



Australian Government
Australian Industrial Registry

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Mr James Tinslay
ACT Chapter Secretary
The National Electrical Contractors Association
ACT Chapter
Level 3, 28 Burwood Rd
BURWOOD NSW 2134

By email – necansw@neca.asn.au

Dear Mr Tinslay,

Re: Financial Report - Year ending 30 June 2007 - FR2007/443
Schedule 1 - Workplace Relations Act 1996 (RAO Schedule)

I have received the Financial Report for the Australian Capital Territory Chapter of *The National Electrical Contractors Association* for the year ending 30 June 2007. The documents were lodged on 21 December 2007.

The documents have been filed.

The following information is provided to assist you in future financial years – no further action is required with respect to the lodged documents.

Affiliation Fees and other expenses

An organisation is required to *separately disclose* a wide range of expenditure items in the accounts – these include:

- Affiliation Fees or Subscriptions to political parties or industrial bodies
- Donations or Grants
- Conference Expenses
- Fees /Allowances for attendance at Conferences
- Capitation fees/membership subscriptions

It is noted that 'Affiliation Fees' and some other expenses were only disclosed in the lodged compilation report (which involves a disclaimer by the auditor).

In future financial years please ensure that any expenditure of the kind listed above is included in the main body of the accounts and not under a disclaimer – see attached.

If you have any queries please contact me on (03) 8661 7990.

Yours faithfully,

Andrew Schultz
Statutory Services Branch

29 February 2008

ATTACHMENT

The requirement to separately disclose expenditure items in the accounts is set out in Item 11 of the *Reporting Guidelines* (see below). Subsection 253(2)(b)(ii) of the RAO Schedule states that the GPFR must include the information required by the Reporting Guidelines.

Reporting Guidelines issued under section 253 of RAO Schedule

.....

11. Balances for the following items of expense must be disclosed by the reporting unit in the notes to the financial statements unless already disclosed on the face of the profit and loss statement in accordance with Australian Accounting Standards:
 - (a) expenses incurred as consideration for employers making payroll deductions of membership subscriptions;
 - (b) where under the rules of the organisation or the rules of a branch of the organisation the reporting unit must pay to another reporting unit of the organisation as a contribution towards the administrative expenses of the other reporting unit a proportion of the total amount derived by the reporting unit as entrance fees or membership subscriptions - the amount and the name in respect of each such reporting unit;
 - (c) where the circumstances specified in subparagraph (b) apply in relation to more than one other reporting unit of the organisation - the total amount in respect of all other reporting units;
 - (d) fees and periodic subscriptions in respect of its affiliation to any political party, any federation, congress, council or group of organisations, or any international body having an interest in industrial matters;
 - (e) compulsory levies imposed on the reporting unit - for each such levy, the amount, a brief description of purpose and the name of the entity imposing the levy (including another reporting unit of the organisation);
 - (f) grants or donations;
 - (g) employee benefits to holders of office of the reporting unit;
 - (h) employee benefits to employees (other than holders of offices) of the reporting unit;
 - (i) fees or allowances (other than any amount included in an amount referred to in subparagraphs (g) or (h) of this paragraph) to persons in respect of their attendances as representatives of the reporting unit at conferences or other meetings;
 - (j) legal costs and other expenses related to litigation or other legal matters;
 - (k) expenses (other than expenses included in an amount referred to elsewhere in this paragraph) incurred in connection with meetings of members of the reporting unit and any conferences or meetings of councils, committees, panels or other bodies for the holding of which the reporting unit was wholly or partly responsible; and
 - (l) penalties imposed on the reporting unit under the Act or Regulations.

A full copy of the Reporting Guidelines may be viewed on the AIRC Website at:
http://www.airc.gov.au/registered/rao/rao_253.pdf.

FR2007/443



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17 December 2007

Deputy Industrial Registrar
Australian Industrial Registry
GPO Box 539
CANBERRA CITY ACT 2601



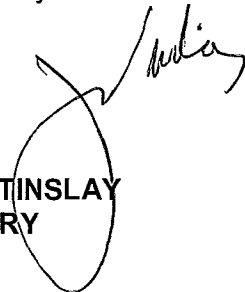
Dear Sir/Madam

CERTIFICATE OF SECRETARY

I, James Clifford Tinslay, being the Secretary of the National Electrical Contractors Association – Australian Capital Territory Chapter, certify:

1. that the documents lodged herewith are copies of the full report referred to in s268 of the RAO Schedule; and
2. that the full report was provided to members on 9 November 2007; and.
3. that the full report was presented to the Annual General Meeting of members of the reporting unit on 5 December 2007 in accordance with s266 of the RAO Schedule.

