



11 October 2016

Mr Timothy Dawson
Branch Secretary
Transport Workers' Union of Australia, Western Australia Branch
3rd Floor, 82 Beaufort Street
Perth WA 6000

By e-mail: info@twuwa.org.au
legal@twu.com.au

Dear Mr Dawson

**Transport Workers' Union of Australia, Western Australia Branch
Financial Report for the year ended 31 December 2015 - FR2015/383**

I acknowledge receipt of the amended financial report for the year ended 31 December 2015 for the Transport Workers' Union of Australia, Western Australia Branch. The financial report was lodged with the Fair Work Commission (FWC) on 10 October 2016.

The financial report has now been filed. You are not required to take any further action in respect of the report lodged.

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 8656 4685 or by email at ken.morgan@fwc.gov.au

Yours sincerely

Ken Morgan
Financial Reporting Advisor
Regulatory Compliance Branch

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

AUDITED GENERAL PURPOSE FINANCIAL REPORT

FOR THE YEAR ENDED

31 DECEMBER 2015

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**INDEX TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Contents

Independent Auditor's Report	2
Certificate by Prescribed Designated Officer	4
Operating Report	5
Committee of Management Statement	8
Statement of Profit or Loss & Other Comprehensive Income	10
Statement of Financial Position	11
Statement of Changes in Equity	12
Statement of Cash Flows	13
Recovery of Wages Activity	14
Notes to and forming part of the financial statements	15

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TRANSPORT WORKERS' UNION OF AUSTRALIA – WESTERN AUSTRALIAN BRANCH

Report on the Financial Report

We have audited the accompanying financial report of Transport Workers' Union of Australia – Western Australian Branch, which comprises the statement of financial position as at 31 December 2015 and the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and the recovery of wages activity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Committee of Management's statement.

Committee of Management's Responsibility for the Financial Report

The members of the Committee of Management are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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. Those 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 of the financial report which gives a true and fair view 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.

Independence

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

Auditor's Opinion

In our opinion, the financial report of Transport Workers' Union of Australia - Western Australian Branch is in accordance with the requirements of Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009, including:

- a) giving a fair view of the entity's financial position as at 31 December 2015 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards (including Australian Accounting Interpretations).

Other Matters: Going Concern Basis of Preparation

Based on all reasonably foreseeable circumstances impacting the entity and the information obtained during the audit, we concur with management's decision to prepare the financial report on the going concern basis.

Report on the Recovery of Wages Activity

We have audited the Recovery of Wages Activity included on page 14 of the entity's general purpose financial report for the year ended 31 December 2015.

The members of the Committee of Management are responsible for the preparation and presentation of the Recovery of Wages Activity in accordance with Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009.

Our responsibility is to express an opinion on the Recovery of Wages Activity, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

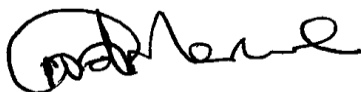
In our opinion the Recovery of Wages Activity is in accordance with the reporting guidelines of the Industrial Registrar for the year ended 31 December 2015, including:

- a) presenting fairly and properly the Recovery of Wages Activity's financial position as at 31 December 2015 and its performance for the year ended on that date, including:
 - (i) any fees charged to, or reimbursements of expenses claimed from, members and others for recovery of wages activity, and
 - (ii) any donations or other contributions deducted from recovered money

Other Matters

Due to several disclosure amendments, we have issued our auditor's report on this amended financial report. This report replaces our previous report dated 14 March 2016.

BUTLER SETTINERI (AUDIT) PTY LTD



MARIUS VAN DER MERWE CA
Approved auditor as per Regulation 4
CA ANZ number 438 060
Director

Perth
Date: 12 September 2016

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

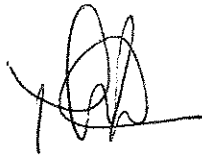
**CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER
FOR THE YEAR ENDED 31 DECEMBER 2015**

I Timothy Dawson being the branch secretary of the Transport Workers' Union of Australia – Western Australian Branch ("Branch") certify:

- that the documents lodged herewith are copies of the full report for the Branch for the year ended 31 December 2015 referred to in s.268 of the Fair Work (Registered Organisations) Act 2009; and
- that the full report was presented to a meeting of the committee of management of the reporting unit on 12 September 2016 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.

Timothy Dawson

Branch Secretary



Dated: 12-09-2016

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015

The committee presents its report on the reporting unit for the financial year ended 31 December 2015.

Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year

The Principal activities of the Transport Workers' Union – Western Australian Branch ("Branch") during the reporting period were to provide industrial and organising services to the members consistent with the objects of the Branch and particularly the object of protecting and improving the interest of the members.

