



FAIR WORK  
AUSTRALIA

7 March 2011

Mr. Jim Torr  
Chief Executive Officer  
Police Federation of Australia  
Australian Federal Police Association Branch

Email: jim.torr@afpa.org.au

Dear Mr Torr

### **Financial Report for year ended 30 June 2010 (FR2010/2531)**

I acknowledge receipt of the financial report of the Australian Federal Police Association Branch of the Police Federation of Australia for the year ended 30 June 2010. The financial report was received in this office on 17 February 2011.

The financial report has been filed.

I direct your attention to the following comments concerning the above report and the financial reporting obligations under the Fair Work (Registered Organisations) Act 2009 (the RO Act). Please note that these matters are generally advised for assistance in the future preparation of financial reports. No further action is required in respect of the subject documents.

#### **1. Auditor's Report**

##### Auditor's qualifications

Regulation 4 of the *Fair Work (Registered Organisations) Regulations 2009* defines an approved auditor as a person who is a member of CPA Australia, The Institute of Chartered Accountants in Australia or the National Institute of Accountants, and holds a current Public Practice Certificate. In all likelihood the auditor is such a person. However, it is our preference that this is made explicit in future auditor's reports.

#### **2. Required disclosures**

##### Contributions to and from another reporting unit of the organisation

Item 11(b) of the Reporting Guidelines requires that where contributions to another reporting unit are made the amount and the name of each reporting unit are to be disclosed in either the income statement or notes. Also, item 15 of the Reporting Guidelines requires that where another reporting unit of the organisation is the source of a cash outflow, such cash outflow should be separately disclosed and that the name of the other reporting unit be shown in the notes.

It is my understanding that the Australian Federal Police Association Branch of the Police Federation of Australia is required to make monthly contributions to the Police Federation of

Australia (rule 7 of the PFA rules). Any such contributions should be disclosed either in the income statement or the notes to the financial statements, and should include the name of the reporting unit (i.e. the Police Federation of Australia). Also, the amount of any cash outflows to the PFA are to be disclosed in the notes.

Note 3 contains an item of disclosure entitled "Affiliation fees". If this item refers to contributions made to the PFA then disclosures as outlined above need to be made. If this item refers to affiliations to external organisations, then item 11(d) of the Reporting Guidelines has been satisfied (item 11(d) requires disclosure of expenses regarding periodic subscriptions in respect of affiliation to any political party or industrial organisation).

#### Finance costs

AASB 101(82) requires that as a minimum, the face of the income statement shall include line items that present the finance costs for the period. In future years please ensure that finance costs are disclosed on the face of the income statement.

#### Material items

AASB 101(97) requires material items to be presented separately. Note 3 to the financial statements reports \$1,217,431 as other general administration expenses, which appears to be a material amount. In future years please ensure that any material items are separately disclosed.

### **3. Operating report**

#### Results of principal activities

I refer to the Operating Report, in particular to the "Operating Result". I note that section 254(2)(a) of the RO Act requires the operating report to include a review of the principal activities of the reporting entity, the results of those activities and any significant changes in the nature of those activities.

The "results of operation" requirement contemplates reference in the operating report to results directly related to the principal activities as opposed to the reporting entities financial result, particularly as measured in dollar 'surplus' or 'loss' terms. Although this may not be stated explicitly in the text of the subsection, I think it is reasonable to infer this is what the legislators had in mind given that the subsection is referring primarily to the principal activities and secondly, the actual financial outcome is elaborated elsewhere in the financial documents, such as the Balance Sheet and/or the Profit and Loss statement.

#### Right of members to resign

Subsection 254(2)(c) of the RO Act requires the operating report to "give details" of the right of members to resign from the reporting unit under section 174. The requirement may be met by the inclusion of a statement that a member has the right to resign and a reference to the relevant rule, which makes such provision. Alternatively, the complete text of the relevant resignation rule may be reproduced in the report.

The text of the resignation rule provided appears to be an out-of-date version of the rule. Please ensure in future that the current version of the resignation rule is provided

#### **4. Committee of Management Statement**

##### Recovery of Wages

I note that the accounts do not provide any information in relation to any recovery of wages activity. Items 16 – 23, 25(f) and 27(b) of the Reporting Guidelines govern the financial reporting of recovery of wages activity.

In circumstances where the reporting unit has not undertaken any recovery of wages activity for the financial year, a statement by the auditor or a declaration in the Committee of Management Statement to the effect that there was no recovery of wages activity for the financial year would be sufficient.

#### **5. Loans, Grants and Donations**

Thank you for forwarding a statement in accordance with subsection 237(1) of the RO Act in relation to the financial documents of the branch for year ended 30 June 2010 which was lodged in this office on 17 February 2011.

The contents of your statement have been noted.

The statement has been placed on a file which is not available to the public.

It should be noted that section 237(1) statements should be lodged in this office within 90 days after the end of the financial year.

#### **6. References**

I note the Committee of Management Statement contains references to the RAO Schedule and also Schedule 1B to the Workplace Relations Act 1996. The RAO Schedule/Schedule 1B is now the Fair Work (Registered Organisations) Act 2009. Also, the reference to the “RAO Regulations” in the Committee of Management Statement should refer to the Fair Work (Registered Organisations) Regulations 2009 (the RO Regulations). I further note a reference to the “Industrial Registrar” and “Registrar”. These references should be to the General Manager, Fair Work Australia. Also, the reference to “Commission” in paragraph (vi) should read “Fair Work Australia”.

