2011	2010	2011	2010
	\$	\$	\$	\$	\$	\$
<b>Financial liabilities due for payment</b>						
Trade and other payables	362,986	772,934	1,573,000	1,573,000	1,935,986	2,345,934
Hire purchase liabilities	-	-	-	-	-	-
<b>Total expected outflows</b>	<b>362,986</b>	<b>772,934</b>	<b>1,573,000</b>	<b>1,573,000</b>	<b>1,935,986</b>	<b>2,345,934</b>
<b>Financial assets - cash flows realised</b>						
Cash and cash equivalents	1,406,665	1,350,947	-	-	1,406,665	1,350,947
Trade and other receivables	2,456,138	2,426,293	1,300,000	1,300,000	3,756,138	3,726,293
<b>Total anticipated inflows</b>	<b>3,862,803</b>	<b>3,777,240</b>	<b>1,300,000</b>	<b>1,300,000</b>	<b>5,162,803</b>	<b>5,077,240</b>
<b>Net (outflow)/inflow on financial instruments</b>	<b>3,499,817</b>	<b>3,004,306</b>	<b>- 273,000</b>	<b>- 273,000</b>	<b>3,226,817</b>	<b>2,731,306</b>

*Financial assets pledged as collateral*

No financial assets have been pledged as security for any financial liability.

**c. Market risk**

*i. Interest rate risk*

Exposure to interest rate arises on financial assets and financial liabilities recognised at the end of the reporting period whereby a future change in interest rates will affect future cash flows.

*ii. Price risk*

Price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices of securities held.

The association is exposed to securities price risk on available-for-sale investments. Such risk is managed through diversification of investments across industries and geographic locations.

The association's investments are held in diversified management fund portfolios.

**Net Fair values**

The net fair values of the assets and liabilities approximate their carrying amount, because of their short term to maturity. No financial assets and financial liabilities are readily traded on organised markets in standardised form. Financial assets where the carrying amount exceeds net fair values have not been written down as the Union intends to hold these assets to maturity. The aggregate net fair values and carrying amounts of the financial assets and financial liabilities are disclosed in the Balance sheet and in the Notes to the Financial Statements.

**C.E.P.U. ELECTRICAL DIVISION N.S.W. DISTRESS AND MORTALITY FUND**  
**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
Revenue	2	57,900	62,223
Administration & Financial Costs		(8,717)	(8,787)
Distress & Mortality Grants		(82,700)	(66,600)
Surplus for the year		(33,517)	(13,164)
Accumulated Funds from Previous Year		6,253	19,417
Total comprehensive income attributable to the members		(27,264)	6,253

**C.E.P.U. ELECTRICAL DIVISION N.S.W. DISTRESS AND MORTALITY FUND**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	376,103	361,785
Trade and other receivables	4	68,916	68,916
<b>TOTAL CURRENT ASSETS</b>		445,019	430,701
<b>TOTAL ASSETS</b>		445,019	430,701
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	472,283	424,448
<b>TOTAL CURRENT LIABILITIES</b>		472,283	424,448
<b>TOTAL LIABILITIES</b>		472,283	424,448
<b>NET ASSETS</b>		(27,264)	6,253
<b>EQUITY</b>			
Accumulated surplus at the end of the financial year		(27,264)	6,253
<b>TOTAL EQUITY</b>		(27,264)	6,253

**C.E.P.U. ELECTRICAL DIVISION N.S.W. DISTRESS AND MORTALITY FUND**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2011	6,253		6,253
Surplus attributable to the members	(33,517)	-	(33,517)
Balance at 31 December 2011	(27,264)	-	(27,264)

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2010	19,417		19,417
Surplus attributable to the members	(13,164)	-	(13,164)
Balance at 31 December 2010	6,253	-	6,253

**C.E.P.U. ELECTRICAL DIVISION N.S.W. DISTRESS AND MORTALITY FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

2011	2010
\$	\$

**NOTE 2 : Revenue and Other Income**

Members Levies	43,582	44,046
Interest Received	5,715	6,209
Capital Gain on Investments	8,603	11,968
	57,900	62,223

**NOTE 3 : Cash and cash equivalents**

Bank Bills, Short Term Deposits and Treasury Bonds at Cost - Chifley	376,103	361,785
	376,103	361,785

**NOTE 4 : Trade and Other Receivables**

Current Account – D&M Supplementation Fund	68,916	68,916
	68,916	68,916

**NOTE 5 : Trade and other payables**

Current Account – General Fund	472,283	424,448
	472,283	424,448

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - DISTRESS AND MORTALITY SUPPLEMENTATION FUND**  
**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
Revenue	2	3,958	5,290
Administration & Financial Costs		(3,958)	(5,290)
Surplus for the year		-	-
Accumulated Funds from Previous Year		100,000	100,000
Total comprehensive income attributable to the members		100,000	100,000