The Branch's principal activities resulted in maintaining and improving the wages and conditions of employment of the membership, particularly for those members in collective enterprise agreements negotiated by the Branch.

There were no significant changes in the nature of the Branch's principal activities during the reporting period.

Significant changes in financial affairs

There were no significant changes to the Branch's financial affairs during the reporting period.

Right of members to resign

Clause 11 of the Branch rules details the right of a member to resign from the Branch:

11. Resignation from membership

- (1) A member may resign from membership by notice in writing addressed and delivered to the Branch Secretary of the Branch in which the member is enrolled.
- (2) A notice of resignation from membership takes effect:
 - (a) if the member has ceased to be eligible:
 - i. on the day on which the notice is received by the Union;
 - ii. on the day specified in the notice;whichever is later; or

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

(b) in any other case:

- i. at the end of 2 weeks after the notice is received by the Branch Secretary; or
- ii. on the day specified in the notice;

whichever is later.

- (3) Any dues payable but not paid by a former member, in relation to a period before the member's resignation from the Branch took effect, may be sued for and recovered in accordance with rule 81 as a debt to the Branch.
- (4) A notice delivered in accordance with sub-rule (1) is deemed to have been received by the Branch when it was delivered.
- (5) A notice of resignation that has been received by the Branch is not invalid only because it was not addressed and delivered in accordance with sub-rule (1).
- (6) A resignation from membership is valid, even if it was not effected in accordance with this rule, if the member is informed in writing by the Branch that the resignation has been accepted.

Officers & employees who are superannuation fund trustee(s) (include position details) or director of a company that is a superannuation fund trustee

Timothy Dawson is a Director of the TWU Superannuation Fund.

Number of members

The number of persons that were, as at 31 December 2015, recorded in the register as members was 9,932.

Number of employees

The number of persons who were, as at 31 December 2015, employees of the Branch, including both full-time employees and part-time employees was 19.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

Names of Committee of Management members and period positions held during the financial year

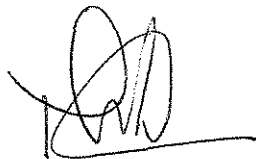
The name of each person who was a member of the Committee of Management of the Branch during the financial year ended 31 December 2015, and the period for which he or she held such a position during that year is detailed as follows:

Committee Member Period Position Held

Ray McMillan	01/01/15 – 31/12/15
Mark Bebich	01/01/15 – 31/12/15
Paul Aslan	01/01/15 – 31/12/15
John Davis	01/01/15 – 31/12/15
Timothy Dawson	01/01/15 – 31/12/15
Michael Cook	01/01/15 – 31/12/15
Michael Lawson	01/01/15 – 31/12/15
Deborah Dunbar	01/01/15 – 31/12/15
Bruce Spaul	01/01/15 – 31/12/15
Peter Elliott	01/01/15 – 31/12/15
Ralph Roth	01/01/15 – 31/12/15
William Nuttal	01/01/15 – 31/12/15
Andrew Payne	01/01/15 – 31/12/15

Timothy Dawson

Branch Secretary



Dated: 12-09-2016

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015**

On the 12th of September 2016, the committee of management of the Transport Workers' Union of Australia – Western Australian Branch ("Branch") passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2015:

The committee of management declares 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 General Manager;
- (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; and
- (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; and
 - (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; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 (the "RO Act"); and
 - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or General Manager duly made under section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) in relation to recovery of wages activity:
 - (i) the financial report on recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the General Manager; and

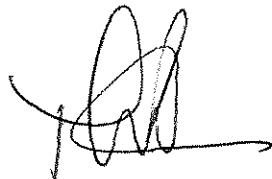
TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

- (ii) the committee of management instructed the auditor to include in the scope of the audit required under subsection 257(1) of the RO Act all recovery of wages activity by the reporting unit from which revenues had been derived for the financial year in respect of such activity; and
- (iii) no fees or reimbursements of expenses in relation to recovery of wages activity or donations or other contributions were deducted from monies recovered from employers on behalf of workers other than reported in the financial report on recovery of wages activity and the notes to the financial statements; and
- (iv) that prior to engaging in any recovery of wages activity, the organisation has disclosed to members by way of a written policy all fees to be charged or reimbursement of expenses required for recovery of wages activity, and any likely request for donations or other contributions in acting for a worker in recovery of wages activity; and
- (v) no fees or reimbursements of expenses in relation to recovery of wages activity or donations or other contributions were deducted from monies recovered from employers on behalf of workers until distributions of recovered money were made to the workers.

This declaration is made in accordance with a resolution of the Committee of Management.

