

THE MARITIME UNION OF AUSTRALIA

NATIONAL OFFICE

P. Crumlin
National Secretary

J. Tannock
Deputy National Secretary

M. Doleman
R. Newlyn
Assistant National Secretaries

7 November 2002



Industrial Registrar
Australian Industrial Relations Commission
Terrace Towers
Level 8
80 William Street
EAST SYDNEY NSW 2011

Dear Sir

**RE: The Maritime Union of Australia Report
Accounts and Statements for Year Ending 30 June 2002**

Enclosed herewith are the full set of financial reports as prescribed in S280 (1) (a) of the Workplace Relations Act, 1996

As the National Secretary, I hereby certify that in accordance with S280 (1) (b) of the Workplace Relations Act 1996 that the enclosed documents lodged are copies of the documents presented to the meeting of National Council 8-11 October 2002. Then distributed to all members on 18 October and presented to members at the Annual General Meeting held on 29 October and other dates as scheduled.

Yours faithfully

PADRAIG CRUMLIN
NATIONAL SECRETARY



THE MARITIME UNION OF AUSTRALIA

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2002**

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

**STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2002**

	Notes	CONSOLIDATED		CHIEF ENTITY	
		2002 \$	2001 \$	2002 \$	2001 \$
CLASSIFICATION OF EXPENSES BY NATURE					
Revenue from ordinary activities		9,669,866.25	6,615,311.31	9,665,951.81	6,594,152.68
Employee Benefits expense		(3,752,153.19)	(3,952,972.77)	(3,752,153.19)	(3,952,972.77)
Depreciation and amortisation expenses		(462,088.40)	(430,546.76)	(462,088.40)	(430,546.76)
Other expenses from ordinary activities		<u>(3,681,004.28)</u>	<u>(2,644,325.15)</u>	<u>(3,677,381.79)</u>	<u>(2,628,946.75)</u>
Surplus/(Deficit) from ordinary activities before income tax		1,774,620.38	(412,533.37)	1,774,328.43	(418,313.60)
Income tax expense relating to ordinary activities	1(d)	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Net surplus/(deficit) from ordinary activities after income tax attributable to members of the union		<u>1,774,620.38</u>	<u>(412,533.37)</u>	<u>1,774,328.43</u>	<u>(418,313.60)</u>
TOTAL CHANGES IN MEMBERS' FUNDS		<u>1,774,620.38</u>	<u>(412,533.37)</u>	<u>1,774,328.43</u>	<u>(418,313.60)</u>

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2002

	Notes	CONSOLIDATED		CHIEF ENTITY	
		2002 \$	2001 \$	2002 \$	2001 \$
CURRENT ASSETS					
Cash	3	453,491.09	697,103.02	445,472.40	684,267.34
Receivables	4	<u>910,432.15</u>	<u>274,191.42</u>	<u>925,123.15</u>	<u>293,991.36</u>
TOTAL CURRENT ASSETS		<u>1,363,923.24</u>	<u>971,294.44</u>	<u>1,370,595.55</u>	<u>978,258.70</u>
NON-CURRENT ASSETS					
Investments	5	6,010,949.82	6,666,112.48	6,010,949.82	6,666,112.48
Property, Plant and Equipment	6	19,162,202.19	16,774,119.95	19,162,202.19	16,774,119.95
Intangibles		<u>990.00</u>	<u>990.00</u>	<u>0.00</u>	<u>0.00</u>
TOTAL NON-CURRENT ASSETS		<u>25,174,142.01</u>	<u>23,441,222.43</u>	<u>25,173,152.01</u>	<u>23,440,232.43</u>
TOTAL ASSETS		<u>26,538,065.25</u>	<u>24,412,516.87</u>	<u>26,543,747.56</u>	<u>24,418,491.13</u>
CURRENT LIABILITIES					
Creditors and Borrowings	7	332,474.32	272,530.60	332,474.32	272,530.60
Provisions	8	<u>2,752,863.32</u>	<u>2,404,161.35</u>	<u>2,752,863.32</u>	<u>2,404,161.35</u>
TOTAL CURRENT LIABILITIES		<u>3,085,337.64</u>	<u>2,676,691.95</u>	<u>3,085,337.64</u>	<u>2,676,691.95</u>
NON-CURRENT LIABILITIES					
Provisions	8	<u>932,608.64</u>	<u>990,326.33</u>	<u>932,608.64</u>	<u>990,326.33</u>
TOTAL NON-CURRENT LIABILITIES		<u>932,608.64</u>	<u>990,326.33</u>	<u>932,608.64</u>	<u>990,326.33</u>
TOTAL LIABILITIES		<u>4,017,946.28</u>	<u>3,667,018.28</u>	<u>4,017,946.28</u>	<u>3,667,018.28</u>
NET ASSETS		<u>22,520,118.97</u>	<u>20,745,498.59</u>	<u>22,525,801.28</u>	<u>20,751,472.85</u>
MEMBERS' FUNDS					
Reserves	9	7,249,366.60	7,249,366.60	7,249,366.60	7,249,366.60
Retained Surplus	2	<u>15,270,752.37</u>	<u>13,496,131.99</u>	<u>15,276,434.68</u>	<u>13,502,106.25</u>
TOTAL MEMBERS' FUNDS		<u>22,520,118.97</u>	<u>20,745,498.59</u>	<u>22,525,801.28</u>	<u>20,751,472.85</u>

