



Australian Government
Australian Industrial Registry

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

Mr Tony Sheldon
State Secretary – NSW Branch
Transport Workers' Union of Australia
31 Cowper St
PARRAMATTA NSW 2150

By email: info@nsw.twu.com.au

Dear Mr Sheldon,

Re: Financial Report - year ended 31 December 2006 (FR2006/627)
s253 Schedule 1 - Workplace Relations Act 1996 (RAO Schedule)

I have received the financial report and concise report for the TWU–NSW Branch for year ended 31 December 2006. The documents were lodged on 5 and 12 July 2007 respectively.

The documents have been filed.

The following matter may require you further attention:

Donations

As the accounts disclosed an amount for donations of \$1,170 the branch should provide details regarding any donation in excess of \$1,000 – see s237 of the RAO Schedule.

In addition, the following matters should be taken into account in future financial years:

Certificate undated

The 'Certificate by Authorised Officer' prepared under s268 of the RAO Schedule was undated. All certificates and statements should be dated as a matter of course.

Disclosure of Legal Costs

The organisation disclosed the following item of expenditure:

Legal and Professional Fees - \$2,878

In future years the organisation should separately disclose the amount expended on *Legal costs and other expenses related to litigation or other legal matters* - see Item 11(j) of the Reporting Guidelines.

Reference to RAO Schedule

The Operating Report referred to s174 of the *Workplace Relations Act 1996*. This reference should be amended in future to s174 of the *RAO Schedule*.

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

Yours faithfully,

Andrew Schultz
Statutory Services Branch

19 September 2007

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Transport Workers Union of Australia Canberra Branch

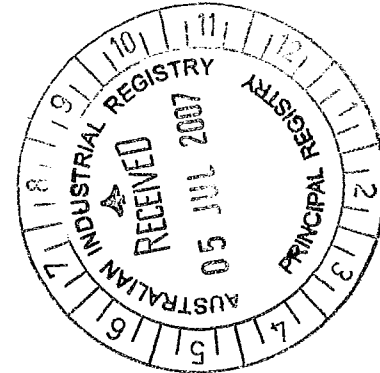
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Tony Sheldon National Secretary

New Branch

3rd July, 2007

Australian Industrial Registry
GPO Box 1994S
MELBOURNE VIC 3001



ATTENTION: Lynette Markovski

Dear Madam

RE: Annual Return for year ending 31st December, 2006

Please find attached Financial Statements and Certificate of Authorised Officer for year ending 31st December, 2007.

If you require any further information please do not hesitate to contact me.

Yours faithfully,

Wayne Forno

Wayne Forno
Acting State Secretary



Certificate of Authorised Officer

I, Wayne Forno, being the Assistant State Secretary of the Transport Workers Union of Australia NSW Branch certify:

- The documents lodged herewith are copies of the full report and the concise report referred to in s268 of the RAO Schedule; and
- That the concise report was provided to members on the 8th June, 2007; and
- That the full report was presented to a meeting of the Branch Committee of Management of the reporting unit on 29th June, 2007; in accordance with section 266 of the RAO Schedule.



.....
Wayne Forno

.....
Date

**TRANSPORT WORKERS' UNION OF AUSTRALIA
NEW SOUTH WALES BRANCH**

**FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2006**

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

OPERATING REPORT


The Branch Committee of Management presents its operating report of the Transport Workers' Union of Australia, New South Wales Branch for the financial year ended 31 December 2006.

1. The principal activities of the branch are aimed at the improvement of wages and working conditions for members. There were no changes to those activities during the financial year.
2. There were no significant changes to the branch's financial affairs during the year.
3. The Branch's principal activities resulted in a deficit for the year of \$ 5,004.
4. All members have a right to resign in accordance with rule 16.1 of the Union's Registered Rules and section 174(1) of the Workplace Relations Act. In accordance with section 174(1) of the Workplace Relations Act a member of an organisation may resign from membership by written notice addressed and delivered to a person designated for the purpose in the rules of the organisation or a branch of the organisation. There was no change to this rule during the year.
5. Mr Anthony Sheldon is a director of the TWU Superfund.
6. At the end of the financial year the number of registered members of the branch was 41012.
7. The number of persons who were employees of the reporting unit on 31 December 2006 was 2.5, where the number of employees includes both full-time employees and part-time employees measured on a full-time equivalent basis;
8. The names of each person who were members of the Branch Committee of Management at any time during the financial year are as follows:

Name	Period Position Held
Anthony Sheldon	1 January 2006 to 31 December 2006
Mark Crosdale	1 January 2006 to 31 December 2006
Richard Olsen	1 January 2006 to 31 December 2006
Wayne Forno	1 January 2006 to 31 December 2006
Bruce Penton	1 January 2006 to 31 December 2006
George Clarke	1 January 2006 to 31 December 2006
Scott Connolly	1 January 2006 to 31 December 2006
Mike McColl	1 January 2006 to 31 December 2006
Charles McKay	1 January 2006 to 31 December 2006
Paul Eid	1 January 2006 to 31 December 2006
Brian Beckwith	1 January 2006 to 31 December 2006
Colin Neal	1 January 2006 to 31 December 2006
Colin Berwick	1 January 2006 to 7 June 2006
Wayne Kook	1 January 2006 to 30 March 2006
Dennis Willcox	1 January 2006 to 31 December 2006
Kenneth Hurst	1 January 2006 to 30 June 2006

Signed in accordance with a resolution of the Branch Committee of Management:


.....
GEORGE CLARKE


.....
ANTHONY SHELDON

11 May 2007.

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

BRANCH COMMITTEE OF MANAGEMENT'S STATEMENT

On 3 May 2007, the Branch Committee of Management of the Transport Workers' Union of Australia, New South Wales Branch, passed the following resolution in relation to the general purpose financial report (GPFR) of the Branch for the year ended 31 December 2006.

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

- (a) the financial report and notes comply with the Australian Accounting Standards to the extent detailed in note 1 to the financial statements;
- (b) the financial report and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the branch for the financial year ended 31 December 2006;
- (d) there are reasonable grounds to believe that the branch will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 31 December 2006 and since the end of the financial year:
 - (i) meetings of the Branch Committee of Management were held in accordance with the rules of the organisation and the rules of the branch; and
 - (ii) the financial affairs of the branch have been managed in accordance with the rules of the organisation and the rules of the branch; and
 - (iii) the financial records of the branch have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) the financial records of the branch have been kept, as far as practicable, in a consistent manner to each of the other branches and national office of the organisation; and
 - (v) no information has been sought in any request of a member of the branch or a Registrar under section 272 of the RAO Schedule; and
 - (vi) no order for inspection of the financial records was made by the Commission under section 273 of the RAO Schedule.
- (f) during the financial year ended 31 December 2006 the branch did not participate in any recovery of wages activity.

For the Branch Committee of Management:


.....
ANTHONY SHELDON

11 May 2007

TRANSPORT WORKERS' UNION OF AUSTRALIA**NEW SOUTH WALES BRANCH****INCOME STATEMENT FOR THE
YEAR ENDED 31 DECEMBER 2006**

	2006	2005
	\$	\$
INCOME		
Contributions and Entrance Fees	475,623	408,243
Interest	3,742	3,005
Property Rentals	19,672	9,359
Service Fees - Transport Workers' Union of New South Wales	498,524	472,466
- prior years	-	181,818
Sundry Income	1,620	-
TOTAL INCOME	<u>999,181</u>	<u>1,074,891</u>
LESS EXPENDITURE		
Employee benefits expense		
Accrued Annual Leave	13,700	(1,911)
Fringe Benefits Tax	1,666	(326)
Long Service Leave	3,716	875
Salaries - Officers	187,576	137,996
Salaries - Employees	26,681	22,836
Superannuation	19,515	14,580
	<u>252,854</u>	<u>174,050</u>
Other expenses		
Affiliation Fees	11,853	13,152
Audit and Accountancy Fees	12,665	7,860
Audit and Accountancy Fees - Prior Year	5,120	2,500
Badges	2,618	2,740
Commission	512	1,810
Computer Costs	275	695
Donations	1,170	-
Electricity	4,954	2,932
General Expenses	21,095	16,960
Insurance	3,117	2,690
Legal and Professional Fees	2,878	84
Meeting and Conference Expenses	30,426	13,115
Motor Car Expenses	25,960	14,921
Officials expenses	12,853	5,423
Payroll Tax	42,715	-
Postage	862	451
Printing and Stationery	5,798	3,686
Property Expenses	35,486	37,600
Staff Training	760	641
Telephones	16,225	13,612
Transport Workers' Union of Australia		
- Sustentation Fees	513,989	495,720
	<u>751,331</u>	<u>636,592</u>
TOTAL EXPENDITURE	<u>1,004,185</u>	<u>810,642</u>
(DEFICIT)/SURPLUS FOR THE YEAR	<u>(5,004)</u>	<u>264,249</u>