I also note that the Auditor’s Report and the notes to the accounts refer to “Schedule 1B (RAO Schedule) of the Workplace Relations Act 1996”. As mentioned above, such reference should now be to the Fair Work (Registered Organisations) Act 2009.

#### **7. Timescale Requirements**

As you know the financial reports should be prepared, audited, supplied to members, presented to a meeting and lodged with Fair Work Australia within certain timescale requirements.

It should be noted that the full report, accompanied by a Designated Officer’s Certificate, must be lodged with Fair Work Australia within 14 days of its presentation to an appropriate meeting.

Should you wish to discuss this letter or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 8661 7993 or by email at [larry.powell@fwa.gov.au](mailto:larry.powell@fwa.gov.au).

Yours sincerely,

A handwritten signature in black ink, appearing to read 'L. Powell'.

Larry Powell  
Tribunal Services and Organisations



**AUSTRALIAN FEDERAL POLICE ASSOCIATION**

**DESIGNATED OFFICER'S CERTIFICATE**

*s268 Fair Work (Registered Organisations) Act 2009*

I Jim Torr being the Chief Executive Officer of the Australian Federal Police Association Branch of the Police Federation of Australia and Delegate of the Police Federation of Australia certify:

- that the documents lodged herewith are copies of the full report, referred to in s268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members on the 11<sup>th</sup> November 2010, on the AFPA website and is scheduled to be published in the December 2010 edition of the Auspol Journal which is distributed to all financial members via post; and

that the full report was presented to National Executive of the Australian Federal Police Association Branch of the reporting unit on the 5<sup>th</sup> November 2010 and to the Federal Executive of the Police Federation of Australia on the 8<sup>th</sup> November 2010; in accordance with section 266 of the *Fair Work (Registered Organisations) Act 2009*

**Jim Torr**  
Chief Executive Officer  
Australian Federal Police Association  
Vice President  
Police Federation of Australia  
Level 9, AMP Building, 1 Hobart Place  
Canberra ACT 2600  
Em: [jim.torr@afpa.org.au](mailto:jim.torr@afpa.org.au)  
Mob: +61 (0)401 141 616  
Tel: +61 (0)2 6285 1677

11<sup>th</sup> November 2010

**RSM Bird Cameron**

Chartered Accountants

**AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH**

**ABN 95 799 543 741**

**FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 JUNE 2010**

Liability limited by a  
scheme approved under  
Professional Standards  
Legislation

Birdanco Nominees Pty Ltd  
ABN 33 009 321 377  
Practising as  
RSM Bird Cameron  
ABN 65 319 382 479

Major Offices in:  
Perth, Sydney,  
Melbourne, Adelaide  
and Canberra

RSM Bird Cameron is an independent member firm of RSM International, an  
affiliation of independent accounting and consulting firms. RSM International  
is the name given to a network of independent accounting and consulting firms  
each of which practises in its own right. RSM International does not exist in any  
jurisdiction as a separate legal entity.

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

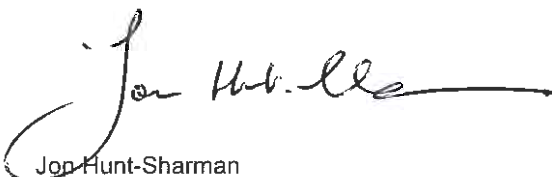
## COMMITTEE OF MANAGEMENT STATEMENT

On the date below, the Committee of Management of Australian Federal Police Association passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit 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 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 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 organisation including the rules of a branch concerned;
  - (ii) The financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned;
  - (iii) The financial records of the reporting unit have been kept and maintained in accordance with the Registration and Accountability of Organisations Schedule (Schedule 1B to the Workplace Relations Act 1996) (RAO) and the RAO Regulations;
  - (iv) The financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation;
  - (v) The information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule during the period has been furnished to the member or Registrar; and
  - (vi) There has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule during the period.

For Committee of Management :



Jon Hunt-Sharman  
Branch National President



James Torr  
Chief Executive Officer

Date:

28/10/10



# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

## OPERATING REPORT

This Operating Report covers the results of those activities that were provided for the financial year ended 30 June 2010.

### PRINCIPAL ACTIVITIES

The principal activities of the Association during the reporting period were to provide industrial representation of employees in the law enforcement industry.

### SIGNIFICANT CHANGES

There have been no significant changes in the nature of the Association's principal activities or financial affairs during the financial year ended 30th June 2010.