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2002**

	Notes	CONSOLIDATED		CHIEF ENTITY	
		2002 \$	2001 \$	2002 \$	2001 \$
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from members		5,848,118.16	5,792,416.51	5,834,477.10	5,772,012.30
Rent received		794,950.30	588,380.94	794,950.30	588,380.94
Interest received		15,919.59	32,146.97	15,755.15	32,024.76
Income from managed funds		247,576.52	835,718.74	247,576.52	835,718.74
Increase/(decrease) in value of managed funds		(473,165.81)	(470,781.64)	(473,165.81)	(470,781.64)
Payments to suppliers and employees		(7,043,465.23)	(7,402,218.63)	(7,024,842.74)	(7,388,640.23)
Fringe benefits tax paid		<u>(53,764.24)</u>	<u>(67,923.56)</u>	<u>(53,764.24)</u>	<u>(67,923.56)</u>
Net cash (used in)/provided by operating activities	13(b)	<u>(663,830.71)</u>	<u>(692,260.67)</u>	<u>(659,013.72)</u>	<u>(699,208.69)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
(Increase)/reduction in loans to officials		(140,480.20)	3,524.32	(140,480.20)	3,524.32
Net proceeds/(payment) for purchase of property, plant & equipment		<u>(234,943.88)</u>	<u>(2,002,446.15)</u>	<u>(234,943.88)</u>	<u>(2,002,446.15)</u>
Net cash provided by/(used in) investing activities		<u>(375,424.08)</u>	<u>(1,998,921.83)</u>	<u>(375,424.08)</u>	<u>(1,998,921.83)</u>
Net increase/(decrease) in cash held		(1,039,254.79)	(2,691,182.50)	(1,034,437.80)	(2,698,130.52)
Cash at the beginning of the financial year		<u>7,302,775.53</u>	<u>9,993,958.03</u>	<u>7,289,939.85</u>	<u>9,988,070.37</u>
Cash at the end of the financial year	13(a)	<u><u>6,263,520.74</u></u>	<u><u>7,302,775.53</u></u>	<u><u>6,255,502.05</u></u>	<u><u>7,289,939.85</u></u>

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

- a. The accounts have been prepared in accordance with applicable Accounting Standards and Division 11 of the Workplace Relations Act, 1996.
- b. The financial statements have been prepared on the basis of historical costs and do not take into account 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.
- c. The accounting policies have been consistently applied, unless otherwise stated.
- d. **Income Tax**
No provision for income tax is necessary as "Trade Unions" are exempt from income tax under SS 50-15 of the Income Tax Assessment Act 1997
- e. **Basis of Accounting**
The accounts have been prepared on the accruals basis.
- f. **Information to be provided to Members or the Industrial 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 of the Act, which read as follows:

 "(1) A member of an organisation, or a Registrar, may apply to the organisation for specified prescribed information in relation to the organisation.