[The attached notes form part of these financial statements]

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

BALANCE SHEET AS AT 31 DECEMBER 2006

	NOTE	2006 \$	2005 \$
ACCUMULATED DEFICIT		<u>(29,427)</u>	<u>(24,423)</u>
Represented by:			
ASSETS			
Current Assets			
Cash and cash equivalents	4	85,447	144,115
Receivables	6	<u>42,786</u>	<u>190,156</u>
Total Current Assets		<u>128,233</u>	<u>334,271</u>
Non-Current Assets			
Investments	5	<u>2,460</u>	<u>2,460</u>
TOTAL ASSETS		<u>130,693</u>	<u>336,731</u>
LIABILITIES			
Current Liabilities			
Payables	7	116,512	334,962
Provision for Long Service Leave		15,623	11,907
Provision for Accrued Annual Leave		<u>27,985</u>	<u>14,285</u>
Total Current Liabilities		<u>160,120</u>	<u>361,154</u>
NET LIABILITIES		<u>(29,427)</u>	<u>(24,423)</u>

[The attached notes form part of these financial statements]

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**STATEMENT OF CHANGES IN ACCUMULATED DEFICIT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Accumulated Deficit
	\$
Balance at 1 January 2005	(288,672
)
Net Surplus for the Year	<u>264,249</u>
Balance at 31 December 2005	(24,423)
Net Deficit for the Year	<u>(5,004)</u>
Balance at 31 December 2006	<u>(29,427)</u>

[The attached notes form part of these financial statements]

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2006

	Note	2006	2005
CASH FLOW FROM OPERATING ACTIVITIES		\$	\$
Receipts from Members			
- Contributions and Entrance Fees		475,623	408,243
Service Fees from Transport Workers' Union of New South Wales		498,524	654,284
Payments to Suppliers and Employees		(375,264)	(593,069)
Payments to Transport Workers' Union of Australia			
- Sustentation Fees		(682,585)	(357,382)
- Training Levy		-	(10,500)
Interest Received		3,742	3,005
Other Receipts		21,292	9,359
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES		<u>(58,668)</u>	<u>113,940</u>
9(b)			
CASH FLOW FROM INVESTING ACTIVITIES			
Receipt from Investment		<u>-</u>	<u>15,385</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES		<u>-</u>	<u>15,385</u>
NET (DECREASE) INCREASE IN CASH HELD		(58,668)	129,325
Cash at beginning of Year		<u>144,115</u>	<u>14,790</u>
CASH AT END OF YEAR	9(a)	<u>85,447</u>	<u>144,115</u>

[The attached notes form part of these financial statements]

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1. STATEMENT OF ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Workplace Relations Act 1996.

Compliance with Australian equivalents to International Financial Reporting Standards ensures that the financial report comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS) except for:

- Segment reporting because AASB 114 "Segment Reporting" does not apply to not-for-profit organisations.
- Impairment of assets under AASB 136 "Impairment of assets"

BASIS OF PREPARATION

The financial report is for the New South Wales Branch of the Transport Workers' Union of Australia, and in accordance with the Workplace Relations Act, 1996 the Branch is a reporting unit. The Transport Workers' Union of Australia is an organisation registered under the Workplace Relations Act, 1996. The New South Wales Branch is a branch of the registered organisation. In accordance with the Act the Union is a body corporate and has perpetual succession. By virtue of this method of incorporation, the Union and the New South Wales Branch are not subject to the Corporations Act 2001.

The financial report has been prepared on the basis of historical costs. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the Branch in the preparation of the financial report.

(a) Revenue

Contributions and entrance fees are accounted for on a cash receipts basis. Otherwise, the concept of accruals accounting has been adopted in the preparation of the Accounts.

Services Fees from the Transport Workers' Union of New South Wales are accounted for on an accrual basis.

Interest is accounted for on an accrual basis.

Property rentals are accounted for on an accrual basis.

(b) Income tax

No provision for Income Tax is necessary as Industrial Trade Unions are exempt from Income Tax under Section 50-15 of the Income Tax Assessment Act 1997.