### MANNER OF RESIGNATION

Members may resign from the Association in accordance with rule 11, which reads as follows:

- 1) A member may resign their membership by notifying the Secretary in writing, addressed and delivered to that officer.
- 2) A notice of resignation from membership takes effect.
  - (a) Where the member ceases to be eligible to become a member of the Association:
    - (i) On the day on which the notice is received by the Association; or
    - (ii) On the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member, whichever is later, or
  - (b) In any other case:
    - (i) At the end of two weeks, after the notice is received by the Association; or
    - (ii) On the day specified in the notice; whichever is later.
- 3) Any dues payable but not paid by a former member of the Association, in relation to a period before the member's resignation from the organisation took effect, may be sued for and recovered in the name of the Association, in a court of competent jurisdiction, as a debt due to the Association.
- 4) A notice delivered to the Secretary shall be taken to have been received by the Association when it is delivered.
- 5) A notice of resignation that has been received by the Association is not invalid because it was not addressed and delivered to the Secretary.
- 6) A resignation from membership is valid even if it is not affected in accordance with this Rule if the member is informed in writing by or on behalf of the Association that the resignation has been accepted.

### TRUSTEE OR DIRECTOR OF TRUSTEE COMPANY OF SUPERANNUATION ENTITY OR EXEMPT PUBLIC SECTOR SUPERANNUATION SCHEME

No officer of the Association held a position of Trustee or director of trustee company of superannuation entity or exempt public sector superannuation scheme during the financial year ended 30th June 2010.

### NUMBER OF MEMBERS

The number of persons who, at the end of the reporting period 30th June 2010, were recorded on the Register of Members of the Association was 3869.

### NUMBER OF EMPLOYEES

The number of persons who were, at the end of the reporting period 30th June 2010, employees of the Association were 14 (includes 2 part time employees measured on a full time equivalent basis and 4 casual employees).

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

## OPERATING REPORT

### MEMBERS OF COMMITTEE MANAGEMENT

The persons who held office as members of the Committee of Management of the Association during the reporting period 30th June 2010 are:

### BRANCH NATIONAL PRESIDENT

Jonathan Hunt-Sharman Branch National President (Re-Elected 7/8/2008 – Term Expires 31/8/2012)

### BRANCH VICE PRESIDENTS

ian Bridle	Branch Vice President - Federal Operations (Elected 30/11/2009 - Contested Term Expires 8/8/2010)
Dennis Gellatly	Branch Vice President - Community Policing (Re-Elected 7/8/2008 - Term Expires 8/8/2010)
Mark Jager	Branch Vice President - Policing Operations Support (Elected 7/8/2008 - Term Expires 8/8/2010)
Aidan King	Branch Vice President - Uniform Protection (Elected 7/8/2008 - Term Expires 8/8/2010)
Christopher Collingwood	Branch Vice President - Specialist Operations (Re-Elected 7/8/2008 - Term Expires 8/8/2010)
Richard Smeltink	Branch Vice President - International Operations (Elected 7/8/2008 - Term Expires 8/8/2010)
Glen McDonald	Branch Vice President - High Tech Operations (Appointed 7/8/2008)

### BRANCH CHIEF EXECUTIVE OFFICER

Jim Torr Branch Chief Executive Officer (Re-Elected 7/8/2008 - Term Expires 31/8/2012)

### ACT & CONTRACT POLICING ZONE

Angela Smith	ACT & Contract Policing Zone - Zone Coordinator (Elected 1/9/2009)
Jane McKenzie	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Donna Gale	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Troy Gordon	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Mark Battye	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Nicholas Clark	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Ken Williams	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)
Adam Notley	ACT & Contract Policing Zone - Workplace Delegate (Elected 1/9/2009)

### AVIATION COUNTER TERRORISM FIRST RESPONSE GROUP ZONE

Gary Griffin	Aviation Counter Terrorism First Response Group Zone - Zone Coordinator (Elected 1/9/2009)
Mathew Pirani	Aviation Counter Terrorism First Response Group Zone - Zone Coordinator (Elected 2/11/2009)
Alex King	Aviation Counter Terrorism First Response Group Zone - Workplace Delegate (Elected 1/9/2009)

### AVIATION AIR SECURITY OFFICERS ZONE

Mal Westhead Aviation Air Security Officers Zone - Zone Coordinator (Elected 1/9/2009)

### CLOSE PERSONAL PROTECTION ZONE

Greg Corin Close Personal Protection Zone - Zone Coordinator (Elected 2/11/2009)

### CORPORATE ZONE

Gregory Palethorpe	Corporate Zone - Zone Coordinator (Elected 1/9/2009)
Russell Rowell	Corporate Zone - Workplace Delegate (Elected 1/9/2009)

### EXECUTIVE ZONE

Brian McDonald Executive Zone - Zone Coordinator (Elected 1/9/2009)

### FORENSIC OPERATIONS & CBRN ZONE

Eric Davies Forensic Operations & CBRN Zone - Zone Coordinator (Elected 1/9/2009)

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

## OPERATING REPORT

### FEDERAL INVESTIGATIONS & OFFICE OPERATIONS SUPPORT ZONE

Ben Santamaria Federal Investigations & Office Operations Support Zone - Zone Coordinator (Elected 1/9/2009)  
Glenn Tod Federal Investigations & Office Operations Support Zone - Workplace Delegate NSW (Elected 1/9/2009)  
Mark Kelly Federal Investigations & Office Operations Support Zone - Workplace Delegate QLD&NT (Elected 1/9/2009)  
**Vacant Position** **Federal Investigations & Office Operations Support Zone - Workplace Delegate SA (Position Vacant 20/8/2009)**  
Fiona Cleeland Federal Investigations & Office Operations Support Zone - Workplace Delegate VIC & TAS (Elected 1/9/2009)  
John Whitehead Federal Investigations & Office Operations Support Zone - Workplace Delegate WA (Elected 1/9/2009)  
Chris Woods Federal Investigations & Office Operations Support Zone - Workplace Delegate ACT (Elected 1/9/2009)