 (2) 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 a time, as prescribed.

 (3) A Registrar may only make 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 a member."
- g. **Consolidation**
The consolidated accounts comprise the accounts of the Maritime Union of Australia, being the Chief Entity, and its controlled entity. The controlled entity is MUA HTS Pty Ltd and surplus/deficit of the controlled entity is included in the consolidated income and expenditure from the date control was obtained. Transactions and balances between the controlled entity and the economic entity have been eliminated in full. MUA HTS Pty Ltd is wholly owned by the Maritime Union of Australia and is incorporated in NSW.

NOTE 2 RETAINED SURPLUS

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
Retained surplus at the beginning of the Financial Year	13,496,131.99	13,908,665.36	13,502,106.25	13,920,419.85
Net surplus/(deficit) from ordinary activities after income tax attributable to members of the union	<u>1,774,620.38</u>	<u>(412,533.37)</u>	<u>1,774,328.43</u>	<u>(418,313.60)</u>
RETAINED SURPLUS AT THE END OF THE FINANCIAL YEAR	<u>15,270,752.37</u>	<u>13,496,131.99</u>	<u>15,276,434.68</u>	<u>13,502,106.25</u>

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
NOTE 3 CASH				
Cash at bank	285,315.03	540,845.71	277,296.34	528,010.03
Cash on hand	1,010.00	500.00	1,010.00	500.00
Deposits at call	167,166.06	155,757.31	167,166.06	155,757.31
	<u>453,491.09</u>	<u>697,103.02</u>	<u>445,472.40</u>	<u>684,267.34</u>
NOTE 4 RECEIVABLES				
Accrued contributions	470,753.14	244,386.04	470,753.14	244,386.04
Sundry debtors	439,679.01	29,805.38	454,370.01	49,605.32
	<u>910,432.15</u>	<u>274,191.42</u>	<u>925,123.15</u>	<u>293,991.36</u>
NOTE 5 INVESTMENTS				
Managed funds at market value	5,545,439.65	6,341,082.51	5,545,439.65	6,341,082.51
Government & other securities	264,590.00	264,590.00	264,590.00	264,590.00
Loans to officials	200,920.17	60,439.97	200,920.17	60,439.97
	<u>6,010,949.82</u>	<u>6,666,112.48</u>	<u>6,010,949.82</u>	<u>6,666,112.48</u>

Managed funds at market value

Managed funds are disclosed in the financial accounts at 30 June 2002 at market value. The revaluation increment/(decrement) of (\$473,165.81) [2001: (\$470,781.64)] has been credited/(charged) to the Income & Expenditure Statement pursuant to Regulation 107(a)(xxvii) and the Workplace Relations Act, 1996 which is a departure from the requirements of the Australian Accounting Standard AAS10. The statutory requirement must be observed where there is a conflict between statute and accounting standards.

Loans to officials

There are three loans outstanding to officials at 30 June 2002 amounting to \$200,920.17 [2001: \$60,439.97]. The loans are secured by mortgage over residential property and are made on normal commercial terms and conditions.

The total interest received on loans to officials for the year was \$8,595.42 [2001: \$4,634.45].