(c) Employee Entitlements

Provision is made for the branch's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits 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.

Other employee benefits payable later than one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. In the case of Long Service Leave this results in an amount not materially different to that achieved by discounting future cash flows.

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006 [Cont'd]

1. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

c) Employee Entitlements (cont'd)

Contributions are made by the branch to employee superannuation funds and are charged as expenses when incurred.

(d) Investments

All investments and other financial assets are initially stated at cost, being the fair value of consideration given plus acquisition costs. Purchases and sales of investments are recognised on trade date, which is the date on which the entity commits to purchase, or sell the asset.

(e) Goods and Services Tax

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 on the balance sheet are shown inclusive of GST.

(f) Accounting Standards Issued But Not Yet Effective

There have been no accounting standards issued which will impact the financial report in future periods and which are not yet effective.

2. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The Branch makes estimates and assumptions concerning the future. The resulting accounting estimates by definition seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

(b) Critical judgments in applying the Branch's accounting principles

There are no critical judgements that have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities.

3. 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 of the RAO Schedule which read 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).

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006 [Cont'd]**

	2006	2005
	\$	\$
4. CASH AND CASH EQUIVALENTS		
Cash on Hand	850	850
Cash at Bank	84,597	143,265
	<u>85,447</u>	<u>144,115</u>
5. INVESTMENTS		
Available-for-Sale Financial Assets		
Shares at fair value	2,460	2,460
	<u>2,460</u>	<u>2,460</u>
6. RECEIVABLES		
Debtor - Transport Workers' Union of New South Wales	37,040	183,507
Sundry Debtors	5,746	6,649
	<u>42,786</u>	<u>190,156</u>
7. PAYABLES		
Creditor -Transport Workers' Union of Australia		
- Sustentation Fees	49,942	218,538
Creditors and Accruals	11,728	12,520
GST Payable	4,958	7,004
Loan from Transport Workers' Union of New South Wales	49,884	96,900
	<u>116,512</u>	<u>334,962</u>

8. FINANCIAL DEPENDENCE

The Transport Workers' Union of Australia New South Wales Branch is dependent upon the ongoing financial support of the Transport Workers' Union of New South Wales in order to pay its debts as and when they fall due..

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006 [Cont'd]**

	2006 \$	2005 \$
9. CASH FLOW INFORMATION		
(a) For the purpose of the Statement of Cash Flows, Cash includes: Cash on Hand and in at call deposits with banks or financial institutions, net of bank overdrafts.		
Cash at Bank	84,597	143,265
Cash on Hand	<u>850</u>	<u>850</u>
	<u>85,447</u>	<u>144,115</u>
(b) Reconciliation of cash flow from operations with operating result		
Operating (Deficit)/Surplus	(5,004)	264,249
Changes in Assets and Liabilities		
Decrease/(Increase) in Debtor -		
Transport Workers' Union of New South Wales	146,467	(84,800)
Decrease/(Increase) in Other Debtors	903	(2,183)
Increase in Employee Entitlement Provisions	17,416	13,146
(Decrease)/Increase in GST Payable	(2,046)	2,898
(Decrease)/Increase in Creditors and Accruals	(792)	413
(Decrease)/Increase in Creditor		
Transport Workers' Union of Australia	(168,596)	127,838
(Decrease) in Creditor		
Transport Workers' Union of New South Wales	<u>(47,016)</u>	<u>(207,621)</u>
CASH FLOWS FROM OPERATIONS	<u>(58,668)</u>	<u>113,940</u>

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006 [Cont'd]

10. FINANCIAL INSTRUMENTS

Interest Rate Risk

The Branch's exposure to interest rate risk and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out below:

31 December 2006	Floating interest rate	Fixed interest rate	Non- interest bearing	Total
	\$	\$	\$	\$
Financial Assets				
Cash and cash equivalents	84,597	-	850	85,447
Receivables	-	-	42,786	42,786
	<u>84,597</u>	<u>-</u>	<u>43,636</u>	<u>128,233</u>
Weighted average Interest rate	4.89%			
Financial Liabilities				
Payables	-	-	(116,512)	(116,512)
Net financial assets/(liabilities)	<u>84,597</u>	<u>-</u>	<u>(72,876)</u>	<u>11,721</u>
31 December 2005				
Financial Assets				
Cash and cash equivalents	143,265	-	850	144,115
Receivables	-	-	190,156	190,156
	<u>143,265</u>	<u>-</u>	<u>191,006</u>	<u>334,271</u>
Weighted average Interest rate	3.64%			
Financial Liabilities				
Payables	-	-	(334,962)	(334,962)
Net financial assets/(liabilities)	<u>143,265</u>	<u>-</u>	<u>(143,956)</u>	<u>(691)</u>

Credit Risk Exposure

Credit risk is the risk that counterparties to a financial asset will fail to discharge their obligations, causing the Branch to incur a financial loss.

