



AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6666
Fax: (02) 9380 6990

Mr J Sutton
Secretary, Construction & General Division
Construction, Forestry, Mining & Energy Union
PO Box Q235
Queen Victoria Building PO
SYDNEY NSW 1230

Dear Mr Sutton

Re: Construction & General Division, Divisional Office- Construction, Forestry, Mining & Energy Union Outstanding Financial Documents - *Workplace Relations Act 1996*

There is no record of lodgment in the Industrial Registry of the auditor's report, accounts and statements of the abovenamed body, prepared in accordance with Part IX, Division 11 of the *Workplace Relations Act 1996* ('the Act'), for the year ended 31 December 2001.

An organisation registered under the Act or a branch of such an organisation is required after the end of its financial year to prepare accounts and statements, obtain a report from the auditor, provide copies of the auditor's report, accounts and statements to its members, present the auditor's report, accounts and statements to a meeting of members or committee of management, and lodge copies in the Industrial Registry. Having in mind the time-scales allowed by the Act to complete each of these steps, lodgment of the required documents would, in the normal course, be expected before now.

Therefore, I request your written advice **by Friday 1 November 2002** as to when each of the following steps is expected to be completed:-

1. preparation of the accounts and statements in compliance with section 273
2. making of the audit report in compliance with section 276(4)
3. provision of copies of the auditor's report, accounts and statements to the members in compliance with sections 279(1) and (3)
4. presentation of the financial documents to a meeting of the members or the committee of management in compliance with sections 279(6) and (7) (*following provision of copies to the members as per step 3 above*)
5. lodgment of copies of the financial documents in the Industrial Registry under cover of a certificate by you in compliance with section 280(1) - such certificate should confirm that the documents so lodged are copies of the documents presented to the meeting referred to in step 4 above - the type of meeting and the date when it was held should be specified

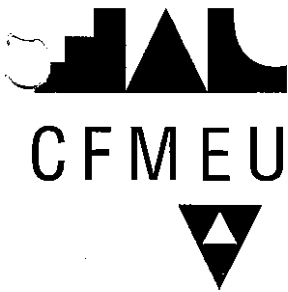
If you wish to discuss this letter you may contact me on (02) 8374 6618.

Yours sincerely

Belinda Penna

Belinda Penna
for Deputy Industrial Registrar

16 October 2002



29th October 2002



CONSTRUCTION

FORESTRY

MINING

ENERGY

UNION

Deputy Industrial Registrar
Australian Industrial Registry
Level 8
80 William Street
Sydney 2011

Attn : Ms B Penna

Dear Madam

Re: CFMEU - C & G Division
Accounts Year Ending 13 December 2001

We refer to your letter dated 16th October 2002.

We wish to advise that steps 1 to 3 referred to in your letter have been taken with respect to the accounts referred to above. These accounts will be presented to the next meeting of our Divisional Executive in November, 2002 and lodged with the Registry shortly thereafter.

Yours faithfully

JOHN SUTTON
National Secretary



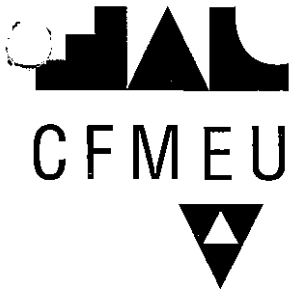
CONSTRUCTION &
GENERAL DIVISION
ABN 46 243 168 565

FEDERAL OFFICE
LEVEL 2
15 WENTWORTH AVENUE
SYDNEY NSW 2000

PO BOX Q235
QUEEN VICTORIA BLDG
POST OFFICE
SYDNEY NSW 1230

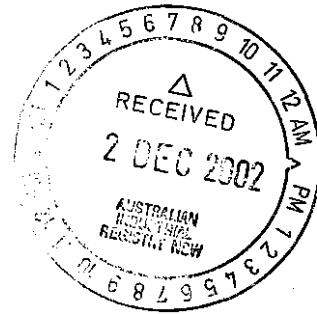
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FAX: (02) 9267 8863
E-MAIL:
queries@fed.cfmeu.asn.au

WEB:
www.cfmeu.asn.au/construction



TR/nd.returns

28th November, 2002



CONSTRUCTION

FORESTRY

MINING

ENERGY

UNION

Industrial Registrar
Australian Industrial Registry
Level 8
80 William Street
SYDNEY NSW 2011

Dear Sir/Madam,

Re: Financial Returns

Please find enclosed herewith the financial returns of the Construction Forestry Mining and Energy Union, Construction & General Division, National Office, for the year ending 31st December, 2001.