### INTELLIGENCE ZONE

Kenneth Lamb Intelligence Zone - Zone Coordinator (Elected 1/9/2009)  
Roland Fleischer Intelligence Zone - Workplace Delegate (Elected 2/11/2009)  
Chris Waters Intelligence Zone - Workplace Delegate (Elected 2/11/2009)

### INTERNATIONAL DEPLOYMENT GROUP ZONE

**Vacant Position** **International Deployment Group Zone - Zone Coordinator (Position Vacant.7/8/2009)**  
Andrew Clarke International Deployment Group Zone - Zone Coordinator (Elected 1/9/2009)  
Vince Pannell International Deployment Group Zone - Workplace Delegate (Elected 1/9/2009)  
Shane Norman International Deployment Group Zone - Workplace Delegate (Elected 1/9/2009)

### LEARNING AND DEVELOPMENT ZONE

Adrian Craft Learning & Development Zone - Zone Coordinator (Elected 1/9/2009)

### SURVEILLANCE AND TECHNICAL OPERATIONS ZONE

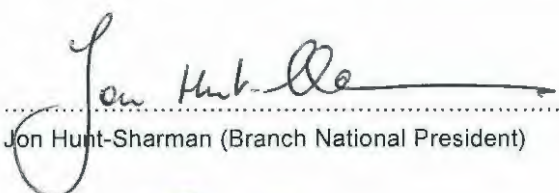
Glen McDonald Surveillance & Technical Operations Zone - Zone Coordinator (Elected 1/9/2009)  
Phil Brown Surveillance & Technical Operations Zone - Workplace Delegate (Elected 1/9/2009)

### UNIFORM PROTECTION ZONE

Tony O'Dea Uniform Protection Zone - Zone Coordinator (Elected 1/9/2009)  
Gary Dean Uniform Protection Zone - Workplace Delegate (Elected 1/9/2009)  
Mark Smith Uniform Protection Zone - Workplace Delegate (Elected 30/11/2009)

### OPERATING RESULT

The profit from ordinary activities after providing for income tax amounted to \$327,593 (2009: \$489,649)

  
.....  
Jon Hunt-Sharman (Branch National President)

28<sup>th</sup> October 2010  
.....  
Dated

  
.....  
James Torr (Chief Executive Officer)

28/10/10  
.....  
Dated

**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF**

**AUSTRALIAN FEDERAL POLICE ASSOCIATION - BRANCH**

We have audited the accompanying financial report of Australian Federal Police Association - Branch, which comprises the balance sheet as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

*Committee's Responsibility for the Financial Report*

The committee of the association are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the requirements of Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations ACT 1996. This responsibility includes establishing and maintaining internal control 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, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committees' financial reporting requirements under Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations ACT 1996. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

# RSM Bird Cameron

Chartered Accountants

## *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 of Australian Federal Police Association – Branch presents fairly, in all material respects, the financial position of Australian Federal Police Association – Branch as at 30 June 2010 and 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 of Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations ACT 1996.

**RSM Bird Cameron**  
Chartered Accountants



**G M STENHOUSE**  
Director

Canberra, Australian Capital Territory

Dated: 28 October 2010

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

### STATEMENT OF COMPREHENSIVE INCOME FOR YEAR ENDED 30 JUNE 2010

	Note	2010	2009
		\$	\$
Revenue	2	3,014,651	2,778,913
Raw materials and consumables used		(27,761)	(18,506)
Consultant fees		(83,461)	(122,150)
Employee benefits expense		(1,015,895)	(832,245)
Depreciation and amortisation expenses		(12,465)	(13,598)
Diminution in value of investments		(19,219)	-
Affiliation fees		(64,743)	(55,671)
Contract work		(32,884)	(31,946)
Donations		-	(1,000)
Legal assistance for members		(157,664)	(61,032)
Life assurance for members		(740,221)	(569,075)
Rent – Branch office		(102,536)	(90,927)
Telephone		(20,367)	(19,842)
Travel, subsistence & accommodations		(102,545)	(112,846)
Other expenses		(307,297)	(360,426)
Profit before income tax		327,593	489,649
Income tax expense	1a	-	-
Profit attributable to the Association		327,593	489,649
Other comprehensive income		-	-
Total comprehensive income for the year		327,593	489,649

The accompanying notes form part of these financial statements.