Yours faithfully


JAMES C TINSLAY
SECRETARY





**NATIONAL ELECTRICAL
CONTRACTORS ASSOCIATION
ACT CHAPTER**

Financial Report
For The Year Ended
30 June 2007

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

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NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

Operating Report by the Committee

Your committee members submit the financial report of the National Electrical Contractors Association – ACT Chapter (“the association”) for the financial year ended 30 June 2007.

Committee Members

The name of committee members of the association throughout the financial year and at the date of this report are:

G Kempton	S Pattrick
P Glynn (ceased 31/01/07)	J Tinslay (elected 16/03/07)
M O'Malley	R Donnelly
B Read (elected 28/07/06)	S Buckley (ceased 28/07/06)
J Ayres (ceased 28/07/06)	

Committee members have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activity

The principal activity of the association during the financial year was representing the interests of its members in the electrical and communication industry. No significant change in the nature of these activities occurred during the year.

No Significant Changes in State of Affairs

No significant changes in the state of affairs of the association occurred during the financial year.

Operating Results

The profit of the association for the financial year amounted to \$13,414 (2006: \$9,454).

After Balance Date Events

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

Number of Members

The association had 75 (2006: 69) members at financial year end.

Number of Employees

The association had 0 (2006: 0) employees at financial year end.

Superannuation Trustees

The following committee member is an alternate director of New South Wales Electrical Superannuation Scheme Pty Ltd which is the trustee of the New South Wales Electrical Superannuation Scheme:

J Tinslay

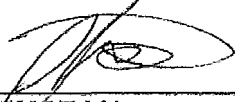
NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

Operating Report by the Committee (cont'd)

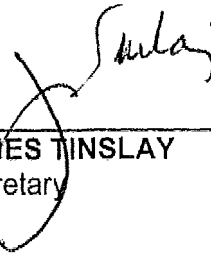
Members Right to Resign

Members may resign from the association in accordance with Rule 11, Resignation from Membership, of the Federal Rules of National Electrical Contractors Association. Rule 11 conforms with Section 174, Resignation from Membership, of the RAO Schedule 1B of the Workplace Relations Act 1996.

Signed in accordance with a resolution of the Members of the Committee:



GREGORY KEMPTON
President



JAMES TINSLAY
Secretary

Dated this *25th* day of *October* 2007

Committee of Management Statement

On 16 August 2006 the Committee of Management of the National Electrical Contractor Association – ACT Chapter passed the following resolution in relation to the general purpose financial report (GPFR) of the association for the financial year ended 30 June 2007.

The Committee of Management declares in relation to the GPFR that in its opinion:

- a) the financial statements and notes comply with the Australian Accounting Standards;
- b) the financial statements and notes comply with the reporting guidelines 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 association for the financial year to which they relate;
- d) there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable; and
- e) that during the financial year 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 association;
 - ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the association including the rules of a branch concerned;
 - iii) the financial records of reporting units have been kept and maintained in accordance with the RAO Schedules and the RAO Regulations;
 - iv) no requests have been made from any member of the association or a Register under section 272 of the RAO Schedule; and
 - v) no orders have been made by the Commission under section 273 of the RAO Schedule during the year.

For the Committee of Management:



JAMES TINSLAY
Secretary

Dated this 25th day of October 2007

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$	2006 \$
Revenue	2	106,989	82,581
Affiliation expenses		(12,033)	(10,577)
Travel and accommodation expenses		(9,336)	(6,348)
Other expenses		<u>(72,206)</u>	<u>(56,202)</u>
Profit before income tax		13,414	9,454
Income tax expense		-	-
Profit attributable to the association		<u>13,414</u>	<u>9,454</u>