Please confirm receipt at your earliest convenience.

Yours faithfully,

TOM ROBERTS
National Industrial Officer

Encl.



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GENERAL DIVISION
ABN 46 243 168 565

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Construction, Forestry, Mining and Energy Union

(Construction and General Division, National Office)

FOR THE YEAR ENDED 31 DECEMBER, 2001.

SECRETARY'S CERTIFICATE

Pursuant to Section 280 (1) of the *Workplace Relations Act 1996*, I, John Sutton certify that the auditor's report, accounts and statements of the Construction, Forestry, Mining and Energy Union (Construction and General Division National Office) for the year ended 31 December, 2001, annexed hereto, are copies of the documents presented to the meeting of the Divisional Executive on 15 November, 2002.



Divisional Secretary
CFMEU
Construction & General Division

21/11/02
Date

**CONSTRUCTION FORESTRY MINING AND ENERGY UNION
CONSTRUCTION AND GENERAL DIVISION -- NATIONAL OFFICE**

**FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2001**

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ACCOUNTING OFFICER'S CERTIFICATE

I, **JOHN SUTTON**, being the Officer responsible for keeping the accounting records of the Construction Forestry Mining and Energy Union, Construction and General Division - National Office ("the Union"), certify that as at 31 December 2001, the number of members of the Union was 63,341.

In my opinion,

- (i) The attached financial report shows a true and fair view of the financial affairs of the Union as at 31 December 2001.
- (ii) A record has been kept of all monies paid by, or collected from members and all monies so paid or collected have been credited to the bank account to which those monies are to be credited, in accordance with the rules of the Union.
- (iii) Before any expenditure was incurred by the Union, approval of the incurring of the expenditure was obtained in accordance with the rules of the Union.
- (iv) With regard to funds of the Union raised by compulsory levies or voluntary contributions from members, or funds other than the General Fund operated in accordance with the rules, no payments were made out of any such fund for purposes other than those for which the fund was operated.
- (v) No loans or other financial benefits, other than remuneration in respect of their full-time employment with the Union, were made to persons holding office in the Union.
- (vi) The register of members of the Union was maintained in accordance with the Workplace Relations Act, 1996.



.....
JOHN SUTTON

Dated this 22nd day of August 2002.

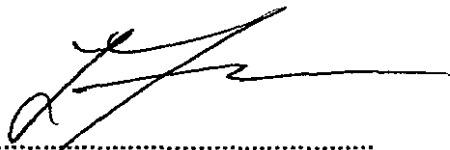
COMMITTEE OF MANAGERMENTS' CERTIFICATE

We, **JOHN SUTTON** and **LINDSAY FRASER**, being two members of the Committee of Management of the Construction Forestry Mining and Energy Union, Construction and General Division – National Office ("the Union"), do state on behalf of the Committee, and in accordance with a resolution passed by the Committee that:

- (i) In the opinion of the Committee of Management, the attached financial report shows a true and fair view of the financial affairs of the Union as at 31 December 2001.
- (ii) In the opinion of the Committee of Management, meetings of the Committee were held during the year ended 31 December 2001 in accordance with the rules of the Union.
- (iii) To the knowledge of any member of the Committee, there have been no instances where records of the Union or other documents [not being documents containing information made available to a member of the Union under Sub-Section 274(2) of the Workplace Relations Act 1996], or copies of these records or documents, or copies of the rules of the Union, have not been furnished, or made available to members in accordance with the requirements of the Workplace Relations Act, 1996, the Regulations thereto, or the rules of the Union; and
- (iv) The Union has complied with Sub-Sections 279 (1) and 279 (6) of the Act in relation to the financial report in respect of the year ended 31 December 2001 and the Independent Audit Report thereon.



.....
JOHN SUTTON



.....
LINDSAY FRASER

Dated this 22nd day of August 2002.

INDEPENDENT AUDIT REPORT TO THE MEMBERS

SCOPE

We have audited the financial report of the Construction Forestry Mining and Energy Union, Construction and General Division – National Office ("the Union"), for the year ended 31 December 2001 as set out on pages 4 to 14. The Union's Committee of Management and Accounting Officer are responsible for the preparation and presentation of the financial report and the information it contains. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Union.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with applicable accounting standards, other mandatory professional reporting requirements and statutory requirements, so as to present a view of the Union, which is consistent with our understanding of the Union's financial position and the results of its operations and cash flows.

The audit opinion expressed in this report has been formed on the above basis.