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

### BALANCE SHEET AS AT 30 JUNE 2010

	Note	2010 \$	2009 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	2,023,143	2,748,771
Financial assets	6	1,282,525	197,855
Receivables	7	63,500	41,561
Inventories	8	16,398	8,947
Other current assets	9	144,348	221,238
<b>TOTAL CURRENT ASSETS</b>		<b>3,529,914</b>	<b>3,218,372</b>
<b>NON-CURRENT ASSETS</b>			
Receivables	7	163,373	156,482
Plant and equipment	10	29,319	37,200
<b>TOTAL NON-CURRENT ASSETS</b>		<b>192,692</b>	<b>193,682</b>
<b>TOTAL ASSETS</b>		<b>3,722,606</b>	<b>3,412,054</b>
<b>CURRENT LIABILITIES</b>			
Payables	11	252,291	282,210
Short-term provisions	12	27,673	25,595
<b>TOTAL CURRENT LIABILITIES</b>		<b>279,964</b>	<b>307,805</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-term provisions	12	27,183	16,383
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>27,183</b>	<b>16,383</b>
<b>TOTAL LIABILITIES</b>		<b>307,147</b>	<b>324,188</b>
<b>NET ASSETS</b>		<b>3,415,459</b>	<b>3,087,866</b>
<b>EQUITY</b>			
Retained earnings		3,087,866	2,598,217
Current earnings		327,593	489,649
<b>TOTAL EQUITY</b>		<b>3,415,459</b>	<b>3,087,866</b>

The accompanying notes form part of these financial statements.

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2008</b>	2,598,217	2,598,217
Profit attributable to members	489,649	489,649
<b>Balance at 30 June 2009</b>	3,087,866	3,087,866
Profit attributable to members	327,593	327,593
<b>Balance at 30 June 2010</b>	<u>3,415,459</u>	<u>3,415,459</u>

The accompanying notes form part of these financial statements.



## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

### CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010	2009
		\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from members		3,112,849	2,867,409
Receipts from sales of souvenirs		45,071	32,597
Payments to suppliers and employees		(2,893,354)	(2,466,234)
Interest received		105,048	129,806
Other revenue		18,597	9,415
Net cash provided by operating activities	17	388,211	572,993
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of plant and equipment		(4,452)	(16,644)
Purchase of investments		(1,117,563)	(10,586)
Loan advance to CSC		(25,000)	(60,000)
Loans to CSC — proceeds from repayments		33,176	23,830
Net cash (used in) investing activities		(1,113,839)	(63,400)
Net increase in cash held		(725,628)	509,593
Cash at beginning of financial year		2,748,771	2,239,178
Cash at end of financial year	5	2,023,143	2,748,771

The accompanying notes form part of these financial statements.

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report covers Australian Federal Police Association – Branch as an individual entity. Australian Federal Police Association – Branch is an association incorporated in Australian Capital Territory under the Workplace Relations Act 1996.

#### Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, the requirements imposed by Part 3 of Chapter 8 of Schedule 1B (RAO Schedule) of the Workplace Relations Act 1996 and other authoritative pronouncements of the Australian Accounting Standards Board.

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.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### Accounting Policies

##### a. Income Tax

The Association is exempt from income tax under section 50-15 of the Income Tax Assessment Act 1997.

##### b. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of souvenirs includes direct costs and appropriate amount of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

##### c. Plant and Equipment

Plant and equipment is carried at cost less any accumulated depreciation.

The carrying amount of plant and equipment is reviewed for impairment annually by the Association to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

#### Depreciation

The depreciable amount of all fixed assets is depreciated on either straight line or diminishing balance basis over their useful lives to the Association commencing from the time the asset is held ready for use.

The depreciation rates used for each plant and equipment are between 3% and 66%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

**d. Leases**

All lease payments are for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

**e. Employee Benefits**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the Association to an employee's superannuation fund and are charged as expenses when incurred.

**f. Cash and Cash Equivalents**

Cash and cash equivalents includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

**g. Revenue**

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

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

Member subscriptions are transferred electronically from salary and wages of its members and are recognised as revenue when received.

Revenue from the rendering of a service to its members is recognised upon the delivery of the service to its members.

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

**h. 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 Tax 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.

**i. Impairment of Assets**

At the end of each reporting period, the association reviews the carrying values of its tangible and intangible 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 statement of comprehensive income.

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.

**j. Comparative Figures**

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

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

	Note	2010	2009
		\$	\$
<b>NOTE 2: REVENUE</b>			
Operating activities			
— members subscriptions		2,822,446	2,610,058
— sale of goods		45,071	29,634
		2,867,517	2,639,692
Non-operating activities			
— interest received	2a	128,512	129,807
— Investment income		17,054	-
— other income		1,568	9,414
		147,134	139,221
Other revenue		147,134	139,221
<b>Total Revenue</b>		<b>3,014,651</b>	<b>2,778,913</b>
a. Interest revenue from:			
— Financial institutions		114,970	118,945
— Canberra Services Club		13,542	10,862
<b>Total interest revenue</b>		<b>128,512</b>	<b>129,807</b>