The credit risk exposure of the Branch to financial assets which have been recognised in the Balance Sheet is generally the carrying amounts, net of any provisions for doubtful debts.

The carrying amounts of cash and non-interest bearing monetary financial assets and liabilities (eg receivables and payables) approximate net fair values.

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006 [Cont'd]**

11. RELATED PARTY TRANSACTIONS

Transactions with related parties are on normal terms and conditions no more favorable than those available to other parties, unless otherwise stated.

- (a) The aggregate amount of remuneration paid to officers during the financial year is disclosed in the Financial Report
- (b) The aggregate amount paid during the financial year to a superannuation plan in respect of elected full time officers is \$7,061 (2005 \$6,848).
- (c) There have been no other transactions between the officers and the Branch other than those relating to their membership of the Branch and the reimbursement by the Branch in respect of expenses incurred by them in the performance of their duties. Such transactions have been on conditions no more favourable than those which it is reasonable to expect would have been adopted by parties at arm's length.

The ultimate controlling entity of the Branch is the Transport Workers' Union of Australia.

Transactions with Ultimate Controlling Entity:

- (a) Sustentation Fees are disclosed as an expense in the Income Statement and as a payment in the Cash Flow Statement.
- (b) Sustentation Fees payable are disclosed in the Balance Sheet.

12. SUPERANNUATION

Employees of the Branch are entitled to benefits from a superannuation plan on retirement, disability or death. The Branch participated in a defined contribution plan. The benefits provided under this plan are based on accumulated contributions and earnings for each employee. The Branch's liability is limited to paying the contributions to the plan.

13. COMMITMENT

	<u>2006</u>	<u>2005</u>
	\$	\$
Costs in respect of operating leases on property and office equipment:		
-Less than on year	34,824	-
-One to five years	56,057	-
-Greater than five years	-	-
	<u>90,881</u>	<u>-</u>

14. BRANCH DETAILS

The Registered Office of the Branch is:

31 Cowper Street
PARRAMATTA NSW 2150

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

INDEPENDENT AUDIT REPORT

To the members of the Transport Workers' Union of Australia, New South Wales Branch.

Scope

The Financial Report and the Responsibility of the Branch Committee of Management and Secretary of the Branch

The financial report comprises the income statement, balance sheet, statement of changes in accumulated deficit, cash flow statement, accompanying notes to the financial statements and the Branch Committee of Management's statement for the Transport Workers' Union of Australia, New South Wales Branch, for the year ended 31 December 2006.

The Branch Committee of Management and the Secretary of the Branch are responsible for the preparation and true and fair presentation of the financial report in accordance with the Workplace Relations Act 1996. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

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

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Workplace Relations Act 1996, including compliance with Accounting Standards to the extent detailed in note 1 to the financial statements and other mandatory professional reporting requirements in Australia a view which is consistent with our understanding of the Branch's financial position and its performance as represented by the results of its operations and cash flows.

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

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

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

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Workplace Relations Act 1996.

TRANSPORT WORKERS' UNION OF AUSTRALIA

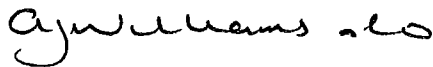
NEW SOUTH WALES BRANCH

INDEPENDENT AUDIT REPORT [Cont'd]

Audit Opinion

In our opinion the general purpose financial report of Transport Workers' Union of Australia, New South Wales Branch is in accordance with the Workplace Relations Act 1996, including:

- (i) giving a true and fair view of the Branch's financial position as at 31 December 2006 and its performance for the year ended on that date; and
- (ii) complying with applicable Australian Accounting Standards to the extent detailed in note 1 to the financial statements and other mandatory professional reporting requirements in Australia; and
- (iii) complying with the requirements of the RAO Schedule.



