



**Australian Government**  
**Australian Industrial Registry**

Level 5, 11 Exhibition St, Melbourne Vic 3000  
GPO Box 1994, Melbourne, VIC 3001  
Telephone: (03) 8661 7990  
Fax: (03) 9655 0410  
andrew.schultz@air.gov.au

Mr James Tinslay  
Queensland Chapter Secretary  
The National Electrical Contractors Association  
Queensland Chapter  
Suite 6, Level 3  
349 Coronation Drive  
MILTON QLD 4064

By email – [necag@neca.asn.au](mailto:necag@neca.asn.au)  
[necanat@neca.asn.au](mailto:necanat@neca.asn.au)

Dear Mr Tinslay,

**Re: Financial Report - Year ending 30 June 2007 - FR2007/446**  
**Schedule 1 - Workplace Relations Act 1996 (RAO Schedule)**

I have received the Financial Report for the Queensland Chapter of *The National Electrical Contractors Association* for the year ending 30 June 2007. The documents were lodged on 14 January 2008.

The documents have been filed.

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

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Andrew Schultz', written over a vertical red line.

Andrew Schultz  
Statutory Services Branch

28 February 2008

FR2007/446



Queensland chapter | national electrical and communications association  
Suite 6, Level 3, 349 Coronation Drive Milton Queensland 4064 Australia  
PO Box 1843 Milton Queensland 4064 Australia  
telephone: + 61 7 3377 0822 facsimile: + 61 7 3377 0803  
email: necaq@neca.asn.au website: www.neca.asn.au  
ABN 96 409 004 653

4 January 2008

Deputy Industrial Registrar  
Australian Industrial Registry  
PO Box 5713, Central Plaza,  
BRISBANE QLD 4001



Dear Sir/Madam

**CERTIFICATE OF SECRETARY**

I, James Clifford Tinslay, being the Secretary of the National Electrical Contractors Association – Tasmania 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 14 October 2007; and.
3. that the full report was presented to the Annual General Meeting of members of the reporting unit on 5 November 2007 in accordance with s266 of the RAO Schedule.

A copy of the financial reports and minutes of Annual General Meeting are attached.

Yours faithfully

**JAMES C TINSLAY  
SECRETARY**

PRIVATE AND CONFIDENTIAL

**MINUTES OF  
THE NATIONAL ELECTRICAL AND COMMUNICATIONS ASSOCIATION  
QUEENSLAND CHAPTER  
ANNUAL GENERAL MEETING  
HELD AT THE OFFICES OF NHP, 16 RIVERVIEW PLACE, MURRARRIE  
ON 5 NOVEMBER, 2007 AT 4.00PM**

---

**1. ATTENDANCE**

**1.1** Craig McKenzie (Chairman)

Geoff Partridge  
Wes McKnight  
David McInnes  
Brendan Gowdie  
Steve Downey  
Michael Bowring  
Stephen Griffiths  
Mick O'Malley  
Vince Shaw  
Gregory Sellers  
Garry Preston  
Paul Stocker  
Andrew Armstrong  
Gary Fry  
Darren Bond  
Peter Taylor

James Tinslay (Secretary)

Vicky Rigler (National Projects Manager)

**1.2 Apologies**

Neville Palmer

**2. FINANCIAL ACCOUNTS 2006/2007**

The audited financial accounts for the year ended 30 June 2007 had been distributed to all members. The auditors raised no matters of concern.

It was resolved to accept the financial accounts for the year ended 30 June 2007.

**3. GENERAL BUSINESS**

Nil

**4. CLOSURE**

There being no further business the Chairman closed the meeting at 4.15pm

Chairman: \_\_\_\_\_ Date: \_\_\_\_\_

NATIONAL ELECTRICAL CONTRACTORS  
ASSOCIATION  
QUEENSLAND CHAPTER

Financial Report  
For the Year Ended  
30 June 2007

# NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

## TABLE OF CONTENTS

Operating Report by the Committee	1 - 2
Committee of Management Statement	3
Financial Report	
Income Statement	4
Balance Sheet	5
Statement of Changes in Equity	6
Cash Flow Statement	7
Notes to the Financial Statements	8 – 16
Independent Audit Report	17 – 18
Compilation Report	19
Additional Information	20

---

## NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

### Operating Report by the Committee

Your committee members submit the financial report of the National Electrical Contractors Association – Queensland 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:

N Palmer	W McKnight
B Gowdie (elected 31/07/06)	D McInnes (elected 31/07/06)
C McKenzie (elected 31/07/06)	G Partridge (elected 31/07/06)
P Glynn (ceased 31/01/07)	J Tinslay (elected 16/03/07)
S Griffiths (ceased 31/07/06)	R Schnitzereling (ceased 31/07/06)
D Madson (ceased 31/07/06)	M Bowring (ceased 31/07/06)
F Russo (ceased 31/07/06)	M O'Malley (ceased 31/07/06)
C M Russell (ceased 31/07/06)	

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 loss of the association for the financial year amounted to \$84,108 (2006: \$176,089).