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
NOTE 6 PROPERTY, PLANT AND EQUIPMENT				
Land and Buildings (at market value 30.06.2002) plus refurbishments (at cost)	17,750,140.79	15,753,205.11	17,750,140.79	15,753,205.11
Less Accumulated depreciation	<u>0.00</u>	<u>(316,141.61)</u>	<u>0.00</u>	<u>(316,141.61)</u>
	<u>17,750,140.79</u>	<u>15,437,063.50</u>	<u>17,750,140.79</u>	<u>15,437,063.50</u>
Leasehold Improvements, at cost	16,333.20	16,333.20	16,333.20	16,333.20
Less Accumulated depreciation	<u>(16,333.20)</u>	<u>(16,333.20)</u>	<u>(16,333.20)</u>	<u>(16,333.20)</u>
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Plant & Equipment, at cost	690,062.38	686,317.20	690,062.38	686,317.20
Less Accumulated depreciation	<u>(310,816.11)</u>	<u>(280,072.21)</u>	<u>(310,816.11)</u>	<u>(280,072.21)</u>
	<u>379,246.27</u>	<u>406,244.99</u>	<u>379,246.27</u>	<u>406,244.99</u>
Office Equipment, at cost	593,236.34	541,120.38	593,236.34	541,120.38
Less Accumulated depreciation	<u>(340,376.16)</u>	<u>(293,503.56)</u>	<u>(340,376.16)</u>	<u>(293,503.56)</u>
	<u>252,860.18</u>	<u>247,616.82</u>	<u>252,860.18</u>	<u>247,616.82</u>
Office Furniture, at cost	480,239.57	491,715.77	480,239.57	491,715.77
Less Accumulated depreciation	<u>(242,493.56)</u>	<u>(210,873.12)</u>	<u>(242,493.56)</u>	<u>(210,873.12)</u>
	<u>237,746.01</u>	<u>280,842.65</u>	<u>237,746.01</u>	<u>280,842.65</u>
Industrial Library, at cost	21,748.68	21,748.68	21,748.68	21,748.68
Less Accumulated depreciation	<u>(21,748.68)</u>	<u>(21,748.68)</u>	<u>(21,748.68)</u>	<u>(21,748.68)</u>
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Motor Vehicles, at cost	648,604.03	757,753.00	648,604.03	757,753.00
Less Accumulated depreciation	<u>(106,395.09)</u>	<u>(355,401.01)</u>	<u>(106,395.09)</u>	<u>(355,401.01)</u>
	<u>542,208.94</u>	<u>402,351.99</u>	<u>542,208.94</u>	<u>402,351.99</u>
Total Property, Plant & Equipment	<u>19,162,202.19</u>	<u>16,774,119.95</u>	<u>19,162,202.19</u>	<u>16,774,119.95</u>

a. Property

The Union's land and buildings were revalued to their recoverable amounts at 30 June 2002 by Mr K.R. Gentle FAPI, Mr M.W. Evans AAPI, Mr Gavin Chapman AAPI, and Mr Bill Linkson AAPI, MBA, Registered Valuers. Buildings are depreciated on a straight line basis over their estimated potential service period.

b. Revaluation of non-current assets

Land and buildings are periodically revalued. Independent assessments are obtained of the fair market values of land and buildings on existing use and such assessments are used as a guide when revaluations are made. Revaluation increments and decrements are credited or charged to the Income and Expenditure Statement, pursuant to Regulation 107(a)(xxvii) and the Workplace Relations Act, 1996 which is a departure from the requirements in the Australian Auditing Standard AAS10. The statutory requirement must, however, be observed where there is a conflict between statute and accounting standards.

Building improvements since the date of revaluation are booked at cost.

c. Plant and equipment

Plant and equipment are brought to account at cost, less any accumulated depreciation. The carrying amount of property, plant and equipment is reviewed annually by officials to ensure assets are not in excess of their recoverable amount.

d. Depreciation of non-current assets

Depreciation of non-current assets is calculated on the reducing balance basis.

