

16 December 2010

Mr James Tinslay
Chapter Secretary
The National Electrical Contractors Association
Tasmanian Chapter
PO Box 793H
HOBART TAS 7001



FAIR WORK
AUSTRALIA

By email: neca@tcci.com.au

Dear Mr Tinslay,

Re: Financial Reports for year ending 30 June 2010 - FR2010/2581

s.268 Fair Work (Registered Organisations) Act 2009

I refer to the financial report for the Tasmanian Chapter of *The National Electrical Contractors Association* for year ended 30 June 2010. The documents were lodged on 6 December 2010.

The documents have been filed. No further action is required for year ending 30 June 2010.

The following information is provided to assist in future years.

Legislation

The relevant legislation is now as follows:

- *Fair Work (Registered Organisations) Act 2009*
- *Fair Work (Registered Organisations) Regulations 2009*

In future years please ensure that the financial documents refer to the above legislation.

If you have any queries regarding the above please contact me on (03) 8661 7990 or at andrew.schultz@fwa.gov.au

Yours faithfully,

Andrew Schultz

Tribunal Services and Organisations



Tasmania chapter | **national electrical and communications association**
30 Burnett Street, North Hobart Tasmania 7000 Australia
PO Box 793H Hobart Tasmania 7001 Australia
telephone: +61 3 6236 3656 facsimile: +61 3 6231 1278
email: neca@tcci.com.au website: www.neca.asn.au
ABN 95 769 527 867



26 November 2010

General Manager
Fair Work Australia
GPO Box 1994
MELBOURNE VIC 3001

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 Fair Work (Registered Organisation) Act 2009 (RO Act) and
2. that the full report was provided to members on 14 October 2010; and.
3. that the full financial report for 2009/2010 was presented to the Annual General Meeting of members of the reporting unit on 7 November 2010 in accordance with s266 of the RO Act.

Yours faithfully

JAMES C TINSLAY
SECRETARY

Attach.

**NATIONAL ELECTRICAL CONTRACTORS
ASSOCIATION
TASMANIA CHAPTER**

**Financial Report
For The Year Ended
30 June 2010**

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

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NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

Operating Report by the Committee

Your committee members submit the financial report of the National Electrical Contractors Association – Tasmania Chapter (“the association”) for the financial year ended 30 June 2010.

Committee Members

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

M Bowring (ceased 10th June 2010)
A Farr
D Joyce
J Tinslay

W Fromberg
A Damen
J Heerey
G Sharman

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 \$3,302 (2009: \$16,292 loss).

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 55 (2009: 59) members at financial year end.

Number of Employees

The association had 0 (2009: 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 – TASMANIA CHAPTER

Operating Report by the Committee (cont'd)

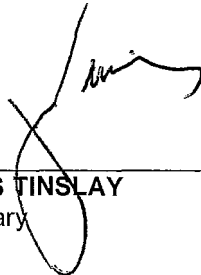
Members Right to Resign

Members may resign from the Association in accordance with Rule 11, Resignation from Membership, of the Federal Rules of the National Electrical Contractors Association. Rule 11 conforms with Section 174, Resignation from Membership, of the Fair Work (Registered Organisations) Act 2009.

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



JAMES HEEREY
President



JAMES TINSLAY
Secretary

Dated this 27th day of SEPTEMBER 2010

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

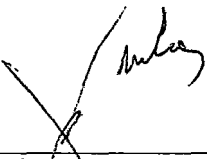
Committee of Management Statement

On 15th September 2010 the Committee of Management of the National Electrical Contractor Association – Tasmania Chapter passed the following resolution in relation to the general purpose financial report (GPFR) of the association for the financial year ended 30 June 2010.

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 Fair Work Australia;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable;
- (e) 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 organization including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organization including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009; and
 - (iv) no requests for information have been received from a member of the reporting unit or the General Manager of FWA under section 272 of the Fair Work (Registered Organisations) Act 2009 during the period; and
 - (v) no orders have been made by Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009 during the period.