#### 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 52 (2006: 38) 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

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:



---

NEVILLE PALMER  
President



---

JAMES TINSLAY  
Secretary

Dated this 7<sup>th</sup> day of October 2007

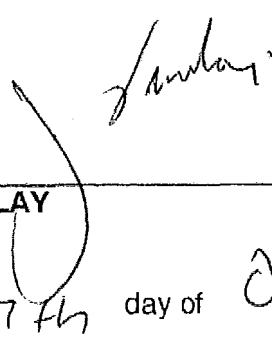
Committee of Management Statement

On 10 September 2007 the Committee of Management of the National Electrical Contractor Association-- Queensland 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 7<sup>th</sup> day of October 2007



NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 \$	2006 \$
<b>Revenue</b>	2	124,730	19,557
Travel and accommodation expenses		(7,350)	(8,242)
Other expenses		(201,488)	(187,404)
<b>Loss before income tax</b>		(84,108)	(176,089)
Income tax expense		-	-
<b>Loss attributable to the association</b>		<u>(84,108)</u>	<u>(176,089)</u>

The accompanying notes form part of these financial statements.

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

**BALANCE SHEET  
AS AT 30 JUNE 2007**

	<b>Note</b>	<b>2007 \$</b>	<b>2006 \$</b>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	11,258	25,542
Trade and Other Receivables	6	3,324	3,306
Other current assets	7	19,940	-
<b>TOTAL CURRENT ASSETS</b>		<u>34,522</u>	<u>28,848</u>
<b>TOTAL ASSETS</b>		<u>34,522</u>	<u>28,848</u>
<b>CURRENT LIABILITIES</b>			
Income Received in Advance	8	8,715	8,010
Trade and other payables	9	11,046	1,405
<b>TOTAL CURRENT LIABILITIES</b>		<u>19,761</u>	<u>9,415</u>
<b>NON- CURRENT LIABILITIES</b>			
Trade and other payables	9	281,137	201,701
<b>TOTAL CURRENT LIABILITIES</b>		<u>281,137</u>	<u>201,701</u>
<b>TOTAL LIABILITIES</b>		<u>300,898</u>	<u>211,116</u>
<b>NET LIABILITIES</b>		<u>(266,376)</u>	<u>(182,268)</u>
<b>EQUITY</b>			
Accumulated Losses		<u>(266,376)</u>	<u>(182,268)</u>
<b>TOTAL DEFICIENCY OF ASSETS</b>		<u>(266,376)</u>	<u>(182,268)</u>

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

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

	Accumulated Losses \$	Total \$
<b>Balance at 1 July 2005</b>	(6,179)	(6,179)
Loss attributable to members of Association	(176,089)	(176,089)
<b>Balance at 30 June 2006</b>	<b>(182,268)</b>	<b>(182,268)</b>
Loss attributable to members of Association	(84,108)	(84,108)
<b>Balance at 30 June 2007</b>	<b>(266,376)</b>	<b>(266,376)</b>

The accompanying notes form part of these financial statements.

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

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

	Note	2007 \$	2006 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts in the course of operations		104,772	16,251
Payments to suppliers and employees		<u>(198,492)</u>	<u>(186,231)</u>
Net cash provided by /(used in) operating activities	11	<u>(93,720)</u>	<u>(169,980)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Inter-Chapter Loans		<u>79,436</u>	<u>195,522</u>
Net cash provided by /(used in) investing activities		<u>79,436</u>	<u>195,522</u>
Net increase/(decrease) in cash held		(14,284)	25,542
Cash at beginning of financial year		<u>25,542</u>	0
Cash at end of financial year	5	<u>11,258</u>	<u>25,542</u>

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND 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 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.

**Going Concern Assumption**

The association experienced operating losses and capital deficiency during the year ended 30<sup>th</sup> June 2007. The committee, however, are confident that the association will be able to generate revenue and access to grants from related entities in the near future. Accordingly, the committee believes the financial report should be prepared on a going concern basis.

**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.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND 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)**

*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.

*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.