Timothy Dawson

Branch Secretary



Dated:

12-09-2016

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	2015 \$	2014 \$
Revenue			
Membership subscriptions		4,726,675	4,692,324
Federal Committee expenses reimbursement		14,394	18,208
Super Fund Director reimbursement		180,112	131,466
Funeral benefit recoveries		-	10,000
Advertising and sponsorship		25,000	32,272
Interest received		73,176	64,054
Sundry income		15,422	158,926
Total income		<u>5,034,779</u>	<u>5,107,250</u>
Expenses			
Affiliation fees	3B	169,086	158,560
Audit and accountancy fees	3C	53,575	54,221
Donations	3D	18,259	1,322
Depreciation and amortisation	3E	159,228	195,834
Employee expenses	3A	2,317,825	2,323,275
Litigation		85,976	139,276
Other legal costs		38,379	37,054
Meeting expenses	3F	85,892	106,491
Net loss from sale of fixed assets	3G	5,722	36,044
Sustentation fees		833,771	827,726
Other expenses	3H	1,282,020	1,408,244
Total expenses		<u>5,049,733</u>	<u>5,288,047</u>
Loss for the year before income tax		<u>(14,954)</u>	<u>(180,797)</u>
Income tax benefit		-	-
Loss for the year after income tax		<u>(14,954)</u>	<u>(180,797)</u>
Other comprehensive income			
Revaluation of land and buildings		-	-
Total comprehensive income for the year		<u>(14,954)</u>	<u>(180,797)</u>

The above statement should be read in conjunction with the notes.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

	Notes	2015	2014
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents	4A	3,498,353	3,065,475
Trade and other receivables	4B	113,827	228,919
Other current assets		20,202	30,542
Total current assets		3,632,382	3,324,936
Non-current assets			
Land and buildings	5A	2,412,601	2,412,601
Plant and equipment	5A	511,193	582,853
Office refurbishment	5A	62,466	74,957
Total non-current assets		2,986,260	3,070,411
Total assets		6,618,642	6,395,347
LIABILITIES			
Current liabilities			
Trade payables	6A	410,636	295,897
Employee provisions	7A	506,775	383,265
Total current liabilities		917,411	679,162
Non-current liabilities			
Employee provisions	7A	-	-
Total non-current liabilities		-	-
Total liabilities		917,411	679,162
Net assets		5,701,231	5,716,185
EQUITY			
Accumulated funds	8A	4,614,747	4,629,701
Asset revaluation reserve	8B	1,086,484	1,086,484
Total equity		5,701,231	5,716,185

The above statement should be read in conjunction with the notes.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	Accumulated funds \$	Asset revaluation reserve \$	Total equity \$
Balance as at 1 January 2014		4,724,255	1,172,727	5,896,982
Loss for the year after income tax		(180,797)	-	(180,797)
Transfer (from)/to reserve		86,243	(86,243)	-
Closing balance as at 31 December 2014		4,629,701	1,086,484	5,716,185
Loss for the year after income tax		(14,954)	-	(14,954)
Transfer (from)/to reserve		-	-	-
Other comprehensive income for the year		-	-	-
Closing balance as at 31 December 2015		4,614,747	1,086,484	5,701,231

The above statement should be read in conjunction with the notes.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	2015 \$	2014 \$
OPERATING ACTIVITIES			
Cash received			
Membership receipts		4,726,675	4,692,324
Reimbursements from Transport Workers Union – National Office		14,394	3,505
Interest received		70,234	47,936
Other receipts		338,568	150,412
Cash used			
Sustentation fees paid to Transport Workers Union – National Office		(735,620)	(830,866)
Payment to suppliers and employees		(3,900,574)	(4,463,192)
Net cash from/(used in) operating activities	9A	513,677	(399,981)
INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of plant and equipment		2,272	498,719
Cash used			
Purchase of fixed assets		(83,071)	(98,212)
Net cash (used in)/from investing activities		(80,799)	400,507
Net increase/(decrease) in cash held		432,878	526
Cash & cash equivalents at the beginning of the reporting period		3,065,475	3,064,949
Cash & cash equivalents at the end of the reporting period	4A	3,498,353	3,065,475

The above statement should be read in conjunction with the notes.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$	\$
Cash assets in respect of recovered money at beginning of year	-	-
Receipts		
Amounts recovered from employers in respect of wages etc.	-	5,184
Interest received on recovered money	-	-
Total receipts	-	5,184
Payments		
Deductions of amounts due in respect of membership for:		
12 months or less	-	-
Greater than 12 months	-	-
Deductions of donations or other contributions to accounts or funds of:		
The reporting unit:		
name of account	-	-
name of fund	-	-
Name of other reporting unit of the organisation:		
name of account	-	-
name of fund	-	-
Name of other entity:		
name of account	-	-
name of fund	-	-
Deductions of fees or reimbursement of expenses	-	-
Payments to workers in respect of recovered money	-	5,184
Total payments	-	5,184
Cash asset's in respect of recovered money as at end of year	-	-
Number of workers to which the monies recovered relates	-	5
Aggregate payables to workers attributable to recovered monies but not yet distributed		
Payable balance	-	-
Number of workers the payable relates to	-	5
Fund or account operated for recovery of wages		
Wage Recoupment Trust Account	-	-