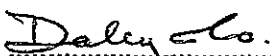
AUDIT OPINION

We have received all the information and explanations required for the purposes of our audit.

In our opinion:

- (a) Satisfactory accounting records have been kept by the Union so far as appears from our examination of these books, including:
 - (i) records of the sources and nature of the income of the Union (including income from members); and
 - (ii) records of the nature and purpose of the expenditure of the Union.
- (b) The financial report required to be prepared under Section 273 of the Workplace Relations Act 1996 has been properly drawn up so as to give a true and fair view of:
 - (i) the financial affairs of the Union as at 31 December 2001; and
 - (ii) the income and expenditure, and result of the Union for the year ended on that date.
- (c) The financial report has been prepared in accordance with Accounting Standards and other mandatory professional reporting requirements.

We have where necessary, obtained all the information and explanations that, to the best of our knowledge and belief, were necessary for the purposes of our audit.


.....
DALEY & CO
Chartered Accountants
98 Kembla Street
Wollongong NSW 2500


.....
M L Gleeson
Registered Company Auditor

Dated this day of 2002.

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2001**

	NOTE	2001 \$	2000 \$
Revenue from Ordinary Activities	3(a)	<u>3,058,553</u>	<u>3,927,047</u>
Expenses from Ordinary Activities			
Wages and Related Costs		937,554	900,205
Depreciation and Amortisation Expenses		90,622	99,980
Other Expenses		2,129,735	1,883,154
Written Down Value of Assets Sold		316,161	754,400
		<u>3,474,072</u>	<u>3,637,739</u>
Net (Loss)/Profit from Ordinary Activities Attributable to Members		<u>(415,519)</u>	<u>289,308</u>

The accompanying notes form part of this financial report

**STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2001**

	NOTE	2001 \$	2000 \$
CURRENT ASSETS			
Cash	4	413,018	985,452
Receivables	5	1,944,701	812,728
Investments	6(a)	2,904,032	3,491,500
Other	7	46,776	32,486
TOTAL CURRENT ASSETS		<u>5,308,527</u>	<u>5,322,166</u>
NON-CURRENT ASSETS			
Investments	6(b)	2,298,659	2,305,113
Property, Plant and Equipment	8	714,294	1,039,180
Other – Tasmanian Branch Loan		160,970	160,970
TOTAL NON-CURRENT ASSETS		<u>3,173,923</u>	<u>3,505,263</u>
TOTAL ASSETS		<u>8,482,450</u>	<u>8,827,429</u>
CURRENT LIABILITIES			
Accounts Payable	9	406,185	354,668
Provisions	10	688,957	675,918
Other	11	172,689	166,705
TOTAL CURRENT LIABILITIES		<u>1,267,831</u>	<u>1,197,291</u>
TOTAL LIABILITIES		<u>1,267,831</u>	<u>1,197,291</u>
NET ASSETS		<u>7,214,619</u>	<u>7,630,138</u>
ACCUMULATED FUNDS			
Accumulated Members' Funds	13	<u>7,214,619</u>	<u>7,630,138</u>

The accompanying notes form part of this financial report

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	NOTE	2001 \$	2000 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Membership Levies		1,476,648	2,404,379
Interest Received		205,808	280,200
Trust Distributions		-	98,000
Sundry Income		95,515	24,303
Payments to Suppliers and Employees		(3,120,448)	(2,573,856)
NET CASH (USED IN) / PROVIDED BY OPERATING ACTIVITIES	16(b)	(1,342,477)	233,026
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from Sale of Property, Plant and Equipment		252,034	1,000,000
Proceeds from Redemption of Investments		587,468	1,755,780
Purchase of Property, Plant and Equipment		(81,897)	(34,281)
Advances to Trust (Scanrock P/L)		(49,182)	(2,305,113)
Proceeds from Trust (Scanrock P/L)		55,636	-
NET CASH PROVIDED BY INVESTING ACTIVITIES		764,059	416,386
CASH FLOWS FROM FINANCING ACTIVITIES			
Construction Training Fund Receipts		5,984	6,556
NET INCREASE (DECREASE) IN CASH HELD		(572,434)	655,968
CASH AT THE START OF YEAR		985,452	329,484
CASH AT THE END OF YEAR	16(a)	413,018	985,452

The accompanying notes form part of this financial report

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2001

1. STATEMENT OF ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with applicable Accounting Standards, Urgent Issues Group Consensus Views, other pronouncements of the Australian Accounting Standards Board and the requirements of the Workplace Relations Act, 1966.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values, or except where stated, current valuations of non-current assets. Cost is based on fair values of the consideration given in exchange for assets. The accounting policies adopted have been consistently applied, unless otherwise stated.