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

**BALANCE SHEET
AS AT 30 JUNE 2007**

	Note	2007 \$	2006 \$
CURRENT ASSETS			
Cash and cash equivalents	4	43,695	54,381
Financial assets	5	70,004	65,317
Other current assets	6	10,180	1,364
TOTAL CURRENT ASSETS		<u>123,879</u>	<u>121,062</u>
TOTAL ASSETS		<u>123,879</u>	<u>121,062</u>
CURRENT LIABILITIES			
Income Received in Advance	7	16,836	26,760
Trade and other payables	8	424	1,097
TOTAL CURRENT LIABILITIES		<u>17,260</u>	<u>27,857</u>
TOTAL LIABILITIES		<u>17,260</u>	<u>27,857</u>
NET ASSETS		<u>106,619</u>	<u>93,205</u>
EQUITY			
Retained earnings		<u>106,619</u>	<u>93,205</u>
TOTAL EQUITY		<u>106,619</u>	<u>93,205</u>

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2007

	Retained earnings \$	Total \$
Balance at 1 July 2005	83,751	83,751
Profit attributable to members of Association	9,454	9,454
Balance at 30 June 2006	93,205	93,205
Profit attributable to members of Association	13,414	13,414
Balance at 30 June 2007	106,619	106,619

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$	2006 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts in the course of operations		92,275	79,629
Payments to suppliers and employees		(104,172)	(57,555)
Interest received		5,898	3,589
Net cash provided by /(used in) operating activities	10	<u>(5,999)</u>	<u>25,663</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for investments		<u>(4,687)</u>	<u>(2,285)</u>
Net cash provided by /(used in) investing activities		<u>(4,687)</u>	<u>(2,285)</u>
Net increase/(decrease) in cash held		(10,686)	23,378
Cash at beginning of financial year		<u>54,381</u>	<u>31,003</u>
Cash at end of financial year	4	<u>43,695</u>	<u>54,381</u>

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the and the Workplace Relations Act 1996.

The financial report of the association complies with all International Financial Reporting Standards in their entirety.

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

Basis of Preparation

Functional and presentation currency

The functional currency of the association is measured using the currency of the primary economic environment in which the association operates. The financial statements are presented in Australian dollars which is functional and presentation currency of the association.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

(a) Income Tax

No provision for income tax is necessary for the State association as "Associations of Employers" are exempt from income tax under Section 50-15 of the Income Tax Assessment Act 1997.

(b) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial assets at fair value through profit and loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Derivatives are also categorised as held for trading unless they are designated as hedges. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

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

(b) Financial Instruments (cont'd)

Held-to-maturity investments

These investments have fixed maturities, and it is the association's intention to hold these investments to maturity. Any held-to-maturity investments held by the association are stated at amortised cost using the effective interest rate method.

Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Derivative instruments

Derivative instruments are measured at fair value. Gains and losses arising from changes in fair value are taken to the income statement unless they are designated as hedges.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the association assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the income statement.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

(d) Impairment of Assets

At each reporting date, the association reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

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

(e) Revenue

Revenue from the sale of goods and services is recognised upon the delivery of goods and services to customers and members.

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

(f) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(g) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(h) Critical accounting estimates and judgments

The association evaluates estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

Key estimates — Impairment

The association assesses impairment at each reporting date by evaluating conditions specific to the association that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

No impairment has been recognized for the year ended 30 June 2007.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

	2007 \$	2006 \$
NOTE 2: REVENUE		
Operating activities		
- Member subscriptions	65,357	53,481
	<u>65,357</u>	<u>53,481</u>
Non-operating activities		
- Interest revenue from other corporations	5,898	3,589
- Other Revenue	35,734	25,511
	<u>41,632</u>	<u>29,100</u>
Total revenues	<u>106,989</u>	<u>82,581</u>

NOTE 3: AUDITOR'S REMUNERATION

Remuneration of the auditor of the association for:

- auditing or reviewing the financial report	<u>1,250</u>	<u>1,000</u>
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NOTE 4: CASH AND CASH EQUIVALENTS

Cash at bank	43,695	54,381
	<u>43,695</u>	<u>54,381</u>

Reconciliation of cash

Cash at the end of the financial year as shown

In the statement of cash flows is reconciled to
items in the balance sheet as follows:

Cash at bank	<u>43,695</u>	<u>54,381</u>
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NOTE 5: FINANCIAL ASSETS

Term Deposit	70,004	65,317
	<u>70,004</u>	<u>65,317</u>

(a) The effective interest rate on term deposits was 6.15% (2006: 5.5%), these deposits have an average maturity of 60 days.