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Index to the Notes of the Financial Statements

Note 1	Summary of Significant Accounting Policies
Note 2	Events after the Reporting Period
Note 3	Expenses
Note 4	Current assets
Note 5	Non-current assets
Note 6	Current liabilities
Note 7	Provisions
Note 8	Equity
Note 9	Notes to Statement of Cash Flows
Note 10	Contingent liabilities and assets
Note 11	Political and Sponsorship Fund
Note 12	Commitments
Note 13	Related Party Disclosures
Note 14	Financial Instruments
Note 15	Section 272 <i>Fair Work (Registered Organisations) Act 2009</i>
Note 16	Recovery of Wages Activity
Note 17	Activities not occurred during the year

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies

1.1 Basis of Preparation of the Financial Statements

Transport Workers' Union of Australia – Western Australian Branch ("Branch") is a trade union with a principal place of business located at 3rd Floor, 82 Beaufort Street, Perth WA.

Transport Workers' Union of Australia ("the Federal Organisation") are the registered proprietors and owners of the Branch's office.

The financial statements are general purpose financial statements and have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period and the *Fair Work (Registered Organisations) Act 2009*. For the purpose of preparing the general purpose financial statements, the Branch is a not-for-profit entity.

The financial statements have been prepared on an accrual basis and in accordance with the historical cost, except for certain assets and liabilities at measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position. The financial statements are presented in Australian dollars.

1.2 Comparative amounts

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

1.3 New Australian Accounting Standards

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2015 reporting periods. The Branch's assessment is that these new pronouncements will have no impact on the amounts recognised in the financial statements but may affect their disclosure in future periods.

1.4 Revenue

Revenue is measured at the fair value of the consideration received or receivable.

Interest due on term deposits is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Membership revenue is recognised on an accrual basis when the amount of revenue can be reliably measured and when there is no significant uncertainty as to its collectability.

No capitation fee, voluntary contributions or any other financial support from another reporting unit was received during the year.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.5 Gains

Sale of assets

Gains and losses from disposal of assets are recognised when control of the asset has passed to the buyer.

1.6 Employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave and termination benefits when it is probable that settlement will be required and they are capable of being measured reliably.

Liabilities for short-term employee benefits (as defined in AASB 119 *Employee Benefits*) and termination benefits due within twelve months of the end of reporting period are measured at their nominal amounts. The nominal amount is calculated with regard to the rates expected to be paid on settlement of the liability.

Other long-term employee benefits are measured as the present value of the estimated future cash outflows to be made by the reporting unit in respect of services provided by employees up to reporting date.

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

Provision is made for separation and redundancy benefit payments. Reporting Unit recognises a provision for termination when it has developed a detailed formal plan for the terminations and has informed those employees affected that it will carry out the terminations.

1.7 Cash

Cash is recognised at its nominal amount. Cash and cash equivalents includes cash on hand, deposits held at call with bank, other short-term highly liquid investments with original maturity of 3 months or less that are readily convertible to known amounts of cash and subject to insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the statement of financial position.

1.8 Financial instruments

Financial assets and financial liabilities are recognised when a reporting unit becomes a party to the contractual provisions of the instrument.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.8 Financial instruments (continued)

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.9 Financial assets

Financial assets are classified into the following specified categories: financial assets at fair value through profit or loss, held-to-maturity investments, available-for-sale financial assets and loans and receivables. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. All regular way purchases or sales of financial assets are recognised and derecognised upon trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

1.9.a Fair value through profit or loss

Financial assets are classified as at fair value through profit or loss when the financial asset is either held for trading or it is designated as at fair value through profit or loss.

A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial asset other than a financial asset held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial asset forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting units documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

1.9.a Fair value through profit or loss (continued)

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'other gains and losses' line item in the statement of profit or loss and other comprehensive income.

1.9.b Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity dates that the reporting unit has the positive intent and ability to hold to maturity are classified as held-to-maturity investments. Held-to-maturity investments are measured at amortised cost using the effective interest method less any impairment.

1.9.c Loan and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial. Membership receivables have not been accounted for as there is significant uncertainty as to the recoverability thereof and we therefore do not have reasonable information to measure the future economic benefit of the asset.

1.9.d Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or, when appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest rate basis except for debt instruments other than those financial assets that are recognised at fair value through profit or loss.