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
NOTE 7 CREDITORS & BORROWINGS				
Sundry Creditors	<u>332,474.32</u>	<u>272,530.60</u>	<u>332,474.32</u>	<u>272,530.60</u>
NOTE 8 PROVISIONS				
Current				
Provision for employee entitlements	1,680,087.12	1,604,005.21	1,680,087.12	1,604,005.21
Provision for early retirement	73,422.61	73,422.61	73,422.61	73,422.61
Provision for Seafarers' employment database development	12,609.10	12,609.10	12,609.10	12,609.10
Provision for Port funeral funds	64,450.00	64,450.00	64,450.00	64,450.00
Provision for the defence of the Union	48,763.36	48,763.36	48,763.36	48,763.36
Provision for buildings and renovations	249,622.94	249,622.94	249,622.94	249,622.94
Provision for MUSE database	274,608.40	351,288.13	274,608.40	351,288.13
Provision for Election	100,000.00	0.00	100,000.00	0.00
Provision for Strata Plan	24,717.35	0.00	24,717.35	0.00
Provision for International Conference	200,000.00	0.00	200,000.00	0.00
Provision for Work Cover (Grant)	<u>24,582.44</u>	<u>0.00</u>	<u>24,582.44</u>	<u>0.00</u>
	<u>2,752,863.32</u>	<u>2,404,161.35</u>	<u>2,752,863.32</u>	<u>2,404,161.35</u>
Non-current				
Provision for Employee Entitlements	<u>932,608.64</u>	<u>990,326.33</u>	<u>932,608.64</u>	<u>990,326.33</u>
Employee entitlements				
Provision for employee entitlements in the form of Long Service Leave, Sick and Accrued Annual Leave have been made for the estimated accrued entitlements of all employees on the basis of their terms of employment. Accruals for Long Service Leave for officials have been made on an Industry basis.				
NOTE 9 RESERVES				
Capital surplus reserve	<u>7,249,366.60</u>	<u>7,249,366.60</u>	<u>7,249,366.60</u>	<u>7,249,366.60</u>

NOTE 10 RELATED PARTY INFORMATION

The names of officials who have held office during the financial year are:

Armstrong, M	Garrett, J	Summers, D
Boyle, J	Higgins, J	Tannock, J
Buck, T	Horgan, L	Wickham, M
Burford, A	Keane, G	
Carr, M	Munday, T	
Chaffer, S	Newlyn, J	
Coombs, R	Newlyn, R	
Cottrill, M	<u>O'Leary, M</u>	
Covell, L	Perry, D	
Crumlin, P	Pritchard, W	
Cushion, D	Ridgeway, K	
Doleman, M	Robson, B	
Gaffney, G	Ryan, R	

Note – the officials whose names are underlined have retired from office prior to or subsequent to 30 June 2002.

There were no material related party transactions with officials during the year other than normal remuneration and a loan to an official as detailed in Note 5 herein.

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
NOTE 11 OFFICERS' REMUNERATION				
The aggregate remuneration received by officers and relieving officers from the Union during the year was \$1,764,512.55 [2001: \$1,709,061.42].				
NOTE 12 REMUNERATION OF AUDITORS				
Amounts received by the auditors for auditing the accounts:				
Auditing the Accounts	35,117.88	30,900.00	33,106.03	30,900.00
Other Services	<u>8,742.35</u>	<u>3,677.84</u>	<u>8,742.35</u>	<u>1,658.40</u>
	<u>43,860.23</u>	<u>34,577.84</u>	<u>41,848.38</u>	<u>32,558.40</u>
NOTE 13 STATEMENT OF CASH FLOWS				
a. Reconciliation of cash				
For the purposes of the Statement of Cash Flows, cash includes cash on hand and in banks and investments in money market instruments.				
Cash at the end of the financial year, as shown in the Statement of Cash Flows, is reconciled to the related items in the Balance Sheet as follows:				
Cash at bank	285,315.03	540,845.71	277,296.34	528,010.03
Cash on hand	1,010.00	500.00	1,010.00	500.00
Deposits at call	167,166.06	155,757.31	167,166.06	155,757.31
Managed funds	5,545,439.65	6,341,082.51	5,545,439.65	6,341,082.51
Government and other securities	<u>264,590.00</u>	<u>264,590.00</u>	<u>264,590.00</u>	<u>264,590.00</u>
	<u>6,263,520.74</u>	<u>7,302,775.53</u>	<u>6,255,502.05</u>	<u>7,289,939.85</u>
b. Reconciliation of net cash used in operating activities to operating surplus/(deficit)				
Operating surplus/(deficit)	1,774,620.38	(412,533.37)	1,774,328.43	(418,313.60)
Loss/(profit) on disposal of fixed assets	(41,948.37)	(40,074.57)	(41,948.37)	(40,074.57)
Depreciation	462,088.40	430,546.76	462,088.40	430,546.76
Revaluation of Land & Buildings	(2,573,278.39)	0.00	(2,573,278.39)	0.00
Changes in assets and liabilities				
(Increase)/Decrease in receivables	(409,873.63)	210,865.33	(404,764.69)	211,497.54
Increase/(Decrease) in creditors	59,943.72	93,994.84	59,943.72	92,194.84
Increase/(Decrease) in provisions	290,984.28	(975,059.66)	290,984.28	(975,059.66)
(Increase)/Decrease in accruals	<u>(226,367.10)</u>	<u>0.00</u>	<u>(226,367.10)</u>	<u>0.00</u>
Net cash used in operating activities	<u>(663,830.71)</u>	<u>(692,260.67)</u>	<u>(659,013.72)</u>	<u>(699,208.69)</u>
NOTE 14 RENTAL INCOME				
Rent is received from tenants of Union-owned buildings.				