For the Committee of Management:



JAMES TINSLAY
Secretary

Dated this 27th day of September 2010

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	2010 \$	2009 \$
Revenue	2	66,241	66,933
Affiliation expenses		(8,161)	(8,550)
Annual General Meeting/Excellence Awards		(16,436)	(29,852)
Audit Fees		(2,270)	(2,100)
Courses		(2,634)	(2,730)
Management Services		(22,682)	(32,900)
Meeting & Conference Expenses		(7,929)	(573)
Publications		(1,551)	(689)
Travel and accommodation expenses		(2,956)	(4,991)
Other expenses		(4,924)	(840)
Net Surplus/(Deficit)	2	<u>(3,302)</u>	<u>(16,292)</u>
Other Comprehensive Income		-	-
Total Comprehensive Surplus/(Deficit)		<u>(3,302)</u>	<u>(16,292)</u>

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010

	Note	2010 \$	2009 \$
CURRENT ASSETS			
Cash and cash equivalents	3	13,697	6,150
Inventory	4	-	1,551
Trade and other receivables	5	7,841	13,283
Prepayments		-	4,492
TOTAL CURRENT ASSETS		<u>21,538</u>	<u>25,476</u>
TOTAL ASSETS		<u>21,538</u>	<u>25,476</u>
CURRENT LIABILITIES			
Deferred Income	6	15,036	18,130
Trade and other payables	7	19,759	17,301
TOTAL CURRENT LIABILITIES		<u>34,795</u>	<u>35,431</u>
TOTAL LIABILITIES		<u>34,795</u>	<u>35,431</u>
NET ASSETS		<u>(13,257)</u>	<u>(9,955)</u>
EQUITY			
Accumulated losses		<u>(13,257)</u>	<u>(9,955)</u>
TOTAL DEFICIENCY OF ASSETS		<u>(13,257)</u>	<u>(9,955)</u>

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2010

	Accumulated Losses \$	Total \$
Balance at 1 July 2008	6,337	6,337
Surplus/(Deficit) for the year	(16,292)	(16,292)
Balance at 30 June 2009	(9,955)	(9,955)
Surplus/(Deficit) for the year	(3,302)	(3,302)
Balance at 30 June 2010	(13,257)	(13,257)

The accompanying notes form part of these financial statements.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2010**

	Note	2010 \$	2009 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts in the course of operations		77,724	60,297
Payments to suppliers and employees		(70,179)	(66,818)
Interest received		2	123
Net cash provided by /(used in) operating activities	9	<u>7,547</u>	<u>(6,398)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for plant and equipment		-	-
Proceeds from sale of plant and equipment		-	-
Payments for investments		-	-
Net cash provided by /(used in) investing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash held		7,547	(6,398)
Cash at beginning of financial year		<u>6,150</u>	<u>12,548</u>
Cash at end of financial year	3	<u>13,697</u>	<u>6,150</u>

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

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 Fair Work (Registered Organisations) Act 2009.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

Going Concern Assumption

Notwithstanding the association's deficiency in working capital as well as its net asset position, the financial report has been prepared on the going concern basis. This basis has been adopted as the association received a guarantee of ongoing financial support from a related entity to ensure the association will be able to settle its outstanding debts when they are due and payable.

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.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

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

(b) Financial Instruments

Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the association becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Transaction costs related to instruments classified as at fair value through profit or loss are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the association is no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed is recognised in profit or loss.

Classification and Subsequent Measurement

(i) *Financial assets at fair value through profit or loss*

Financial assets are classified at fair value through profit or loss when they are held for trading for the purpose of short term profit taking, where they are derivatives not held for hedging purposes, or designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Realised and unrealised gains and losses arising from changes in fair value are included in profit or loss in the period in which they arise.

(ii) *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 subsequently measured at amortised cost using the effective interest rate method.

(iii) *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost using the effective interest rate method.

(iv) *Available-for-sale financial assets*

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

(v) *Financial liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost using the effective interest rate method.

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.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

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

(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.

(e) Revenue

Revenue from subscriptions is accounted for on an accruals basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

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

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

(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.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

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

(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 2010.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

	2010 \$	2009 \$
NOTE 2: NET DEFICIT		
Deficit has been determined after:		
(a) Crediting as income		
Operating activities		
- Member subscriptions	35,887	36,275
- Insurance Commission	-	2,270
	<u>35,887</u>	<u>38,545</u>
Non-operating activities		
- Interest revenue from other corporations	2	123
- Sales of publications	-	780
- Other (Excellence Awards, AGM Dinner, Sundry)	30,352	27,485
	<u>30,354</u>	<u>28,388</u>
Total revenues	<u>66,241</u>	<u>66,933</u>
(b) Charging as an expense		
Auditors Remuneration:		
- Auditing the financial report	2,270	2,100
Affiliation Fees	8,161	8,550
Annual General Meeting/Excellence Awards	16,436	29,852
Bad Debts	-	664
Bank Charges	218	162
Courses	2,634	2,730
Doubtful Debts	(1,100)	600
Insurance	475	360
Management Services	22,682	32,900
Meeting & Conference Expenses	7,929	573
Publications	1,551	689
Sundry Expenses	5,431	(946)
Travel & Accommodation	2,856	4,991