1.9.e Impairment of financial assets

Financial assets, other than those at fair value through profit or loss, are assessed for impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

1.9.e Impairment of financial assets (continued)

For certain categories of financial asset, such as trade receivables, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the reporting units past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period of 60 days, as well as observable changes in national or local economic conditions that correlate with default on receivables.

For financial assets carried at amortised cost, the amount of the impairment loss recognised is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

For financial assets carried at cost, the amount of the impairment loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment loss will not be reversed in subsequent periods.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable is considered uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

When an available-for-sale financial asset is considered to be impaired, cumulative gains or losses previously recognised in other comprehensive income are reclassified to profit or loss in the period.

For financial assets measured at amortised cost, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

1.9.e Impairment of financial assets (continued)

In respect of available-for-sale equity securities, impairment losses previously recognised in profit or loss are not reversed through profit or loss. Any increase in fair value subsequent to an impairment loss is recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. In respect of available-for-sale debt securities, impairment losses are subsequently reversed through profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss.

1.9.f Derecognition of financial assets

The reporting unit derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss.

1.10 Financial Liabilities

Financial liabilities are classified as either financial liabilities 'at fair value through profit or loss' or other financial liabilities. Financial liabilities are recognised and derecognised upon 'trade date'.

1.10.a Fair value through profit or loss

Financial liabilities are classified as at fair value through profit or loss when the financial liability is either held for trading or it is designated as at fair value through profit or loss.

A financial liability is classified as held for trading if:

- it has been acquired principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the reporting unit manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.10 Financial liabilities (continued)

1.10.a Fair value through profit or loss (continued)

A financial liability other than a financial liability held for trading may be designated as at fair value through profit or loss upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial liability forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the reporting units documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and AASB 139 'Financial Instruments: Recognition and Measurement' permits the entire combined contract (asset or liability) to be designated as at fair value through profit or loss.

Financial liabilities at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item in the statement of profit or loss and other comprehensive income.

Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

1.10.b Derecognition of financial liabilities

The reporting unit derecognises financial liabilities when, and only when, the reporting units obligations are discharged, cancelled or they expire. The difference between the carrying amounts of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

1.11 Contingent Liabilities and Contingent Assets

Contingent liabilities and contingent assets are not recognised in the Statement of Financial Position but are reported in the relevant notes. They may arise from uncertainty as to the existence of a liability or asset or represent an existing liability or asset in respect of which the amount cannot be reliably measured. Contingent assets are disclosed when settlement is probable but not virtually certain, and contingent liabilities are disclosed when settlement is greater than remote.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.12 Buildings, Plant and Equipment

1.12.a Asset Recognition Threshold

Purchases of land, buildings, plant and equipment are recognised initially at cost in the Statement of Financial Position. The initial cost of an asset includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located.

1.12.b Revaluations—Land and Buildings

Following initial recognition at cost, land and buildings are carried at fair value less subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed with sufficient frequency such that the carrying amount of assets do not differ materially from those that would be determined using fair values as at the reporting date.

Revaluation adjustments are made on a class basis. Any revaluation increment is credited to equity under the heading of asset revaluation reserve except to the extent that it reversed a previous revaluation decrement of the same asset class that was previously recognised in the surplus/deficit. Revaluation decrements for a class of assets are recognised directly in the profit or loss except to the extent that they reverse a previous revaluation increment for that class. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the asset is restated to the revalued amount.

1.12.c Depreciation

Depreciable property, plant and equipment assets are written-off to their estimated residual values over their estimated useful life using, in all cases, the straight line method of depreciation. Depreciation rates (useful lives), residual values and methods are reviewed at each reporting date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate.

Depreciation rates applying to each class of depreciable asset are as follows:

Property	2.5% straight line
Plant & equipment	7.5% - 40% reducing balance
Office refurbishments	10% - 37.5% reducing balance
Motor vehicles	18.75% reducing balance

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 1 Summary of Significant Accounting Policies (continued)

1.12 Buildings, Plant and Equipment (continued)

1.12.d Derecognition

An item of land, buildings, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the profit and loss.

1.13 Taxation

The Branch is exempt from income tax under section 50.1 of the Income Tax Assessment Act 1997 however still has obligation for Fringe Benefits Tax (FBT) and the Goods and Services Tax (GST).

Revenues, expenses and assets are recognised net of GST except:

- where the amount of GST incurred is not recoverable from the Australian Taxation Office; and
- for receivables and payables.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified within operating cash flows.

1.14 Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are disclosed in the relevant section in the notes to the financial statements.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 2 Events after the Reporting Period

There were no events that occurred after 31 December 2015, or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of the Branch.