A J WILLIAMS & CO
Chartered Accountants



DAVID MCLEAN
Registered Company Auditor
SYDNEY NSW 2000

11 May 2007

Tony Sheldon State Secretary

FR 2006/627

9th July, 2007

Australian Industrial Registry
GPO Box 1994S
MELBOURNE VIC 3001

ATTENTION: Mr Ken Ophel

Dear Sir,

RE: Annual Return for year ending 31st December, 2007

I Refer to your email dated 6th July, 2007.

Please find attached the Concise Report which was distributed to our members on 8th June, 2007.

If you require any further information please do not hesitate to contact me.

Yours faithfully,

Dianne Tollett
Financial Controller



**TRANSPORT WORKERS' UNION OF AUSTRALIA
NEW SOUTH WALES BRANCH**

**CONCISE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2006**

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

DISCUSSION AND ANALYSIS OF THE FINANCIAL STATEMENTS

Information on the Transport Workers' Union of Australia New South Wales Branch Concise Financial Report:

The financial statements and disclosures in the concise financial report have been derived from the 2006 financial report of the Transport Workers' Union of Australia New South Wales Branch.

A copy of the full financial report and auditors report can be sent to any member, free of charge, upon request.

This discussion and analysis is provided to assist members in understanding the concise report. The discussion and analysis is based on Transport Workers' Union of Australia New South Wales Branch 2006 financial report.

Income Statement and Balance Sheet:

The deficit for the 2006 year was \$5,004 and when compared with a surplus of \$264,249 for the previous year represents a decrease of \$269,253. The decrease is explained by:

A decrease in Service Fees received from the Transport Workers Union of New South Wales. Service Fees decreased by \$155,760 from \$654,284 (2005) to \$498,524 (2006). Included in this decrease was an amount of \$181,818 received in 2005 from the Transport Workers Union of New South Wales that related to services performed by the branch in prior years.

Contributions and Entrance Fees for the 2006 year were \$476,272 and represent an increase of \$68,029 when compared to the 2005 year amount of \$408,243. The increase is directly attributable to an increase in financial members experienced by the Branch.

Expenditure increased by \$194,192 from \$810,642 (2005) to \$1,004,834 (2006). In this regard Employee benefits expense increased by \$78,804, Sustentation Fees to the Transport Workers Union of Australia increased by \$18,269 and Payroll Tax increased by \$42,715.

The net liabilities of the branch have increased by \$5,004 due to the deficit incurred during the year.

Cash Flow Statement:

The cash flow of the Branch has been managed to ensure liabilities are met when they fall due. The decrease in net cash from operations reflects additional cash expenditure during the year. Cash at the end of year amounted to \$85,447.



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ANTHONY SHELDON
BRANCH SECRETARY

11 May 2007

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

OPERATING REPORT

The Branch Committee of Management presents its operating report of the Transport Workers' Union of Australia, New South Wales Branch for the financial year ended 31 December 2006.

1. The principal activities of the branch are aimed at the improvement of wages and working conditions for members. There were no changes to those activities during the financial year.
2. There were no significant changes to the branch's financial affairs during the year.
3. The Branch's principal activities resulted in a deficit for the year of \$ 5,004.
4. All members have a right to resign in accordance with rule 16.1 of the Union's Registered Rules and section 174(1) of the Workplace Relations Act. In accordance with section 174(1) of the Workplace Relations Act a member of an organisation may resign from membership by written notice addressed and delivered to a person designated for the purpose in the rules of the organisation or a branch of the organisation. There was no change to this rule during the year.
5. Mr Anthony Sheldon is a director of the TWU Superfund.
6. At the end of the financial year the number of registered members of the branch was 41012.
7. The number of persons who were employees of the reporting unit on 31 December 2006 was 2.5, where the number of employees includes both full-time employees and part-time employees measured on a full-time equivalent basis;
8. The names of each person who were members of the Branch Committee of Management at any time during the financial year are as follows:

Name	Period Position Held
Anthony Sheldon	1 January 2006 to 31 December 2006
Mark Crosdale	1 January 2006 to 31 December 2006
Richard Olsen	1 January 2006 to 31 December 2006
Wayne Forno	1 January 2006 to 31 December 2006
Bruce Penton	1 January 2006 to 31 December 2006
George Clarke	1 January 2006 to 31 December 2006
Scott Connolly	1 January 2006 to 31 December 2006
Mike McColl	1 January 2006 to 31 December 2006
Charles McKay	1 January 2006 to 31 December 2006
Paul Eid	1 January 2006 to 31 December 2006
Brian Beckwith	1 January 2006 to 31 December 2006
Colin Neal	1 January 2006 to 31 December 2006
Colin Berwick	1 January 2006 to 7 June 2006
Wayne Kook	1 January 2006 to 30 March 2006
Dennis Willcox	1 January 2006 to 31 December 2006
Kenneth Hurst	1 January 2006 to 30 June 2006