The following is a summary of the material accounting policies adopted by the Union in the preparation of the financial report:

(a) PROPERTY, PLANT & EQUIPMENT

The Union has applied the revised AASB1041 Revaluation of Non-Current Assets for the first time from 1 January 2001. This standard requires each class of non-current asset to be measured on either the cost or fair value basis. The application of this accounting policy has had no effect upon the statement of financial performance or position.

The Union has continued to apply the cost basis for measuring its fixed assets. Property, plant & equipment are measured on the cost basis. The carrying amount of property, plant and equipment is reviewed periodically to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated over their useful lives to the Union commencing from the time the asset is held ready for use. Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The gain or loss on disposal of all fixed assets is determined as the difference between the carrying amount of the asset at the time of disposal and the proceeds of disposal.

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

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Buildings	2%
Leasehold Improvements	50%
Office Furniture and Equipment	10%
Renovations	20%
Computer Equipment	20%
Motor Vehicles	15%

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

1. STATEMENT OF ACCOUNTING POLICIES

(Continued)

(b) EMPLOYEE ENTITLEMENTS

Provision is made in respect of the Union's liability for annual leave, accrued redundancy leave and long service leave arising from services rendered by officers and employees to balance date. Long service leave is accrued in respect of all officers and employees from employment date. Related on-costs are included in these provisions.

Contributions are made to employee superannuation funds and are charged as expenses when incurred.

(c) INCOME TAX

No provision for income tax is necessary, as the Union (being a registered Industrial Trade Union) is exempt from tax under s.50-15 of the Income Tax Assessment Act.

(d) RECLASSIFICATION OF FINANCIAL INFORMATION

Some line items and sub-totals reported in the previous financial year have been reclassified and repositioned in the financial statements as a result of the first time application on 1 January 2001 of the revised standards AASB 1018 Statement of Financial Performance, AASB 1034 Financial Report Presentation and Disclosures and the new AASB 1040 Statement of Financial Position. Adoption of these standards has resulted in the transfer of the reconciliation of opening to closing accumulated funds from the face of the statement of financial performance to Note 10.

2. INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act, 1996 the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of Section 274 which read as follows:

- (a) A member of an organisation, or a Registrar, may apply to the organisation for specified prescribed information in relation to the organisation.
- (b) An organisation shall, on application made under sub-section (1) by a member of the organisation or a Registrar, make the specified information available to the member or Registrar in such manner, and within such time, as is prescribed.
- (c) A Registrar may only make an application under sub-section (1) at the request of a member of the organisation concerned, and the Registrar shall provide to a member information received because of an application made at the request of the member.

**NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001	2000
	\$	\$
3. OPERATING PROFIT FROM ORDINARY ACTIVITIES		
Profit from ordinary activities is arrived at after taking into account:		
(a) REVENUE:		
<i>Operating Activities</i>		
Membership Levies	2,472,316	2,450,598
Interest Received	191,037	281,457
Computer Costs Reimbursed	45,164	7,349
Distributions - Scanrock	-	98,000
Meetings & Conferences	18,164	24,485
Legal Recoveries	6,011	19,689
Attendance Fees	42,434	39,935
Wages Reimbursements	31,393	1,200
Other Income	-	4,334
	<u>2,806,519</u>	<u>2,927,047</u>
<i>Non-Operating Activities</i>		
Proceeds from Sale of Assets	<u>252,034</u>	<u>1,000,000</u>
	<u>3,058,553</u>	<u>3,927,047</u>
(b) EXPENSES		
Depreciation of Non-Current Assets		
Buildings	12,226	13,816
Plant & Equipment	78,396	52,248
Total Depreciation	<u>90,622</u>	<u>66,064</u>
Amortisation Expense	33,916	33,916
Movements in Employee Entitlements	9,154	73,692
Written - Down Value of Assets Sold	316,161	754,400
Remuneration of Auditors		
- Auditing the Financial Report	9,100	8,775
- Other Services	6,344	8,428
	<u>15,444</u>	<u>17,203</u>
Legal Expenses	371,664	156,940
4. CASH		
Deposits at Call	223,429	618,383
Cash on Hand	1,500	1,500
Cash at Bank – Main Account	15,400	198,864
Cash at Bank - Other	172,689	166,705
	<u>413,018</u>	<u>985,452</u>

**NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2001**

	NOTE	2001 \$	2000 \$
5. RECEIVABLES			
Current			
Debtors		102,042	106,921
Less: Provision for Doubtful Debts		11,000	-
		<u>91,042</u>	<u>106,921</u>
Interest Receivable		13,023	27,794
		<u>104,065</u>	<u>134,715</u>
Amounts due from Branches – Membership Levies	12	1,840,636	678,013
		<u>1,944,701</u>	<u>812,728</u>
6. INVESTMENTS			
(a) Current			
Commercial Bank Bills *		<u>2,904,032</u>	<u>3,491,500</u>
* Includes \$257,826 (2000 \$251,945) set aside to cover LSL, and Redundancy Liabilities.			
(b) Non Current			
Shares in Unlisted Company – At Cost		<u>2,298,659</u>	<u>2,305,113</u>
7. OTHER CURRENT ASSETS			
Prepayments		<u>46,776</u>	<u>32,486</u>
8. PROPERTY, PLANT & EQUIPMENT			
Land and Buildings – At Cost			
Land		<u>250,000</u>	<u>320,200</u>
Buildings		500,000	690,800
Less Accumulated Depreciation		107,500	105,132
		<u>392,500</u>	<u>585,668</u>
Less Provision for Diminution in Value - Note 7(a)		66,375	66,375
		<u>326,125</u>	<u>519,293</u>
Office Furniture and Equipment - At Cost		122,250	297,719
Less Accumulated Depreciation		71,671	245,644
		<u>50,579</u>	<u>52,075</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001 \$	2000 \$
8. PROPERTY, PLANT & EQUIPMENT		
<i>(Continued)</i>		
Renovations - At Cost	-	144,785
Less Accumulated Depreciation	-	144,785
	<u>-</u>	<u>-</u>
Computer Equipment - At Cost	81,377	81,377
Less Accumulated Depreciation	68,567	57,879
	<u>12,810</u>	<u>23,498</u>
Motor Vehicles - At Cost	90,402	130,297
Less Accumulated Depreciation	15,622	40,099
	<u>74,780</u>	<u>90,198</u>
Leasehold Improvements – At Cost		
Wentworth Avenue	67,832	67,832
Less Accumulated Amortisation	67,832	33,916
	<u>-</u>	<u>33,916</u>
TOTAL PROPERTY, PLANT AND EQUIPMENT	<u>714,294</u>	<u>1,039,180</u>

(a) As a consequence of an independent valuation of the Swanston St property, Carlton South by Valuers Landmark White in April, 2000, the value of this property has been reduced by \$66,375. The valuation was done on a market value basis.

(b) Movements In Carrying Amounts

Movements in the carrying amounts (written down values) for each class of property, plant and equipment between the start and end of the current financial year.

	Land & Buildings \$	Furniture, Fittings & Equipment \$	Motor Vehicles \$	Total \$
Balance at Start of Year	839,493	109,489	90,198	1,039,180
Additions	-	24,673	57,224	(81,897)
Disposals	(251,142)	(11,200)	(53,819)	(316,161)
Amort/Depreciation Expense	(12,226)	(59,573)	(18,823)	(90,622)
Balance at End of Year	<u>576,125</u>	<u>63,389</u>	<u>74,780</u>	<u>714,294</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001 \$	2000 \$
9. ACCOUNTS PAYABLE		
Trade Creditors and Accruals	<u>406,185</u>	<u>354,668</u>
10. PROVISIONS		
Provision for Annual Leave	227,247	223,973
Provision for Long Service Leave	223,580	221,638
Provision for Redundancy	38,130	30,307
Provision – Other	<u>200,000</u>	<u>200,000</u>
	<u>688,957</u>	<u>675,918</u>
11. OTHER LIABILITIES		
Borrowings		
Funds Held in Trust	<u>172,689</u>	<u>166,705</u>

12. AMOUNTS DUE FROM BRANCHES - MEMBERSHIP LEVIES (INCL GST)

	BALANCE OWING 1/1/01 \$	ADD AMOUNTS CHARGED \$	LESS CASH RECEIVED \$	BALANCE OWING 31/12/01 \$
New South Wales	223,441	785,146	775,902	232,685
Victoria	38,139	856,314	-	894,453
Queensland	180,111	360,688	434,111	106,688
South Australia	30,446	99,458	79,330	50,574
Western Australia	90,721	272,991	90,714	272,998
Tasmania	15,003	30,212	32,780	12,435
Australian Capital Territory	2,857	58,416	74,620	(13,347)
Clay and Ceramics Division	34,269	58,969	69,469	23,769
Queensland Labourers	63,026	197,355	-	260,381
TOTAL	<u>678,013</u>	<u>2,719,549</u>	<u>1,556,926</u>	<u>1,840,636</u>