The accompanying notes form part of these accounts

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

ITEMISED INCOME & EXPENDITURE STATEMENT FOR THE YEAR ENDED 30 JUNE 2002

	CONSOLIDATED		CHIEF ENTITY	
	2002 \$	2001 \$	2002 \$	2001 \$
INCOME				
Contributions	5,580,956.41	5,123,995.41	5,580,956.41	5,123,995.41
Commission received	645.83	129.55	645.83	129.55
Fees, fines & other charges	2,720.55	7,987.51	2,720.55	7,987.51
Income from managed funds	247,576.52	835,718.74	247,576.52	835,718.74
Increase/(decrease) in market value of managed funds	(473,165.81)	(470,781.64)	(473,165.81)	(470,781.64)
Interest received	15,919.59	32,146.97	15,755.15	32,024.76
Levies	779,365.47	25,720.90	779,365.47	25,720.90
Donations	55,541.45	29,218.20	55,541.45	29,218.20
Contribution to building refurbishment	0.00	272,727.27	0.00	272,727.27
Profit on sale of non-current assets	41,948.37	48,424.67	41,948.37	48,424.67
Rent received	794,950.30	588,380.94	794,950.30	588,380.94
Sundry income	418.18	9,072.73	418.18	9,072.73
Union sales	271.00	690.21	271.00	690.21
Sustenance refunded	30,690.00	3,844.03	30,690.00	3,844.03
Management fees	0.00	0.00	15,000.00	18,000.00
Professional fees	18,750.00	39,036.42	0.00	0.00
Transfer from Activities Fund	0.00	80.81	0.00	80.81
Surplus from Strata Fund	0.00	83,555.15	0.00	83,555.15
Revaluation increment – Land & Buildings	<u>2,573,278.39</u>	<u>0.00</u>	<u>2,573,278.39</u>	<u>0.00</u>
TOTAL INCOME	<u>9,669,866.25</u>	<u>6,629,947.87</u>	<u>9,665,951.81</u>	<u>6,608,789.24</u>
EXPENDITURE				
Affiliation fees & levies	106,492.60	118,046.42	106,492.60	118,046.42
Arbitration and award	568.95	666.97	568.95	666.97
Audit & accountancy	43,860.23	34,577.84	41,848.38	32,558.40
Bank charges & investment management	27,795.20	48,119.42	27,792.94	46,280.52
Cleaning	102,361.30	112,297.31	102,361.30	112,297.31
Computer system maintenance	133,572.15	106,847.29	133,572.15	106,847.29
Conferences	311,314.95	192,684.55	311,314.95	192,684.55
Consultant's fees	8,673.55	1,427.50	8,673.55	1,427.50
Depreciation	462,088.40	430,546.76	462,088.40	430,546.76
Donations	6,900.37	51,963.50	6,900.37	51,963.50
Electricity	81,455.34	95,074.19	81,455.34	95,074.19
Entertainment, Presentations & Testimonials	31,457.67	72,225.93	31,457.67	72,225.93
Fares and travelling	230,321.22	257,307.21	230,321.22	253,419.31
Federal elections	336,658.64	0.00	336,658.64	0.00
Fringe benefits tax	53,764.24	67,923.56	53,764.24	67,923.56
Funeral expenses	4,887.15	6,173.13	4,887.15	6,173.13
Insurance	121,874.93	96,123.95	120,973.93	95,363.20
Legal	575,126.58	155,321.34	575,126.58	149,598.53
Loss on sale of fixed assets	0.00	8,350.10	0.00	8,350.10
Motor vehicle expenses	142,325.75	167,906.23	142,325.75	167,906.23
National council meetings	47,376.97	51,957.29	47,376.97	51,957.29
Office expenses	22,232.24	30,922.47	22,232.24	30,922.47
Overseas visitor expenses	1,890.37	2,933.53	1,890.37	2,933.53
Payroll tax	182,260.97	197,795.41	182,260.97	197,795.41
Postage & freight	32,890.43	29,370.16	32,890.43	29,370.16
Printing & stationery	45,877.61	54,302.41	45,877.61	53,215.61
Provision for annual & sick leave	240,838.36	176,522.73	240,838.36	176,522.73
Provision for election	100,000.00	0.00	100,000.00	0.00