Signed in accordance with a resolution of the Branch Committee of Management:


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GEORGE CLARKE


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ANTHONY SHELDON

11 May 2007.

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

BRANCH COMMITTEE OF MANAGEMENT'S STATEMENT

On 3 May 2007, the Branch Committee of Management of the Transport Workers' Union of Australia, New South Wales Branch, passed the following resolution in relation to the general purpose financial report (GPFR) of the Branch for the year ended 31 December 2006.

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

- (a) the financial report and notes comply with the Australian Accounting Standards to the extent detailed in note 1 to the financial statements;
- (b) the financial report and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the branch for the financial year ended 31 December 2006;
- (d) there are reasonable grounds to believe that the branch will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 31 December 2006 and since the end of the financial year:
 - (i) meetings of the Branch Committee of Management were held in accordance with the rules of the organisation and the rules of the branch; and
 - (ii) the financial affairs of the branch have been managed in accordance with the rules of the organisation and the rules of the branch; and
 - (iii) the financial records of the branch have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) the financial records of the branch have been kept, as far as practicable, in a consistent manner to each of the other branches and national office of the organisation; and
 - (v) no information has been sought in any request of a member of the branch or a Registrar under section 272 of the RAO Schedule; and
 - (vi) no order for inspection of the financial records was made by the Commission under section 273 of the RAO Schedule.
- (f) during the financial year ended 31 December 2006 the branch did not participate in any recovery of wages activity.

For the Branch Committee of Management:


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ANTHONY SHELDON

11 May 2007

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**INCOME STATEMENT FOR THE
YEAR ENDED 31 DECEMBER 2006**

	2006	2005
	\$	\$
INCOME		
Contributions and Entrance Fees	475,623	408,243
Interest	3,742	3,005
Property Rentals	19,672	9,359
Service Fees - Transport Workers' Union of New South Wales	498,524	472,466
- prior years	-	181,818
Sundry Income	<u>1,620</u>	<u>-</u>
TOTAL INCOME	<u>999,181</u>	<u>1,074,891</u>
LESS EXPENDITURE		
Employee benefits expense		
Accrued Annual Leave	13,700	(1,911)
Fringe Benefits Tax	1,666	(326)
Long Service Leave	3,716	875
Salaries - Officers	187,576	137,996
Salaries - Employees	26,681	22,836
Superannuation	<u>19,515</u>	<u>14,580</u>
	<u>252,854</u>	<u>174,050</u>
Other expenses		
Affiliation Fees	11,853	13,152
Audit and Accountancy Fees	12,665	7,860
Audit and Accountancy Fees— Prior Year	5,120	2,500
Badges	2,618	2,740
Commission	512	1,810
Computer Costs	275	695
Donations	1,170	-
Electricity	4,954	2,932
General Expenses	21,095	16,960
Insurance	3,117	2,690
Legal and Professional Fees	2,878	84
Meeting and Conference Expenses	30,426	13,115
Motor Car Expenses	25,960	14,921
Officials expenses	12,853	5,423
Payroll Tax	42,715	-
Postage	862	451
Printing and Stationery	5,798	3,686
Property Expenses	35,486	37,600
Staff Training	760	641
Telephones	16,225	13,612
Transport Workers' Union of Australia		
- Sustentation Fees	<u>513,989</u>	<u>495,720</u>
	<u>751,331</u>	<u>636,592</u>
TOTAL EXPENDITURE	<u>1,004,185</u>	<u>810,642</u>
(DEFICIT)/SURPLUS FOR THE YEAR	<u>(5,004)</u>	<u>264,249</u>