The amount of GST included in the "Amounts Charged" is \$247,232 (2000: \$128,440).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001	2000
	\$	\$
13. ACCUMULATED PROFITS		
Retained Profits at Start of Year	7,630,138	7,340,831
Net Surplus/(Deficit) attributable to Members	(415,519)	289,307
Retained Profits at End of Year	<u>7,214,619</u>	<u>7,630,138</u>

14. SCANROCK PTY LIMITED

In December 1993 the company Scanrock Pty Limited was established to act as trustee of a joint venture between the CFMEU Construction and General Division National Office, the CFMEU United Mine Workers Division and the CFMEU Construction and General Division NSW Branch.

The Trust was established for the purpose of purchasing the former FEDFA building at 424 Upper Roma Street, Brisbane. During the year the Brisbane property was sold, and a building was acquired in Regent Street, Sydney.

15. CONTINGENT LIABILITY

Pursuant to Section 7 of the BLF (De-Recognition Act, 1985) and pursuant to an Order in Council made thereunder, a Custodian was appointed by the Victorian Government on 13 October 1987. The Custodian seized all funds and property of the BLF and placed a Queen's Caveat over the land and buildings held in the name of the Trustees of the BLF.

On the 30 March 1994, the BLF merged into the CFMEU and proceedings in the Industrial Relations Court of Australia taken by, or on behalf of, the CFMEU determined that the assets of the former BTF, including title in funds and real estate passed on that merger to the CFMEU. An appeal by the Victorian Government to the High Court was successful and further proceedings resulted in which a Full Court of the Industrial Relations Court of Australia determined that the funds did not so pass. An appeal was lodged by the CFMEU to that finding.

Before the appeal, or leave to appeal, could be determined, the Victorian Government issued another Order in Council granting to the Custodian the power to determine to whom the funds and property previously seized should be distributed. Pursuant to that further Order in Council, the Custodian has determined that the funds and assets ought to be distributed to the CFMEU.

Two sets of proceedings are extant. The CFMEU appeal to the High Court has not yet been determined or withdrawn. The proceedings by certain respondents to the above proceedings seeking the recovery of funds has not been finalised. Each of those matters are likely to be finalised and the final destination of the funds and property made certain in the ensuing 12 month period.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

		2001	2000
		\$	\$
16. STATEMENT OF CASHFLOWS			
(a) RECONCILIATION OF CASH			
For the purposes of this statement of cash flows, cash includes cash on hand and at call deposits with banks and other financial institutions. Cash at end of the financial year as shown in the Statement of Cash Flows is reconciled to items in the Statement of Financial Position as follows:			
Cash	4	<u>413,018</u>	<u>985,452</u>
(b) RECONCILIATION OF CASH FLOWS FROM OPERATIONS WITH NET SURPLUS/(DEFICIT) FOR YEAR			
Net Surplus/(Deficit)		(415,519)	289,307
Non-Cash Flows in Net Result			
Depreciation		56,706	66,064
Amortisation		33,916	33,916
(Profit)/Loss on Disposal of Non-Current Assets		64,127	(245,600)
Provision for Diminution in Value of Building		-	66,375
Provision for Doubtful Debts		11,000	-
Changes in Assets and Liabilities			
(Increase)/Decrease in Amounts Due from Branches		(1,162,623)	(46,219)
(Increase)/Decrease in Accrued Interest		14,771	(1,257)
(Increase)/Decrease in Prepayments		(14,290)	104,639
(Increase)/Decrease in Sundry Debtors		4,879	(40,855)
Increase/(Decrease) in Employee Entitlements		13,039	73,693
Increase/(Decrease) in Creditors and Accruals		51,517	(67,037)
CASH FLOWS FROM OPERATIONS		<u>1,342,477</u>	<u>233,026</u>

17. LEASING COMMITMENTS

An operating lease commitment exists in respect of the sub-lease of floor area within the Wentworth Avenue premises. After allowing for prepaid rent, the maximum amount committed including GST plus a one year option is as follows:-

Due within 1 year	39,056	156,224
Due within 1 – 2 years	-	39,056
	<u>39,056</u>	<u>195,280</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