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

**ITEMISED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2002**

	CONSOLIDATED		CHIEF ENTITY	
	2002	2001	2002	2001
	\$	\$	\$	\$
EXPENSES (continued)				
Provision for long service leave	43,772.28	70,757.50	43,772.28	70,757.50
Provision for conferences	200,000.00	0.00	200,000.00	0.00
Rates	111,704.79	107,876.69	111,704.79	107,876.69
Rent	18,969.30	44,791.83	18,969.30	44,791.83
Repairs & maintenance	131,825.71	151,720.98	131,825.71	151,720.98
Salaries & Wages:				
Officials	1,764,512.55	1,709,061.42	1,764,512.55	1,709,061.42
Staff	1,375,090.16	1,543,766.17	1,375,090.16	1,543,766.17
Security Costs	25,276.52	25,010.60	25,276.52	25,010.60
Staff & member training	60,543.79	76,616.79	60,543.79	76,616.79
Stop Work meeting expenses	11,433.87	7,516.87	11,433.87	7,516.87
Subscriptions, newspapers & periodicals	41,873.13	33,137.61	41,873.13	33,137.61
Sundry expenses	2,121.54	530.00	1,921.54	530.00
Superannuation	267,396.05	376,248.16	267,396.05	376,248.16
Telecommunications	281,650.18	265,476.10	281,142.80	265,414.30
Union defence expenditure	0.00	630.00	0.00	630.00
Union publications	78,869.15	61,953.32	78,869.15	61,953.32
Valuation expenses	<u>25,340.68</u>	<u>0.00</u>	<u>25,340.68</u>	<u>0.00</u>
TOTAL EXPENSES	<u>7,895,245.87</u>	<u>7,042,481.24</u>	<u>7,891,623.38</u>	<u>7,027,102.84</u>
OPERATING SURPLUS/(DEFICIT)	<u>1,774,620.38</u>	<u>(412,533.37)</u>	<u>1,774,328.43</u>	<u>(418,313.60)</u>

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT

CERTIFICATE TO THE ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2002 GIVEN BY THE ACCOUNTING OFFICER

I, P. Crumlin, being the Officer of the Maritime Union of Australia responsible for the keeping of the accounting records of the organisation, certify that as at 30 June 2002, the number of members of the organisation was 9,933.

In our opinion:

- (i) the accounts show a true and fair view of the financial affairs of the organisation as at the end of the financial year;
- (ii) a record has been kept of all monies paid by, or collected from, members of the organisation, and all monies so paid or collected have been credited in accordance with the rules of the organisation;
- (iii) before any expenditure was incurred by the organisation, approval of the incurring of the expenditure was obtained in accordance with the rules of the organisation;
- (iv) with regard to funds of the organisation 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) the balance of aggregate loans made to a person holding office in the organisation was \$200,920.17, no loans or financial benefits other than remuneration in respect of their full time employment with the organisation were made to any other persons holding office in the organisation;
- (vi) the register of members of the organisation was maintained in accordance with the Act.