NOTE 3: CASH AND CASH EQUIVALENTS

Cash at bank	<u>13,697</u>	<u>6,150</u>
	<u>13,697</u>	<u>6,150</u>

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

	2010 \$	2009 \$
NOTE 4: INVENTORY		
CURRENT		
At cost - stock of publications	-	1,551
	-	1,551
NOTE 5: RECEIVABLES		
CURRENT		
General membership	6,690	11,848
Insurance commission	-	2,264
Goods and services tax	1,151	271
	7,841	14,383
Less: provision for doubtful debts	-	(1,100)
	7,841	13,283
NOTE 6: DEFERRED INCOME		
Income Received in Advance	15,036	18,130
	15,036	18,130
NOTE 7: TRADE AND OTHER PAYABLES		
Trade and other payables	19,759	17,301
	19,759	17,301

NOTE 8: RELATED PARTY TRANSACTIONS

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

M Bowring (ceased 10 th June 2010)	W Fromberg	J Tinslay
A Farr	A Damen	G Sharman
D Joyce	J Heerey	

No remuneration was paid or payable to key management personnel.

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 – National Office	15,097	11,060
	15,097	11,060

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

- Affiliation fees charged by National Office	8,161	8,550
- Other charged by National Office	6,936	12,249
- Service fees charged by Victorian Chapter	5,000	-

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

	2010 \$	2009 \$
NOTE 9: CASH FLOW INFORMATION		
Reconciliation of cash flow from operations with surplus/deficit		
Surplus/(Deficit) from ordinary activities	(3,302)	(16,292)
Add/(less) non-cash items:		
Amounts set aside to provisions	(1,100)	600
	(4,402)	(15,692)
Changes in assets and liabilities		
(Increase)/decrease in trade and other receivables/prepayments	11,034	(7,802)
(Increase)/decrease in inventories	1,551	689
Increase/(decrease) in payables/deferred income	(636)	16,407
Cash flows from operations	7,547	(6,398)

NOTE 10: 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 2010.

i. Treasury Risk Management

Committee members of the association meet on a regular basis to analyse 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 has no interest bearing liabilities and consequently is not exposed to fluctuations in debt interest rates. For further details on interest rate risk refer to Note 10(b).

Foreign Currency risk

The association is not exposed to fluctuations in foreign currencies.

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.

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

NOTE 10: FINANCIAL INSTRUMENTS (CONT'D)

(a) Financial Risk Management (cont'd)

Price risk

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

(b) Financial Instrument Composition and Maturity Analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts may not reconcile to the balance sheet.

	Weighted Average		Effective Interest Floating Interest Rate		Within 1 Year	
	Rate		2010	2009	2010	2009
	2010	2009	2010	2009	2010	2009
Financial Assets:	%	%	\$	\$	\$	\$
Cash and cash equivalents	0.01	0.01	13,697	6,150	-	-
Trade & other receivables	-	-	-	-	-	-
Total Financial Assets:			13,697	6,150	-	-
Financial Liabilities:						
Trade and sundry payables	-	-	-	-	-	-
Total Financial Liabilities:			-	-	-	-

	Weighted Average		Effective Interest		1 to 5 Years		Over 5 Years	
	Rate		2010	2009	2010	2009	2010	2009
	2010	2009	2010	2009	2010	2009	2010	2009
Financial Assets:	%	%	\$	\$	\$	\$	\$	\$
Cash and cash equivalents	0.01	0.01	-	-	-	-	-	-
Trade & other receivables	-	-	-	-	-	-	-	-
Total Financial Assets:			-	-	-	-	-	-
Financial Liabilities:								
Trade and sundry payables	-	-	-	-	-	-	-	-
Total Financial Liabilities:			-	-	-	-	-	-

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

NOTE 10: FINANCIAL INSTRUMENTS (CONT'D)