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

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

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

**(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.

**(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 recognised for the year ended 30 June 2007.

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

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

	2007	2006
	\$	\$
<hr/>		
<b>NOTE 2: REVENUE</b>		
<b>Operating activities</b>		
- Member subscriptions	35,139	11,527
	<u>35,139</u>	<u>11,527</u>
Non-operating activities		
- Inter-Chapter Grants	60,000	-
- Other Revenue	29,591	8,030
	<u>89,591</u>	<u>8,030</u>
Total revenues	<u>124,730</u>	<u>19,557</u>
<b>NOTE 3: PROFIT (LOSS) FROM ORDINARY ACTIVITIES</b>		
Profit (loss) from ordinary activities before income tax expenses has been determined after:		
Rental expense on operating leases		
- Minimum lease payments	<u>25,852</u>	<u>25,852</u>
<b>NOTE 4: AUDITOR'S REMUNERATION</b>		
Remuneration of the auditor of the association for:		
- auditing or reviewing the financial report	<u>1,500</u>	-
<b>NOTE 5: CASH AND CASH EQUIVALENTS</b>		
Cash at bank	<u>11,258</u>	<u>25,542</u>
	<u>11,258</u>	<u>25,542</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>11,258</u>	<u>25,542</u>
<b>NOTE 6: TRADE &amp; OTHER RECEIVABLES</b>		
General membership	-	3,306
Goods and services tax	3,324	-
	<u>3,324</u>	<u>3,306</u>



NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

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

	2007 \$	2006 \$
<b>NOTE 7: OTHER CURRENT ASSETS</b>		
Prepayments	19,940	-
	<u>19,940</u>	<u>-</u>

**NOTE 8: DEFERRED INCOME**

Income Received in Advance	8,715	8,010
	<u>8,715</u>	<u>8,010</u>

**NOTE 9: TRADE AND OTHER PAYABLES**

CURRENT

Trade and other payables	11,046	-
Goods & Services Tax	-	1,405
	<u>11,046</u>	<u>1,405</u>

NON-CURRENT

Loans due to related entities	<u>281,137</u>	<u>201,701</u>
-------------------------------	----------------	----------------

**NOTE 10: RELATED PARTY TRANSACTIONS**

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

N Palmer	W McKnight
B Gowdie (elected 31/07/06)	D McInnes (elected 31/07/06)
C McKenzie (elected 31/07/06)	G Partridge (elected 31/07/06)
P Glynn (ceased 31/01/07)	J Tinslay (elected 16/03/07)
S Griffiths (ceased 31/07/06)	R Schnitzereling (ceased 31/07/06)
D Madson (ceased 31/07/06)	M Bowring (ceased 31/07/06)
F Russo (ceased 31/07/06)	M O'Malley (ceased 31/07/06)
C M Russell (ceased 31/07/06)	

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.

(b) Payable to related entities at year end

- National Electrical & Communications Assoc – Victorian Chapter	130,000	-
- National Electrical & Communications Assoc – NSW Chapter	130,000	-
- National Electrical & Communications Assoc – National Office	21,137	201,701
	<u>281,137</u>	<u>201,701</u>

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

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

	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>

**NOTE 10: RELATED PARTY TRANSACTIONS (cont'd)**

(c) The association had the following transactions with National Electrical Contractors Association - National Office.

- Grants received from National Office	60,000	-
- Management fee charged to National Office	9,226	-

(d) The association had the following transactions with National Electrical Contractors Association – New South Wales Chapter

- Management fee charged to New South Wales Chapter	9,896	-
---	-------	---

**NOTE 11: CASH FLOW INFORMATION**

(a) Reconciliation of cash flow from operations with loss from ordinary activities

Loss from ordinary activities after income tax	(84,108)	(176,089)
	<hr/>	<hr/>
	(84,108)	(176,089)
Changes in assets and liabilities		
(Increase)/decrease in trade and other receivables	(19,958)	(3,306)
Increase/(decrease) in trade and other payables	10,346	9,415
Cash flows from operations	<hr/>	<hr/>
	(93,720)	(169,980)

**NOTE 12: FINANCIAL INSTRUMENTS**

**(a) Financial Risk Management**

The association's financial instruments consist mainly of deposits with banks, 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 12(b).

*Liquidity risk*

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

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

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

12: FINANCIAL INSTRUMENTS (CONT'D)

(a) Financial Risk Management (cont'd)

*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.

(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	\$	\$	\$	\$
	%	%				
Financial Assets:						
Cash and cash equivalents	0.01	0.01	11,258	25,542	-	-
Trade & other receivables	-	-	-	-	-	-
Total Financial Assets:			11,258	25,542	-	-
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	0.01	0.01	-	-	11,258	25,542
Trade & other receivables	-	-	3,324	3,306	3,324	3,306
Total Financial Assets:			3,324	3,306	14,582	28,848
Financial Liabilities:						
Trade and other payables			11,046	1,405	11,046	1,405
Total Financial Liabilities:			11,046	1,405	11,046	1,405

**NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER**

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

**NOTE 12: 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				
Trade & other receivables	3,324	3,324	3,306	3,306
Total financial assets	<u>3,324</u>	<u>3,324</u>	<u>3,306</u>	<u>3,306</u>
Financial liabilities				
Trade and other payables	11,046	11,046	1,405	1,405
Total financial liabilities	<u>11,046</u>	<u>11,046</u>	<u>1,405</u>	<u>1,405</u>