NOTE 6: OTHER CURRENT ASSETS

Prepayments	10,180	1,364
	<u>10,180</u>	<u>1,364</u>

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

	2007 \$	2006 \$
NOTE 7: DEFERRED INCOME		
Income Received in Advance	16,836	26,760
	<u>16,836</u>	<u>26,760</u>

NOTE 8: TRADE AND OTHER PAYABLES

Trade and other payables	1,599	1,100
Goods & Services Tax	(1,175)	(3)
	<u>424</u>	<u>1,097</u>

NOTE 9: RELATED PARTY TRANSACTIONS

The following committee members were key management personnel of the association:

G Kempton	S Patrick
P Glynn (ceased 31/01/07)	J Tinslay (elected 16/03/07)
M O'Malley	R Donnelly
B Read (elected 28/07/06)	S Buckley (ceased 28/07/06)
J Ayres (ceased 28/07/06)	

No remuneration was paid or payable to key management personnel.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties

(a) Committee members, directors and their related entities are able to use the services provided by the National Electrical Contractors Association. Such services are made available on terms and conditions no more favourable than those available to all other members.

NOTE 10: CASH FLOW INFORMATION

Reconciliation of cash flow from operations with profit from ordinary activities		
Profit from ordinary activities after income tax	13,414	9,454
	<u>13,414</u>	<u>9,454</u>
Changes in assets and liabilities		
(Increase)/decrease in other current assets	(8,816)	636
Increase/(decrease) in trade and other payables	(10,597)	15,573
Cash flows from operations	<u>(5,999)</u>	<u>25,663</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

NOTE 11: FINANCIAL INSTRUMENTS

(a) Financial Risk Management

The association's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments and accounts receivable and payable. The main purpose of non-derivative financial instruments is to raise finance for the association's operations.

The association does not have any derivative instruments at 30 June 2007.

i. Treasury Risk Management

Committee members and directors of the association meet on a regular basis to analyse currency and interest rate exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

ii. Financial Risks

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

Interest rate risk

The association is not exposed to fluctuations in interest rate risk. For further details on interest rate risk refer to Note 11(b).

Liquidity risk

The association manages liquidity risk by monitoring forecast cash flows and ensuring that adequate working capitals are maintained.

Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The association does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the association.

Price risk

The association is not exposed to any material commodity price risk.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

11: FINANCIAL INSTRUMENTS (CONT'D)

(b) Interest Rate Risk

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

	Weighted Average		Floating Interest Rate		Fixed Interest Rate	
	Effective Interest Rate		2007	2006	2007	2006
	2007	2006	2007	2006	2007	2006
	%	%	\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents	1.25	2.35	43,695	54,381	-	-
Short Term deposits	6.15	5.5	-	-	70,004	65,317
Total Financial Assets:			43,695	54,381	70,004	65,317
Financial Liabilities:						
Trade and other payables	-	-	-	-	-	-
Total Financial Liabilities:						

	Weighted Average		Non-Interest Bearing		Total	
	Effective Interest Rate		2007	2006	2007	2006
	2007	2006	\$	\$	\$	\$
	%	%	\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents	1.25	2.35	-	-	43,695	54,381
Short Term deposits	6.15	5.5	-	-	70,004	65,317
Total Financial Assets:			-	-	113,699	119,698
Financial Liabilities:						
Trade and other payables	-	-	424	1,097	424	1,097
Total Financial Liabilities:			424	1,097	424	1,097

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007**

NOTE 11: FINANCIAL INSTRUMENTS (CONT'D)

(c) Net Fair Value

The net fair value of assets and liabilities approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the Balance Sheet and in the notes to and forming part of the financial statements.

Details of aggregate net fair value and carrying amounts of financial assets and financial liabilities at balance date:

	2007		2006	
	Carrying Amount \$	Net Fair Value \$	Carrying Amount \$	Net Fair Value \$
Financial assets				
Deposits	70,004	70,004	65,317	65,317
Total financial assets	<u>70,004</u>	<u>70,004</u>	<u>65,317</u>	<u>65,317</u>
Financial liabilities				
Trade and other payables	424	424	1,097	1,097
Total financial liabilities	<u>424</u>	<u>424</u>	<u>1,097</u>	<u>1,097</u>

NOTE 12: SEGMENT REPORTING

The association operates predominantly in one business and geographical segment, being in the electrical and communication industry providing benefits to the professional advisory services in Australia.

NOTE 13: EVENTS AFTER BALANCE SHEET DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may affect the operations of the association.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007

NOTE 14: CHANGE IN ACCOUNTING POLICY

The following Australian Accounting Standards have been issued or amended and are applicable to the association but are not yet effective. They have not been adopted in preparation of the financial statements at reporting date.