	2015	2014
	\$	\$

Note 3 Expenses

Note 3A: Employee expenses

Holders of Office:

Wages & Salaries	300,928	264,921
Superannuation	57,539	61,249
Leave and other entitlements	21,768	57,931
Separation and redundancies	-	226,698
Other employee expenses	-	-

Employees other than office holders:

Wages & Salaries	1,522,389	1,271,327
Superannuation	226,656	244,280
Leave and other entitlements	101,742	196,869
Separation and redundancies	-	-
Other employee expenses	86,803	-
Total employee expenses	2,317,825	2,323,275

Note 3B: Affiliation fees

Australian Labour Party	90,671	82,919
Trades and Labour Council	78,415	75,641
Total affiliation fees/subscriptions	169,086	158,560

Note 3C: Audit and accountancy fees

Audit services	15,732	19,719
Agreed-upon procedures	1,000	14,023

Non-audit services:

Accountancy work by related practice	36,843	20,479
Total audit and accountancy fees	53,575	54,221

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	2015	2014
		\$	\$
Note 3 Expenses (continued)			
Note 3D: Donations			
<i>Donations exceeding \$1,000</i>			
ALP		10,000	-
ALP Western Australia		1,100	-
John Cummins Foundation		2,000	-
Lions Australia		1,500	-
PCYC		-	-
White Ribbon Australia		2,250	-
		16,850	-
<i>Donations less than \$1,000</i>			
ALP Western Australia		909	-
Lions Australia		-	500
McGrath Foundation		-	322
PCYC		500	-
Pilbara Heavy Haulage Girls Inc		-	500
		1,409	1,322
Total donations		18,259	1,322
Note 3E: Depreciation and amortisation			
Depreciation			
Buildings		-	-
Plant and equipment		146,737	180,570
Office refurbishment		12,491	15,264
Total depreciation and amortisation	5A	159,228	195,834
Note 3F: Meeting expenses			
Branch Committee of Management		29,100	42,600
Other meeting expenses		56,792	63,891
Total meeting expenses		85,892	106,491
Note 3G: Net loss from sale of assets			
Profit on disposal of land & buildings		-	97,334
Loss on disposal of plant and equipment		(5,722)	(133,378)
Total net loss from sale of assets		(5,722)	(36,044)

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$	\$
Note 3 Expenses (continued)		
Note 3H: Other expenses		
Advertising	1,089	4,473
Bank charges	34,324	32,232
Commission paid	10,000	10,000
Compulsory levies to Federal Office levies	24,815	30,619
Computer operating expenses	14,872	11,298
Computer programming maintenance	47,400	54,153
Consultancy fees	3,000	2,500
Debt collection expenses	24,007	32,683
Employee fringe benefit	-	-
Fringe benefits tax	21,703	9,359
Funeral benefit	81,000	72,000
General expenses	16,603	7,314
Hire of equipment	256	248
Insurance	89,842	83,147
Lease expenses	-	5,566
Motor vehicle expenses	137,781	162,297
Office refurbishment costs	120	2,590
Organisers' expenses - country	43,360	36,481
Payroll tax	84,095	101,865
Presidential honorarium fees	11,000	11,000
Printing, stationery and stamps	218,564	231,667
Promotional products purchases	100,762	118,201
Rent, rates and electricity	61,233	75,182
Repairs and maintenance	4,373	2,805
Staff amenities	1,512	1,440
Staff/Delegates training	10,378	3,002
Subscriptions	9,140	12,198
Telephone	52,988	78,878
Travelling and accommodation	176,425	197,409
Uniforms	1,378	6,917
Total other expenses	1,282,020	1,408,244

There were no expenses relating to compulsory levies, grants, fees / allowances paid to persons in respect of their attendances as representatives at conferences or other meetings, wholly or partly responsible, during the year.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$	\$
Note 4 Current assets		

Note 4A: Cash and cash equivalents

For the purposes of the Statement of Cash Flows, cash includes cash on hand and in banks, net of outstanding bank overdrafts, and short term money market balances. Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash at bank	3,496,003	3,063,035
Cash on hand	2,115	2,007
Other	235	433
Total cash and cash equivalents	3,498,353	3,065,475

Note 4B: Trade and other receivables

Trade receivables	94,767	33,063
Other receivables:		
Accrued interest	19,060	16,118
Sundry debtors	-	179,738
Total other receivables	19,060	195,856
Total trade and other receivables (net)	113,827	228,919

There are no trade and other receivables as a result of transactions and/or past events with another reporting unit of the organisation.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$

Note 5 Non-current assets

Note 5A: Property, plant and equipment

Land and buildings at valuation	2,412,601	2,412,601
Less: Accumulated depreciation	-	-
	2,412,601	2,412,601
Plant and equipment at cost	1,297,512	1,252,336
Less: Accumulated depreciation	(786,319)	(669,483)
	511,193	582,853
Office refurbishment at cost	199,286	199,286
Less: Accumulated depreciation	(136,820)	(124,329)
	62,466	74,957
	2,986,260	3,070,411

The Transport Workers' Union of Australia ("the Federal Organisation") are the registered proprietors and owners of the Branch's offices. The office property was acquired by the expenditure of the WA Branch funds and forms part of the assets of the Branch.