Signed at SYDNEY this 10th day of October 2002

Accounting Officer


P. CRUMLIN

THE MARITIME UNION OF AUSTRALIA – ANNUAL FINANCIAL REPORT


STATEMENT OF THE NATIONAL COUNCIL FOR THE YEAR ENDED 30 JUNE 2002


In accordance with the resolution of the National Council, we state that in the opinion of the Council:

- (i) the accompanying accounts are drawn up so as to give a true and fair view of the state of affairs of the organisation as at the end of the financial year;
- (ii) during the financial year to which the accompanying accounts relate, meetings of the National Council were, in the opinion of the Council, held in accordance with the rules of the organisation;
- (iii) to the knowledge and belief of all members of the National Council, during the financial year to which the accounts relate, there have been no instances where records of the organisation or other documents or copies of those records or other documents, have not been furnished, or made available to members of the organisation in accordance with sub-section 274 of the Workplace Relations Act, 1996, its regulations or the rules of the organisation, as the case may be;
- (iv) the organisation has, in relation to the Auditor's Report on the accounts and statements in respect of the immediately preceding financial year complied with Section 279 of the Workplace Relations Act, 1996.
- (v) with regard to funds of the organisation raised by the 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.

Signed at SYDNEY this *10th* day of *October* 2002

National Councillors


M. DOLEMAN


J. PANNOCK

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Circular Quay, Sydney NSW 2000

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE MARITIME UNION OF AUSTRALIA**

Scope

We have audited the financial report of the Maritime Union of Australia for the financial year ended 30 June 2002. The financial report include the consolidated accounts of the economic entity comprising the Maritime Union of Australia and, MUA HTS Pty Ltd, an entity it controlled at year's end. The National Council (Committee of Management) is responsible for the preparation and presentation of the financial report. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the organisation.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance 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 whether, in all material respects, the financial report is presented fairly in accordance with Australian Accounting Concepts and Standards and the Workplace Relations Act, 1996 so as to present a view of the organisation which is consistent with our understanding of the union's and the economic entity's financial position and the results of its operations and its cash flows.

Audit Opinion

In our opinion:

- a. Proper books of account have been kept by the Maritime Union of Australia so far as appears from our examination of these books, including:-
 - (i) records and sources and nature of the income of the organisation (including income from members);
 - (ii) records of the nature and purpose of the expenditure of the organisation.
- b. To the best of our information and according to the explanations given to us, the accounts give the information required by s273 of the Workplace Relations Act, 1996 in the manner so required and give a true and fair view of:-
 - (i) the financial affairs of the Maritime Union of Australia as at the end of the financial year.
 - (ii) the Income and Expenditure and any surplus or deficit of the Maritime Union of Australia for the year ended 30 June 2002.
- c. We have where necessary, obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit, and
- d. The accounts have been prepared in accordance with Statements of Accounting Concepts and applicable Accounting Standards.

Signed at Sydney *10th October*, 2002

HARVEYS
Chartered Accountants

David P Robinson MCom BEc FCA



AUSTRALIAN INDUSTRIAL REGISTRY

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

Mr Pdraig Crumlin
National Secretary
The Maritime Union of Australia,
Level 2, 365 Sussex Street
SYDNEY NSW 2000

Dear Mr. Crumlin,

**Re: Lodgement of Financial Statements for The Maritime Union of Australia -
for year ended 30 June 2002 (FR2002/729)**

Receipt is acknowledged of the above financial statements, which were lodged in the Registry on 19 November 2002.

These documents have now been filed. However I draw your attention to the following matter:

- The income and expenditure statement identifies an amount of \$6,900 as Donations. You are reminded that, pursuant to subsection 269(1) of the Act, if any individual donation exceeded \$1000 then a statement showing the relevant particulars of such donations is required to be lodged in the Registry.

Should you have any enquires regarding these matters, please do not hesitate to contact me on (02) 8374 6509.

Yours sincerely,

Robin Godfrey
Deputy Industrial Registrar

10 December 2002