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

	2010	2009
	\$	\$
<b>NOTE 3: PROFIT FROM ORDINARY ACTIVITIES</b>		
Profit from ordinary activities before income tax expense has been determined after:		
<b>Expenses:</b>		
Affiliation fees	64,743	55,672
Compulsory levy payments	-	-
Cost of sales (souvenirs)	27,761	18,506
Donations (All less than \$1,000)	-	-
Donations - Australian Law and Justice Welfare Foundation	-	-
Depreciation of plant and equipment	12,465	13,598
Employees benefit to holders of offices		
— Wages and salaries (including non monetary benefits)	285,085	240,158
— Annual leave provision	6,789	4,046
— Long service leave provision	4,518	5,329
— Superannuation	82,558	81,005
Employees benefit to employees (other than holders of offices)		
— Wages and salaries (including non monetary benefits)	560,252	419,825
— Annual leave provision	11,989	14,312
— Long service leave provision	8,360	4,881
— Superannuation	58,727	53,288
Expenses incurred in connection with meetings and conferences	45,255	46,171
Fees or subscriptions paid to related organisations	-	-
Fees or allowances paid in respect of attendances at conferences or other meetings	102,545	112,846
Grants	-	-
Interest on loans	-	-
Legal assistance for members	157,664	61,032
Legal fees	17,272	29,794
Net loss on disposal of plant and equipment	-	975
Payments to any political party	-	-
Payroll deduction expenses paid to employers	-	-
Penalties paid under the Act or Regulations	-	-
Remuneration of auditor		
— audit services	15,000	13,325
— other services	-	-
Total remuneration	15,000	13,325
Rental expense on operating leases		
— minimum lease payments	8,644	8,644
Other general administration expenses	1,217,431	1,105,857
Total expenses	2,687,058	2,289,264

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

#### NOTE 4: KEY MANAGEMENT PERSONNEL COMPENSATION

	Short-term Benefits				Total
	Salary & Fees	Super- annuation Contribution	Bonus	Non-Cash Benefits	
	\$	\$	\$	\$	\$
<b>2010</b>					
Total compensation	285,085	82,558	-	17,637	385,280
<b>2009</b>					
Total compensation	240,158	61,712	-	9,375	311,245

#### NOTE 5: CASH AND CASH EQUIVALENTS

	2010	2009
	\$	\$
Cash on hand	250	250
Cash at bank	2,022,893	1,671,259
Short-term bank deposits	-	1,077,262
	2,023,143	2,748,771

#### NOTE 6: FINANCIAL ASSETS

Term deposits	812,271	197,855
Listed equities – at Cost	489,473	-
Provision for impairment	(19,219)	
	1,282,525	197,855

The effective interest rate on term deposits was 7.00% (2009: 7.50%); these deposits have an average maturity of 6 months.

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

NOTE 7: RECEIVABLES	2010	2009
CURRENT	\$	\$
Other receivables	-	1,179
Trade receivables	12,841	4,130
Interest receivable	17,492	1,560
Secured loan – Canberra Services Club Ltd	33,167	34,692
	63,500	41,561
NON-CURRENT		
Secured loan – Canberra Services Club Ltd	163,373	156,482

The above loan represents a loan to Canberra Services Club Limited (CSC). The loan initially of \$150,000 was granted to CSC in July 2004 and was later extended to \$254,800 (\$229,800 in 2009). The Australian Federal Police Association advanced \$25,000 to CSC in March 2010. The loan attracts interest at the rate of 7% per annum. After interest and repayment the balance owing at 30 June 2010 was \$196,540. The loan is secured by a "Registered Deed of Charge Over Property" being a charge over land and buildings and other assets of CSC.

There are no balances within other receivables that contain assets that are impaired and are past due. It is expected these balances will be received when due. Impaired assets are provided for in full where applicable

#### NOTE 8: INVENTORIES

CURRENT		
Stock of souvenirs, at cost	16,398	8,947

#### NOTE 9: OTHER ASSETS

CURRENT		
Prepayments	144,348	121,238
Accrued insurance recoveries	-	100,000
	144,348	221,238

#### NOTE 10: PLANT AND EQUIPMENT

Plant and equipment at cost	96,337	91,754
Accumulated depreciation	(67,018)	(54,554)
Total plant and equipment	29,319	37,200

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

### a. Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	2010	2009
Plant and Equipment	\$	\$
Balance at the beginning of year	37,200	35,129
Additions	4,584	16,644
Disposals	-	(975)
Depreciation expense	(12,465)	(13,598)
Carrying amount at the end of year	29,319	37,200

### NOTE 11: PAYABLES

#### CURRENT

Sundry payables and accrued expenses	160,760	166,407
MasterCard account	4,452	16,857
GST payable	17,002	28,204
Employee benefits	70,077	70,742
	252,291	282,210

#### Long-term Employee Benefits

\$

### NOTE 12: PROVISIONS

Opening balance at 1 July 2009	41,978
Additional provisions	12,879
Amounts used	-
Balance at 30 June 2010	54,857

#### Analysis of Total Provisions

	2010	2009
	\$	\$
Current	27,673	25,595
Non-current	27,183	16,383
	54,856	41,978

#### Provision for Long-term Employee Benefits

A provision has been recognised for non-current employee benefits relating to long service leave for employees.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data. The measurement and recognition criteria for employee benefits have been included in Note 1.



# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

### NOTE 13: ECONOMIC DEPENDENCE

The continuing operation of Australian Federal Police Association – Branch is fundamentally dependent upon financial support of its members via membership subscriptions.

### NOTE 14: LEASING COMMITMENTS

#### Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements

	2010	2009
Payable — minimum lease payments	\$	\$
— not later than one year	104,475	99,463
— between one year and five years	108,654	192,782
— greater than five years	-	-
	<hr/> 213,129	<hr/> 292,245

The property lease is a non-cancellable lease with a five year term (ending 5<sup>th</sup> May 2011), with rent payable monthly in advance. Contingent rental provisions within the lease agreement require that the minimum lease payments shall be increased by the market rent on the expiry date and CPI rent per annum thereafter. An option exists to renew the lease at the end of the five year term for an additional term of five years.