AASB Amendment	Standards Affected	Outline of Amendment	Application Date of Standard	Application Date for Group
ASB 2005–10 Amendments to Australian Accounting Standards	AASB 1 AASB 4 AASB 101 AASB 114 AASB 117 AASB 133 AASB 1023 AASB 1038 AASB 139	First time adoption of AIFRS Insurance Contracts Presentation of Financial Statements Segment Reporting Leases Earnings per Share General Insurance Contracts Life Insurance Contracts Financial Instruments: Recognition and Measurement	The disclosure requirements of AASB 132: Financial Instruments: Disclosure and Presentation have been replaced due to the issuing of AASB 7: Financial Instruments: Disclosures in August 2005. These amendments will involve changes to financial instrument disclosures within the financial report. However, there will be no direct impact on amounts included in the financial report as it is a disclosure standard.	1 Jan 2007 1 July 2007
AASB 7 Financial Instruments: Disclosures	AASB 132	Financial Instruments: Disclosure and Presentation	As above.	1 Jan 2007 1 July 2007

NOTE 15: ASSOCIATION DETAILS

The principal place of business of the association is:

National Electrical Contractors Association – ACT Chapter
Level 4, 30 Atchison St
St Leonards NSW 2065

NOTE 16: RAO s272 INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

- (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).

Melbourne
Bentleys MRI
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Audit & Assurance Services Division

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Melbourne Vic 3000

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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION
– AUSTRALIAN CAPITAL TERRITORY CHAPTER**

Report on the Financial Report

We have audited the accompanying financial report of National Electrical Contractors Association – Australian Capital Territory Chapter, which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes and the Committee of Management Statement.

The responsibility of the Committee of Management for the Financial Report

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

Auditor's Responsibility

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

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

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

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION
– AUSTRALIAN CAPITAL TERRITORY CHAPTER (Continued)**

Independence

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

Auditor's Opinion

In our opinion, the financial report gives a true and fair view of the financial position of National Electrical Contractors Association – Australian Capital Territory Chapter as of 30 June 2007, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the requirements imposed by Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations Act 1996.

Bentleys mri

**BENTLEYS MRI
CHARTERED ACCOUNTANTS**

Scott Phillips

**SCOTT PHILLIPS
PARTNER
APPROVED AUDITOR**

Dated in Melbourne on this 8TH day of NOVEMBER 2007

Bentleys MRI Melbourne Pty Ltd
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**COMPILATION REPORT TO THE
NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION -
AUSTRALIAN CAPITAL TERRITORY CHAPTER**

Scope

On the basis of information provided by the committee of the National Electrical Contractors Association - Australian Capital Territory Chapter, we have compiled in accordance with APS 9: Statement on Compilation of Financial Reports the special purpose financial report of National Electrical Contractors Association, Australian Capital Territory Chapter for the year ended 30 June 2007 as set out in page 20.

The specific purpose for which the special purpose financial report has been prepared is to provide private information to the committee members. The committee is solely responsible for the information contained in the special purpose financial report. No accounting standards and other mandatory professional reporting requirements have been adopted in the preparation of the special purpose financial report.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the committee provided, into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the company, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the company and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.

Bentleys MRI Melbourne Pty Ltd

**BENTLEYS MRI MELBOURNE PTY LTD
CHARTERED ACCOUNTANTS**

Scott Phillips

**SCOTT PHILLIPS
DIRECTOR**

Dated in Melbourne on this 8TH day of NOVEMBER 2007

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – ACT CHAPTER

DETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007

	2007	2006
	\$	\$
INCOME		
Subscriptions	65,357	53,481
Annual General Meeting/Excellence Awards	29,069	25,511
Interest	5,898	3,589
Sundry Income	6,665	-
Total Income	<u>106,989</u>	<u>82,581</u>
EXPENDITURE		
Annual General Meeting/Excellence Awards	37,338	27,067
Accounting	3,500	3,500
Audit Fees	1,250	1,000
Affiliation Fees	12,033	10,577
Bank Charges	311	348
Chapter Expenses	8,213	
Insurance	519	458
Management Services	18,636	23,182
Sundry Expenses	2,439	647
Travel & Accommodation	9,336	6,348
Total Expenditure	<u>93,575</u>	<u>73,127</u>
OPERATING PROFIT/(LOSS)	<u>13,414</u>	<u>9,454</u>