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - DISTRESS AND MORTALITY SUPPLEMENTATION FUND**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	100,000	100,000
Trade and other receivables	4	68,916	68,916
<b>TOTAL CURRENT ASSETS</b>		<b>168,916</b>	<b>168,916</b>
<b>TOTAL ASSETS</b>		<b>168,916</b>	<b>168,916</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	68,916	68,916
<b>TOTAL CURRENT LIABILITIES</b>		<b>68,916</b>	<b>68,916</b>
<b>TOTAL LIABILITIES</b>		<b>68,916</b>	<b>68,916</b>
<b>NET ASSETS</b>		<b>100,000</b>	<b>100,000</b>
<b>EQUITY</b>			
Accumulated surplus at the end of the financial year		100,000	100,000
<b>TOTAL EQUITY</b>		<b>100,000</b>	<b>100,000</b>

**C.E.P.U. ELECTRICAL DIVISION N.S.W.**  
**C.E.P.U. ELECTRICAL DIVISION N.S.W. - DISTRESS AND MORTALITY SUPPLEMENTATION FUND**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2011	100,000		100,000
Surplus attributable to the members	-	-	-
Balance at 31 December 2011	100,000	-	100,000

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2010	100,000		100,000
Surplus attributable to the members	-	-	-
Balance at 31 December 2010	100,000	-	100,000

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - DISTRESS AND MORTALITY SUPPLEMENTATION FUND**

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

	2011	2010
	\$	\$
<b>NOTE 2 : Revenue and Other Income</b>		
Interest Received	1,580	1,807
Capital Gain on Investments	2,378	3,483
	<u>3,958</u>	<u>5,290</u>
 <b>NOTE 3 : Cash and cash equivalents</b>		
Bank Bills, Short Term Deposits and Treasury Bonds at Cost - Chifley	100,000	100,000
	<u>100,000</u>	<u>100,000</u>
 <b>NOTE 4 :Trade and Other Receivables</b>		
ETU of Australia NSW Branch	68,916	68,916
	<u>68,916</u>	<u>68,916</u>
 <b>NOTE 5 : Trade and other payables</b>		
CEPU Electrical Division NSW Branch – Distress & Mortality Fund	68,916	68,916
	<u>68,916</u>	<u>68,916</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. SUSTENANCE ASSISTANCE FUND**  
**STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
Revenue	2	53,585	67,264
Administration & Financial Costs		(52,985)	(67,264)
Industrial	3	-	(8,450)
Total comprehensive income attributable to the members		<u>600</u>	<u>(8,450)</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - SUSTENANCE ASSISTANCE FUND**  
**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011**

		2011	2010
	NOTE	\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	1,391,747	1,338,762
Trade and other receivables	5	131,499	131,499
TOTAL CURRENT ASSETS		<u>1,523,246</u>	<u>1,470,261</u>
TOTAL ASSETS		<u>1,523,246</u>	<u>1,470,261</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	6	1,136,084	1,083,699
TOTAL CURRENT LIABILITIES		<u>1,136,084</u>	<u>1,083,699</u>
TOTAL LIABILITIES		<u>1,136,084</u>	<u>1,083,699</u>
NET ASSETS		<u>387,162</u>	<u>386,562</u>
<b>EQUITY</b>			
Accumulated surplus at the end of the financial year		387,162	386,562
TOTAL EQUITY		<u>387,162</u>	<u>386,562</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - SUSTENANCE ASSISTANCE FUND**  
**STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2011	100,000		100,000
Surplus attributable to the members	-	-	-
Balance at 31 December 2011	<u>100,000</u>	<u>-</u>	<u>100,000</u>
	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance at 1 January 2010	100,000		100,000
Surplus attributable to the members	-	-	-
Balance at 31 December 2010	<u>100,000</u>	<u>-</u>	<u>100,000</u>

**C.E.P.U. ELECTRICAL DIVISION N.S.W. - SUSTENANCE ASSISTANCE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011**

	2011	2010
	\$	\$
<b>NOTE 2 : Revenue and Other Income</b>		
Interest Received	21,150	22,976
Capital Gain on Investments	31,835	44,288
Payment Returned	600	-
	<u>53,585</u>	<u>67,264</u>
 <b>NOTE 3 : Industrial</b>		
Sustenance Assistance	-	8,450
	<u>-</u>	<u>8,450</u>
 <b>NOTE 4 : Cash and cash equivalents</b>		
Bank Bills, Short Term Deposits and Treasury Bonds at Cost – Chifley	1,391,747	1,338,762
	<u>1,391,747</u>	<u>1,338,762</u>
 <b>NOTE 5 : Trade and other receivables</b>		
ETU of Australia NSW Branch	131,499	131,499
	<u>131,499</u>	<u>131,499</u>
 <b>NOTE 6 : Trade and other payables</b>		
Current Account – CEPU	1,136,084	1,083,699
	<u>1,136,084</u>	<u>1,083,699</u>