	NOTE	2001 \$	2000 \$
INCOME			
Membership Levies	12	2,472,316	2,450,598
Interest		191,037	281,457
Distributions – Scanrock Pty Limited		-	98,000
Sundry Income		79,838	65,158
TOTAL INCOME		<u>2,743,191</u>	<u>2,895,213</u>
EXPENDITURE			
Annual Leave – Increase (Decrease) in Provision		3,274	36,686
Affiliation Fees		44,072	39,496
Amortisation		33,916	33,916
Audit Remuneration		15,444	17,203
Bank Charges		3,416	8,005
CFMEU			
• Capitation Fees		389,262	389,262
• Levies		7,797	1,710
Cleaning		10,429	10,387
Computer Expenses		142,272	144,759
Depreciation		56,706	66,064
Delegation Expenses		4,591	27,070
Donations		187,854	39,310
Doubtful Debts & Increase (Decrease) in Provision		11,000	-
Electricity		10,369	9,805
Fringe Benefits Tax		32,227	20,475
General Expenses		38,091	57,657
Insurance		11,098	11,198
Internet Expenses		3,757	46,969
Legal Expenses		371,664	156,940
Library		5,893	4,488
Long Service Leave – Increase (Decrease) in Provision		1,942	29,934
Meeting and Conference Expenses		244,030	217,617
Monitoring Expenses		10,601	-
Motor Vehicle Expenses		13,576	16,984
Payroll Tax		52,601	51,783
Postage and Freight		11,292	11,404
Printing and Stationery		16,596	16,522
Publications		17,800	18,559
Publicity		88,507	91,362
Redundancy – Increase (Decrease) in Provision		7,823	7,072
Redundancy Contributions		20,636	21,466
Rent		133,095	131,135
	CARRIED FORWARD	<u>2,001,631</u>	<u>1,735,238</u>

The accompanying notes form part of this financial report

**NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2001**

continued

	NOTE	2001 \$	2000 \$
EXPENDITURE			
<i>Continued</i>			
BROUGHT FORWARD		2,001,631	1,735,238
Repairs and Maintenance		7,229	4,673
Research / Reports		-	(727)
Salaries and Allowances			
• Officials		271,018	249,570
• Employees		666,536	650,635
Superannuation		115,744	111,152
Telephone		32,425	34,590
TOTAL EXPENDITURE		<u>3,094,583</u>	<u>2,785,131</u>
OPERATING SURPLUS (DEFICIT) FOR YEAR		<u>(351,392)</u>	<u>110,082</u>
Surplus (Deficit) on Disposal of Non-Current Assets		(64,127)	245,600
Provision for Diminution in Value of Building	7(a)	-	(66,375)
		<u>(64,127)</u>	<u>179,225</u>
NET SURPLUS (DEFICIT) FOR YEAR		<u>(415,519)</u>	<u>289,307</u>
ACCUMULATED FUNDS AT START OF YEAR		<u>7,630,138</u>	<u>7,340,831</u>
ACCUMULATED FUNDS AT END OF YEAR		<u>7,214,619</u>	<u>7,630,138</u>

The accompanying notes form part of this financial report

**SUMMARY OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2001**

The financial report of the Construction, Forestry, Mining and Energy Union, Construction and General Division – National Office has been audited in accordance with the provisions of the Workplace Relations Act 1996, and the following summary is provided for members in accordance with Section 279 (2) of the Act.

A copy of the Financial Report, including the Auditor's Report and Statements, will be supplied free of charge to members who request the same.

Certificates required to be given under the Act by the Accounting Officer and the Committee of Management have been completed in accordance with the provisions of the Act and contain no qualifications.

**INCOME AND EXPENDITURE
FOR THE YEAR ENDING 31 DECEMBER 2001**

	2001	2000
	\$	\$
Membership Contributions	2,472,316	2,450,598
Other Income	270,875	690,215
TOTAL INCOME	<u>2,743,191</u>	<u>3,140,813</u>
LESS TOTAL EXPENDITURE	<u>3,158,710</u>	<u>2,851,506</u>
SURPLUS (DEFICIT) FOR THE YEAR	<u>(415,519)</u>	<u>289,307</u>

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2001**

ACCUMULATED FUNDS	<u>7,214,619</u>	<u>7,630,138</u>
Represented by:		
Current Assets	5,308,527	5,322,166
Non-Current Assets	3,173,923	3,505,263
TOTAL ASSETS	<u>8,482,450</u>	<u>8,827,429</u>
TOTAL LIABILITIES	<u>1,267,831</u>	<u>1,197,291</u>
NET ASSETS	<u>7,214,619</u>	<u>7,630,138</u>

**SUMMARY OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2001**
continued

INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act, 1996, the attention of members is drawn to the provisions of Sub-sections (1), (2) and (3) of Section 274 which read as follows:

- ❶ A member of an organisation, or a Registrar, may apply to the organisation for a specified prescribed information in relation to the organisation.
- ❷ An organisation shall, on application made under Sub-section (1) by a member of the organisation or a Registrar, make the specified information available to the member or Registrar in such a manner, and within such time, as is prescribed.
- ❸ A Registrar may only make an application under Sub-section (1) at the request of a member of the organisation concerned, and the Registrar shall provide to a member information received because of an application made at the request of the member.