**NOTE 13: 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 14: 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 – QUEENSLAND CHAPTER**

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

**NOTE 15: 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.

<b>AASB Amendment</b>	<b>Standards Affected</b>	<b>Outline of Amendment</b>	<b>Application Date of Standard</b>	<b>Application Date for Group</b>	
ASB 2005–10 Amendments to Australian Accounting Standards	AASB 1	First time adoption of AIFRS	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 4	Insurance Contracts			
	AASB 101	Presentation of Financial Statements			
	AASB 114	Segment Reporting			
	AASB 117	Leases			
	AASB 133	Earnings per Share			
	AASB 1023	General Insurance Contracts			
	AASB 1038	Life Insurance Contracts			
	AASB 139	Financial Instruments: Recognition and Measurement			
AASB 7 Financial Instruments: Disclosures	AASB 132	Financial Instruments: Disclosure and Presentation	As above.	1 Jan 2007	1 July 2007

**NOTE 16: ASSOCIATION DETAILS**

The principal place of business of the association is:

National Electrical Contractors Association – Queensland Chapter  
Suite 6, Level 3, 349 Coronation Drive  
Milton QLD 4064

**NOTE 17: 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  
ABN 62 667 316 249  
Audit & Assurance Services Division

Level 7, 114 William Street  
Melbourne Vic 3000

GPO Box 2266  
Melbourne Vic 3001

T +61 3 9274 0600  
F +61 3 9274 0736

audit@melb.bentleys.com.au  
www.bentleys.com.au

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

We have audited the accompanying financial report of National Electrical Contractors Association – Queensland 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.

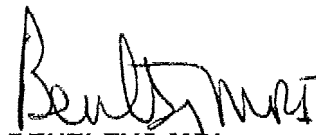
**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND  
CHAPTER (Continued)**

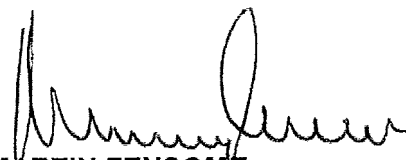
**Independence**

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 – Queensland 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  
CHARTERED ACCOUNTANTS**

  
**MARTIN FENSOME  
PARTNER  
APPROVED AUDITOR**

Dated in Melbourne on this 12 day of October 2007

**Bentleys MRI Melbourne Pty Ltd**  
ABN 22 050 116 373

Level 7, 114 William Street  
Melbourne Vic 3000

GPO Box 2266  
Melbourne Vic 3001

T +61 3 9274 0600  
F +61 3 9274 0660

admin@melb.bentleys.com.au  
www.bentleys.com.au

## COMPILATION REPORT TO THE NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION - QUEENSLAND CHAPTER

### Scope

On the basis of information provided by the committee of the National Electrical Contractors Association - Queensland 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, Queensland Chapter for the year ended 30 June 2007 as set out in page 20.

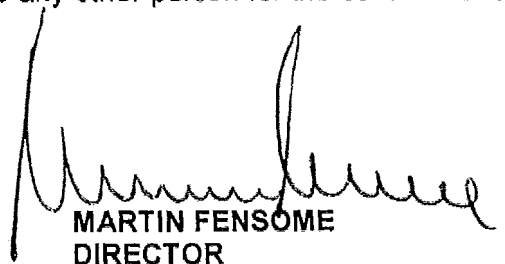
The specific purpose for which the special purpose financial report has been prepared is to provide private information to the committee members. The committee is solely responsible for the information contained in the special purpose financial report. No accounting standards and other mandatory professional 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**  
**CHARTERED ACCOUNTANTS**

  
**MARTIN FENSOME**  
**DIRECTOR**

Dated in Melbourne on this 12 day of October 2007



NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – QUEENSLAND CHAPTER

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

	2007 \$	2006 \$
<b>INCOME</b>		
Subscriptions	35,139	11,527
Courses	4,018	-
Inter Chapter Grants	60,000	-
Management Fees	19,122	-
Sales to Members	6,451	1,212
Sundry Income	-	6,818
<b>Total Income</b>	<u>124,730</u>	<u>19,557</u>
<b>EXPENDITURE</b>		
Audit Fees	1,500	-
Affiliation Fees	-	-
Bank Charges	155	123
Courses Held	2,400	-
IT Expenses	163	5,481
Management Fees	135,669	133,000
Newsletters	6,655	2,198
Printing & Stationery	16,253	16,457
Rent & Office Expenses	38,693	30,145
Travel & Accommodation	7,350	8,242
<b>Total Expenditure</b>	<u>208,838</u>	<u>195,646</u>
<b>OPERATING PROFIT/(LOSS)</b>	<u>(84,108)</u>	<u>(176,089)</u>