### NOTE 15: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities as at the date of this report.

### NOTE 16: EVENTS AFTER THE BALANCE SHEET DATE

There were no events after the balance sheet date that is required to be reported.

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

	2010	2009
	\$	\$
<b>NOTE 17: CASH FLOW INFORMATION</b>		
<b>a. Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities after Income Tax</b>		
Profit after income tax	327,593	489,649
Non-cash flows in profit		
Depreciation	12,465	13,598
Diminution in value of investment	19,219	-
Net loss on disposal of plant and equipment	-	974
Changes in assets and liabilities:		
(Increase)/decrease in receivables	53,426	(3,519)
(Increase)/decrease in other assets	-	(96,263)
(Increase)/decrease in inventories	(7,451)	13,646
(Decrease) Increase in payables	(29,254)	106,044
Increase in provisions	12,213	48,864
	388,211	572,993

#### **b. Non-cash Financing Activities**

There were no non-cash financing activities during the year.

#### **c. Credit Stand-by Arrangement and Loan Facilities**

The association has no credit stand-by arrangement or loan facilities in place.

#### **NOTE 18: RELATED PARTY TRANSACTIONS**

a. Mr Vincent Pannell was elected as a Delegate of The National Council of AFPA on 11 December 2007. Mr Vincent Pannell also acted as president of the Canberra Services Club (CSC), resigning his position on the 16 November 2009)

The transactions between CSC and AFPA are a long term loan of \$150,000 which was granted in July 2004 and extended to \$254,800 in March 2010.

The terms of the loan are on normal commercial terms and conditions no more favourable than those available to other parties. The loan attracts 7% interest and after interest and repayments, the balance owing at 30 June 2010 was \$196,540.

Loan advance to CSC	(25,000)	(60,000)
Loan repayments from CSC (including 7% interest)	19,634	23,830
Annual CSC membership fees paid by AFPA	(15,000)	(15,000)

#### **NOTE 19: SEGMENT REPORTING**

The association operates in one business and geographical segment in Australia.

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

#### NOTE 20: FINANCIAL INSTRUMENTS

##### a. 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.

##### b. Financial Instrument Composition and Maturity Analysis

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed of maturity, as well as managements 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 Rate		Floating Interest Rate		Fixed Interest Rate Within 1 Year		Fixed Interest Rate 1 to 5 Years		Non-interest Bearing	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
	%	%	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial Assets:</b>										
Cash and cash equivalents	0.25	0.25	2,023,143	1,671,259			-	-	-	-
Short term deposits	2.50	2.63	-	-	812,271	1,077,262	-	-	-	-
Loans and receivables	7.00	7.00	-	-	33,167	34,692	163,373	156,482	-	100,000
Short term investments	2.50	2.63	489,743	-		197,855	-	-		-
<b>Total Financial Assets:</b>			<b>2,512,886</b>	<b>1,671,259</b>	<b>845,438</b>	<b>1,309,809</b>	<b>163,373</b>	<b>156,482</b>		<b>100,000</b>
Trade and sundry payables	-	-	4,452	16,857	-	-	-	-	177,762	194,611
<b>Total Financial payables</b>			<b>4,452</b>	<b>16,857</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177,762</b>	<b>194,611</b>

Trade and sundry payables are expected to be paid as follows

	2010	2009
	\$	\$
Less than 3 months	182,214	211,468
	<u>182,214</u>	<u>211,468</u>

# AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

### NOTE 20: FINANCIAL INSTRUMENTS (CONTINUED)

#### c. Net Fair Values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the company intends to hold these assets to maturity.

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 the financial statements.

#### d. Sensitivity analysis

##### Interest rate risk

The Association has performed a sensitivity analysis relating to its exposure to interest rate risk at balance date. This sensitivity analysis demonstrates the effect on current year results and equity which could result from a change in this risk.

As at 30 June 2010, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows:

	2010	2009
	\$	\$
Change in profit		
- Increase in interest rate by 1%	(33,395)	(29,640)
- Decrease in interest rate by 1%	33,395	29,640
Change in equity		
- Increase in interest rate by 1%	(33,395)	(29,640)
- Decrease in interest rate by 1%	33,395	29,640

This sensitivity analysis has been performed on the assumption that all other variables remain unchanged

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

### NOTE 21: ASSOCIATION DETAILS

The principal places of business is:

Australian Federal Police Association – Branch

Level 9 AMP Tower, 1 Hobart Place, Canberra City, ACT 2601

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

#### **NOTE 22: INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR**

In accordance with the requirements of the Workplace Relations Act 1996, the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of Section 272, which reads as follows:

- (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).