The basis of valuation of the Branch's office premises and industrial unit is fair market value based upon market appraisal valuations carried out by Mr C Colomb from Ray White Real Estate on the 24 January 2014 and by Mr P Reid from Bazzo Real Estate on 4 February 2014, both being independent firms of Real Estate Agents and Valuers.

Land and buildings are valued by independent valuation, at fair value hierarchy level 2. Input used is the sales comparison approach (market data).

	Land & buildings	Plant & equipment	Office refurbishment	Total
	\$	\$	\$	\$
Balance at 1 Jan 2014	2,810,601	801,974	90,221	3,702,796
Additions	-	98,212	-	98,212
Disposals	(398,000)	(136,763)	-	(534,763)
Revaluation	-	-	-	-
Depreciation	-	(180,570)	(15,264)	(195,834)
Balance at 31 Dec 2014	2,412,601	582,853	74,957	3,070,411
Additions	-	83,071	-	83,071
Disposals	-	(7,994)	-	(7,994)
Depreciation	-	(146,737)	(12,491)	(159,228)
Balance at 31 Dec 2015	2,412,601	511,193	62,466	2,986,260

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$	\$

Note 6 Current liabilities

Note 6A: Trade payables

Trade creditors and accruals	312,316	203,645
GST payable (net)	94,440	89,792
Payroll liabilities	3,880	2,460
Total trade payables	410,636	295,897

Settlement is usually made within 30 days.

There are no payables in respect of legal costs.

There are no trade and other payables as a result of transactions and/or past events with another reporting unit of the organisation.

There are no payables to employers as consideration for the employers making payroll deductions for membership subscriptions.

Note 7 Provisions

The amounts expected to be paid to fund employees for their pro rata entitlements to annual leave and long service leave are accrued annually at current salary rates. Sick leave has not been accrued, as any sick leave entitlements are considered contingent and non-vesting.

Note 7A: Employee provisions

Holders of Office:

Annual leave	33,344	33,058
Long service leave	103,154	107,082
Separation and redundancies	-	-
Other	-	-

Employees other than office holders:

Annual leave	188,996	147,078
Long service leave	181,281	96,047
Separation and redundancies	-	-
Other	-	-
Total employee provisions	506,775	383,265

Current	506,775	383,265
Non-current	-	-
Total employee provisions	506,775	383,265

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$	\$
Note 8 Equity		
Note 8A: Accumulated funds		
Balance as at start of year	4,629,701	4,724,255
Loss for the year	(14,954)	(180,797)
Transfer from reserves	-	86,243
Balance as at end of year	4,614,747	4,629,701

Accumulated funds relate to surpluses built over the years since commencement of operations.

Note 8B: Asset revaluation reserve

Balance as at start of year	1,086,484	1,172,727
Revaluation decrement for the year	-	-
Transfer to reserves	-	(86,243)
Balance as at end of year	1,086,484	1,086,484

The revaluation reserve is a reserve that accumulates increments of fair value adjustments to assets being carried at fair value. Its purpose is to quantify movements in fair value to be able to establish unrealised gains on assets held.

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	\$	\$
Note 9 Notes to the Statement of Cash Flows		
Note 9A: Cash Flow Reconciliation		
Reconciliation of cash and cash equivalents as per Statement of Financial Position to Statement of Cash Flows:		
Cash and cash equivalents as per:		
Statement of Cash Flows	3,498,353	3,065,475
Statement of Financial Position	3,498,353	3,065,475
Difference	<u>-</u>	<u>-</u>
Reconciliation of (deficit) to net cash from operating activities:		
Deficit for the year	(14,954)	(180,797)
Adjustments for non-cash items		
Depreciation/amortisation	159,228	195,834
Loss on disposal of assets	5,722	36,044
Changes in assets/liabilities		
Decrease/(Increase) in trade and other receivables	115,092	(213,173)
Decrease/(Increase) in prepayments	10,340	(7,165)
Increase/(Decrease) in trade payables	114,739	(94,193)
Increase/(Decrease) in employee provisions	123,510	(136,531)
Net cash from/(used in) operating activities	<u>513,677</u>	<u>(399,981)</u>

Note 10 Contingent liabilities and assets

No material contingent liabilities and assets exist as at 31 December 2015.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Note 11 Political and Sponsorship Fund

The Branch maintains a separate account known as the "Political Fund and Sponsorship Account". Funds received from advertising and sponsorship revenue are deposited to this account. The account is then used to pay out political donations, sponsorships and affiliation fees.