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

BALANCE SHEET AS AT 31 DECEMBER 2006

	2006	2005
	\$	\$
ACCUMULATED DEFICIT	<u>(29,427)</u>	<u>(24,423)</u>
Represented by:		
ASSETS		
Current Assets		
Cash and cash equivalents	85,447	144,115
Receivables	<u>42,786</u>	<u>190,156</u>
Total Current Assets	<u>128,233</u>	<u>334,271</u>
Non-Current Assets		
Investments	<u>2,460</u>	<u>2,460</u>
TOTAL ASSETS	<u>130,693</u>	<u>336,731</u>
LIABILITIES		
Current Liabilities		
Payables	116,512	334,962
Provision for Long Service Leave	15,623	11,907
Provision for Accrued Annual Leave	<u>27,985</u>	<u>14,285</u>
Total Current Liabilities	<u>160,120</u>	<u>361,154</u>
NET LIABILITIES	<u>(29,427)</u>	<u>(24,423)</u>

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**STATEMENT OF CHANGES IN ACCUMULATED DEFICIT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Accumulated Deficit
	\$
Balance at 1 January 2005	(288,672
)
Net Surplus for the Year	<u>264,249</u>
Balance at 31 December 2005	(24,423)
Net Deficit for the Year	<u>(5,004)</u>
Balance at 31 December 2006	<u>(29,427)</u>

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2006

	2006	2005
	\$	\$
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from Members		
- Contributions and Entrance Fees	475,623	408,243
Service Fees from Transport Workers' Union of New South Wales	498,524	654,284
Payments to Suppliers and Employees	(375,264)	(593,069)
Payments to Transport Workers' Union of Australia		
- Sustentation Fees	(682,585)	(357,382)
- Training Levy	-	(10,500)
Interest Received	3,742	3,005
Other Receipts	<u>21,292</u>	<u>9,359</u>
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES	<u>(58,668)</u>	<u>113,940</u>
 CASH FLOW FROM INVESTING ACTIVITIES		
Receipt from Investment	<u>-</u>	<u>15,385</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>15,385</u>
NET (DECREASE) INCREASE IN CASH HELD	(58,668)	129,325
Cash at beginning of Year	<u>144,115</u>	<u>14,790</u>
CASH AT END OF YEAR	<u>85,447</u>	<u>144,115</u>

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

NOTE 1: BASIS OF PREPARATION OF THE CONCISE FINANCIAL REPORT

The concise financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Australian Workplace Relations Act 1996.

The financial statements, specific disclosures and other information included in the concise financial report are derived from and are consistent with the full report of the Transport Workers' Union of Australia New South Wales Branch. The concise financial report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Transport Workers' Union of Australia New South Wales Branch as the full financial report.

NOTE 2: 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 of the RAO Schedule which read 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).

NOTE FINANCIAL DEPENDENCE

3:

The Transport Workers' Union of Australia New South Wales Branch is dependent upon the ongoing financial support of the Transport Workers' Union of New South Wales in order to pay its debts as and when they fall due.

TRANSPORT WORKERS' UNION OF AUSTRALIA

NEW SOUTH WALES BRANCH

INDEPENDENT AUDIT REPORT

To the members of the Transport Workers' Union of Australia New South Wales Branch

Scope

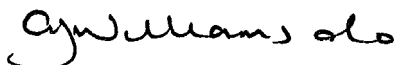
We have audited the concise financial report of Transport Workers' Union of Australia New South Wales Branch for the financial year ended 31 December 2006 comprising the Branch Committee of Management's Statement, Income Statement, Balance Sheet, Statement of Changes in Accumulated Deficit, Cash Flow Statement and notes to the financial statements. The Branch Committee of Management and the Branch Secretary are responsible for the financial report. We have conducted an independent audit of this financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the concise financial report is free of material misstatement. We have also performed an independent audit of the full financial report of Transport Workers' Union of Australia New South Wales Branch for the year ended 31 December 2006. Our audit report on the full financial report was signed on 11 May 2007, and was not subject to any qualification.

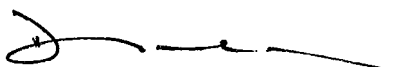
Our procedures in respect of the audit of the concise financial report included testing that the information in the concise financial report is consistent with the full financial report, and examination, on a test basis, of evidence supporting the amounts and other disclosures which were not directly derived from the full financial report. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report is presented fairly in accordance with Accounting Standards and the Workplace Relations Act 1996.

Audit Opinion

In our opinion, the concise financial report of Transport Workers' Union of Australia New South Wales Branch complies with Accounting Standards and the Workplace Relations Act 1996.



A.J. WILLIAMS & CO.



DAVID MCLEAN

Registered Company Auditor.
SYDNEY NSW 2000

11 May 2007