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

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

#### NOTE 23: NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

At the date of this financial report the following standards and interpretations, which may impact the entity in the period of initial application, have been issued but are not yet effective:

Reference	Title	Summary	Application date (financial years beginning)	Expected Impact
AASB 9	<i>Financial Instruments</i>	Replaces the requirements of AASB 139 for the classification and measurement of financial assets. This is the result of the first part of Phase 1 of the IASB's project to replace IAS 39.	1 January 2013	Not expected to have a material impact on the entity's financial statements
AASB 124	<i>Related Party Disclosures</i>	Revised standard. The definition of a related party is simplified to clarify its intended meaning and eliminate inconsistencies from the application of the definition	1 January 2011	Not expected to have a material impact on the entity's financial statements
2009-11	<i>Amendments to Australian Accounting Standards arising from AASB 9</i>	Amends AASB 1, 3, 4, 5, 7, 101, 102, 108, 112, 118, 121, 127, 128, 131, 132, 136, 139, 1023 and 1038 and Interpretations 10 and 12 as a result of the issuance of AASB 9.	1 January 2013	Not expected to have a material impact on the entity's financial statements
2009-12	<i>Amendments to Australian Accounting Standards</i>	Amends AASB 8 Operating Segments as a result of the revised AASB 124. Amends AASB 5, 108, 110, 112, 119, 133, 137, 139, 1023 & 1031 and Interpretations 2, 4, 16, 1039 & 1052 as a result of the annual improvement project.	1 January 2011	Not expected to have a material impact on the entity's financial statements
AASB 1053	<i>Application of Tiers of Australian Accounting Standards</i>	This standard establishes a differential financial reporting framework consisting of two Tiers of reporting requirements for preparing general purpose financial statements.	1 July 2013	Not expected to have a material impact on the entity's financial statements
2010-2	<i>Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements</i>	This Standard gives effect to Australian Accounting Standards – Reduced Disclosure Requirements and amends AASB 1, 2, 3, 5, 7, 8, 101, 102, 107, 108, 110, 111, 112, 116, 117, 119, 121, 123, 124, 127, 128, 131, 133, 134, 136, 137, 138, 140, 141, 1050 & 1052 and Interpretations 2, 4, 5, 15, 17, 127, 129 & 1052.	1 July 2013	Not expected to have a material impact on the entity's financial statements

**RSM Bird Cameron**

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**AUDITOR'S DISCLAIMER**

**AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH**

The additional financial data presented in the following pages is in accordance with the books and records of Australian Federal Police Association – Branch which have been subjected to the auditing procedures applied in our audit of the Association for the year ended 30 June 2010. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than to Australian Federal Police Association – Branch) in respect of such data, including any errors or omissions therein however caused.

**RSM Bird Cameron**  
Chartered Accountants



**G M STENHOUSE**  
Director

Canberra, Australian Capital Territory  
Dated: 28 October 2010

## AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
<b>REVENUE</b>		
Operating activities		
Members subscriptions	2,822,446	2,610,058
Gross Profit from trading	29,884	4,851
Non-operating activities		
Interest	128,512	129,806
Investment income	17,054	-
Profit on disposal of investment	1,568	-
Other revenue	25	9,414
	2,999,489	2,754,129
<b>EXPENDITURE</b>		
Advertising	991	-
Advisor fees	5,432	-
Affiliation fees	64,743	55,671
Audit	15,000	13,325
Agreements/Campaigns	20,496	58,910
Bank charges	4,664	3,838
Consultants – IT	-	72,228
Contract Work	32,884	31,946
Depreciation	12,465	13,598
Diminution in value of investment	19,219	-
Donations	-	1,000
Electricity	5,011	5,293
Freight & postage	8,050	2,496
Fringe benefit tax	15,213	11,338
Insurance	17,248	15,522
Internet and web expenses	50,577	49,922
Legal fees	17,272	29,794
Legal assistance for members	157,664	61,032
Life assurance for members	730,211	569,075
Long service leave provision	12,879	10,210
Meeting expenses	45,255	46,171
Membership fees	36,230	26,000
Motor vehicle expenses	82,345	83,353
Office expenses	49,619	26,885
Printing & stationery	12,047	14,527
Rent – branch office	102,535	90,927
Rental expense on operating leases - equipment	8,644	8,644
Salaries & wages	861,731	706,903



**AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH****PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2010**

	2010	2009
	\$	\$
Staff amenities	642	1,136
Staff training	15,753	6,920
Superannuation	141,285	115,129
Telephone	20,367	19,841
Travel, subsistence & accommodations	105,424	112,846
	<hr/>	<hr/>
	2,671,896	2,264,480
Profit from ordinary activities before income tax	327,593	489,649
Income tax expense	-	-
	<hr/>	<hr/>
Profit from ordinary activities after income tax	327,593	489,649
RETAINED PROFITS AT THE BEGINNING OF THE FINANCIAL YEAR	3,087,666	2,598,217
Transfer to Reserve	-	-
	<hr/>	<hr/>
RETAINED PROFITS AT THE END OF THE FINANCIAL YEAR	3,415,259	3,087,866

This statement should be read in conjunction with the attached auditor's disclaimer.

**AUSTRALIAN FEDERAL POLICE ASSOCIATION – BRANCH**  
**TRADING ACCOUNT FOR THE YEAR ENDED 30 JUNE 2010**

	2010	2009
	\$	\$
SALES		
Sales	45,071	29,634
COST OF GOODS SOLD		
Opening stock	8,947	22,593
Purchases	27,761	18,506
Shrinkage	(5,123)	(7,369)
	31,585	33,730
Closing stock	16,398	8,947
	15,187	24,783
Trading profit	29,884	4,851

This statement should be read in conjunction with the attached auditor's disclaimer.