(b) Financial Instrument Composition and Maturity Analysis (cont'd)

	Weighted Average		Non-Interest Bearing		Total	
	Effective Interest	Rate	2010	2009	2010	2009
	2010	2009	2010	2009	2010	2009
	%	%	\$	\$	\$	\$
Financial Assets:						
Cash and cash equivalents	0.01	0.01	-	-	13,697	6,150
Trade & other receivables	-	-	7,841	13,283	7,841	13,283
Total Financial Assets:			7,841	13,283	21,538	19,433
Financial Liabilities:						
Trade and sundry payables			19,759	17,301	19,759	17,301
Total Financial Liabilities:			19,759	17,301	19,759	17,301

Trade and sundry payables are expected to be paid as follows:

	2010	2009
	\$	\$
Less than 6 months	19,759	17,301
	19,759	17,301

(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.

Aggregate net fair values and carrying amounts of financial assets and financial liabilities at balance date

	2010		2009	
	Carrying Amount \$	Net Fair Value \$	Carrying Amount \$	Net Fair Value \$
Financial assets				
Trade and other receivables	7,841	7,841	13,283	13,283
Total financial assets	7,841	7,841	13,283	13,283
Financial liabilities				
Trade and sundry payables	19,759	19,759	17,301	17,301
Total financial liabilities	19,759	19,759	17,301	17,301

NATIONAL ELECTRICAL CONTRACTORS ASSOCIATION – TASMANIA CHAPTER

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010**

NOTE 10: FINANCIAL INSTRUMENTS (CONT'D)

Sensitivity analysis

Interest Rate risk

No interest rate sensitivity analysis has been performed as the association's only exposure to interest rate risk is in relation to cash and cash equivalents. There has been minimal movement in cash interest rates for the past 12 months and a 2% increase or decrease in these rates would have a negligible effect on profit and equity.

Foreign Currency risk

No sensitivity analysis has been performed on foreign currency risk as the association is not exposed to foreign currency fluctuations.

NOTE 11: 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 12: 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.

NOTE 13: ASSOCIATION DETAILS

The principal place of business of the association is:

National Electrical Contractors Association – Tasmania Chapter
30 Burnett Street
North Hobart TAS 7000

NOTE 14: s272 INFORMATION TO BE PROVIDED TO MEMBERS OR THE GENERAL MANAGER - FAIR WORK AUSTRALIA

- (1) A member of a reporting unit, or the General Manager - FWA, 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).

INDEPENDENT AUDIT REPORT

TO THE MEMBERS OF THE NATIONAL ELECTRICAL & COMMUNICATIONS ASSOCIATION – TASMANIA CHAPTER

Scope

The financial report and National Executives' responsibility:

The financial report comprises the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows, accompanying notes to the financial statements, and the statement by members of the committee for the National Executive of the National Electrical & Communications Association - Tasmania Chapter (the Association), for the year ended 30 June 2010.

The Committee of the Association is responsible for the preparation and true and fair presentation of the financial report in accordance with the *Fair Work (Registered Organisations) Act 2009*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

We conducted an independent audit in order to express an opinion to the members of the Association. Our audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Fair Work (Registered Organisations) Act 2009*, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Association's financial position, and of their performance as represented by the results of their operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Committee.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

INDEPENDENT AUDIT REPORT (CONTINUED)

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and *section 257 of the Fair Work (Registered Organisations) Act 2009*.

Audit Opinion

In our opinion, the general purpose financial report of the National Electrical & Communications Association - Tasmania Chapter for the year ended 30 June 2010, presents fairly in accordance with applicable Australian Accounting Standards, the requirements imposed by Part 3 of Chapter 8 of Schedule 1 of the Fair Work (Registered Organisations) Act 2009, and other mandatory professional reporting requirements in Australia.

Emphasis of Matter – Going Concern

Without qualification to our opinion, we draw attention to Note 1 of the financial report under the subheading 'Going Concern Assumption' which indicates uncertainty as to whether the association will be able to continue as a going concern. The association has received a guarantee of ongoing financial support from a related entity, however if this support is withdrawn the association may not be able realise its assets and liabilities in the ordinary course of business and at the amounts shown.

WHK HORWATH MELBOURNE



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**Peter Sexton – Chartered Accountant
Partner
Registered company auditor # 85044**

Dated: 27th September 2010