The balance of the fund as at 31 December 2015 was \$133,336 (2014: \$123,136) with the funds being held in a separate Commonwealth Bank account, which is an interest bearing account. This forms part of the balance of the Branch cash and cash equivalents.

Note 12 Commitments

There are no capital commitments, lease commitments or contractual obligations as at 31 December 2015.

Note 13 Related Party Disclosures

Note 13A: Related party transactions for the reporting period

The following table provides the total amount of transactions that have been entered into with related parties for the relevant year.

	2015	2014
	\$	\$
Revenue received from Transport Workers Union – Superannuation Fund includes the following:		
Expense reimbursement	180,112	131,466
	180,112	131,466
 Revenue received from Transport Workers Union - National Office includes the following:		
Travel reimbursements	-	25,057
	-	25,057
 Expenses paid to Australian Labour Party includes the following:		
Donation	12,009	-
Affiliation	90,671	82,919
	102,680	82,919

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 13 Related Party Disclosures (continued)

Note 13B: Key Management Personnel Remuneration for the Reporting Period

	2015	2014
	\$	\$
Short-term employee benefits		
Salary (including annual leave taken)	322,696	340,028
Annual leave accrued	(33,344)	(56,767)
Total short-term employee benefits	<u>289,352</u>	<u>283,261</u>
Post-employment benefits:		
Superannuation	-	70,350
Total post-employment benefits	<u>-</u>	<u>70,350</u>
Other long-term benefits:		
Long-service leave	-	29,860
Total other long-term benefits	<u>-</u>	<u>29,860</u>
Termination benefits	-	226,698
Total	<u>-</u>	<u>226,698</u>

Note 13C: Transactions with key management personnel and their close family members

There were no transactions with key management personnel and their close family members.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Note 14 Financial Instruments

The Branch's policy is to review bank products and ensure the maximum rate of interest is earned on at call deposits.

Note 14A: Categories of Financial Instruments

	2015	2014
	\$	\$
<i>Financial Assets</i>		
Loans and receivables:		
Cash and cash equivalents	3,498,353	3,065,475
Trade and other receivables	113,827	228,919
Total	3,612,180	3,294,394
<i>Carrying amount of financial assets</i>	3,612,180	3,294,394
<i>Financial Liabilities</i>		
Fair value through profit or loss:		
Trade and other payables	410,636	295,897
Total	410,636	295,897
<i>Carrying amount of financial liabilities</i>	410,636	295,897

Note 14B: Credit Risk

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted. The credit risk of financial assets of the Branch which have been recognised on the Statement of Financial Position is the carrying amount, net of any provision for doubtful debts. The Branch has limited exposure to credit risk due to its association with recognisable banking and financial institutions.

Note 14C: Liquidity Risk

Liquidity risk is the risk that the Branch will not be able to meet its financial obligations as they fall due. The Branch has limited exposure to liquidity risk as there are few payables (as per Note 6A) and ample cash available to settle all payables as they fall due.

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

Note 14 Financial Instruments (continued)

Note 14D: Market Risk

Market risk is the risk of changes in market prices, such as foreign exchange rate interest rates. The Branch has no exposure to foreign currency risk as activities are wholly performed within Australia. The Branch's exposure to interest rate risk is limited to the money held in the bank accounts. Interest benefiting assets are managed in such a way as to maximise results for external market forces.

Interest rate risk

All financial assets recognised in the Statement of Financial Position are carried at cost and are recognised at amounts that represent a reasonable approximation of fair value unless otherwise stated in the applicable notes. The Branch's exposure to market interest rates relates primarily to the Branch's cash and cash equivalents.

Sensitivity analysis of the risk that the entity is exposed to for financial year ended 31 December 2015

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss \$	Equity \$
Interest rate risk	34,984	1.00	-	34,984

Sensitivity analysis of the risk that the entity is exposed to for financial year ended 31 December 2014

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss \$	Equity \$
Interest rate risk	30,655	1.00	-	30,655

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Note 15 Section 272 Fair Work (Registered Organisations) Act 2009

In accordance with the requirements of the *Fair Work (Registered Organisations) Act 2009*, the attention of members is drawn to the provisions of subsections (1) to (3) of section 272, which reads as follows:

Information to be provided to members or the General Manager of Fair Work Australia:

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

Note 16 Recovery of Wages Activity

No amounts were received on behalf of members during the reporting period.

Note 17 Activities not occurred during the year

There was no amalgamation, restructure or revocation during the year.

There were no donations or grants received during the year.

No going concern financial support was provided to another reporting unit.

No expenses were incurred as consideration for payroll deductions of membership subscriptions.

No penalties were imposed under the RO Act with respect to the conduct of Transport Workers' Union of Australia.