AUDITORS CERTIFICATE

We certify that the above summary is a fair and accurate of the Financial Report and Statements of the Construction, Forestry, Mining and Energy Union, Construction and General Division – National Office for the year ended 31 DECEMBER 2001. Our Auditor's Report to the members dated of *23rd August, 2002* on the Financial Report, did not contain any particulars of any deficiency, failure or shortcoming as referred to in the Workplace Relations Act 1996.

Daley & Co.

.....
DALEY & CO
Chartered Accountants
Wollongong

M. L. Gleeson

.....
M L Gleeson
Registered Company Auditor
Partner

Dated this *23* day of *August*, 2002.

The liability of Daley & Co is limited by, and to the extent of, the Accountants' Scheme under the Professional Standards Act 1994 (NSW)



AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6666
Fax: (02) 9380 6990

Mr Tom Roberts
National Industrial Officer, Construction and General Division
CFMEU
PO Box Q235, Queen Victoria Building Post Office
SYDNEY NSW 1230

Dear Mr Roberts,

**Re Lodgment of Financial Statements - Construction, Forestry, Mining and
Energy Union - Construction and General Division -
for year ended 31 December 2001 (FR 2001/720)**

Receipt is acknowledged of the abovementioned financial return which was lodged in the Registry on 2 December 2002.

However before the documents can be filed, further information is required.

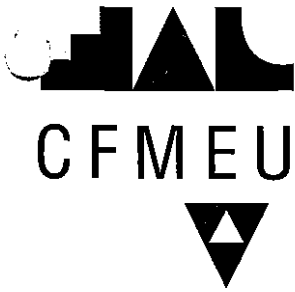
1. The Secretary's Certificate did not indicate when the members of the Division were supplied with a copy of the accounts, statements and audit reports. These should have been distributed or published in a journal at least eight days before the meeting of the Divisional Executive on 15 November 2002. I would be grateful if you could provide confirmation of this.
2. The Auditor's report is not dated and it has been assumed that it was signed on the same day - 23 August 2002 - as indicated on the Summary of the Financial Report. Your confirmation of the date would also be appreciated.

I look forward to your advice at your earliest convenience. Please do not hesitate to contact me on (02) 8374 6509 should you wish to discuss any of these matters.

Yours sincerely,

Robin Godfrey
Deputy Industrial Registrar

10 December 2002



CONSTRUCTION

FORESTRY

MINING

ENERGY

UNION


CONSTRUCTION &
GENERAL DIVISION
ABN 46 243 168 565

FEDERAL OFFICE
LEVEL 2
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SYDNEY NSW 2000

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WEB:
www.cfmeu.asn.au/construction

13 December 2002

Mr Robin Godfrey
Deputy Industrial Registrar
Australian Industrial Registry
Level 8 Terrace Towers
80 William Street
EAST SYDNEY NSW 2011

Dear Mr Godfrey

**Re: Lodgement of Financial Statements – Construction,
Forestry, Mining and Energy Union – Construction and General
Division –year ended 31 December 2001 (Fr 2001/720).**

Further to your letter of 10 December in which you request
information in regard to the above accounts.

1. A summary of the financial accounts was published in our
Journal on 6.9.02 and was distributed to the membership
in the week of 9.9.02.
2. The date of the signing of the Auditor's report was 23
August 2002 as you indicate.

Yours sincerely

John Sutton
National Secretary
Construction & General Division





AUSTRALIAN INDUSTRIAL REGISTRY

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6615
Fax: (02) 9380 6990

Mr John Sutton
National Secretary, Construction and General Division
CFMEU
PO Box Q235, QVB Post Office
SYDNEY NSW 1230

Dear Mr Sutton

**Re: Lodgment of Financial statements - Construction and General Division -
for year ending 31 December 2000(FR2001/720)**

Thank you for your letter dated 13 December 2002, advising the date the summary was distributed to the membership and confirming the date of the Auditor's report.

The documents have now been filed.

Yours sincerely

Stephen Kellett
NSW Statutory Services Branch

18 December 2002