



Jim McGiveron
Branch Secretary

FR 2005/664
Transport Workers Union

Western Australian Branch

ABN 37 494 080 681

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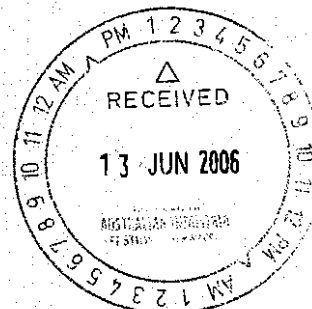
Certificate of Secretary or other Authorised Officer
S268 of Schedule 1B Workplace Relations Act 1996

I James Lawrence McGiveron of the Transport Workers Union of Australia
Western Australian Branch certify:

- That 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 23rd May 2006; and
- That the full report was presented to a second meeting on the Branch Committee of Management on the 7th June 2006; in accordance with section 266 of the RAO Schedule.

Signed: 

Date: 12 June 2006





Jim McGiveron
Branch Secretary

Transport Workers Union

Western Australian Branch

ABN 37 494 080 681

3rd Floor 82 Beaufort Street Perth Western Australia
PO Box 8497 Perth Business Centre Perth 6849
Phone 08 **9328 7477** • Facsimile 08 9227 8320

Australian Industrial Registry
GPO Box 1994 S
Melbourne Vic 3001


Dear Sir

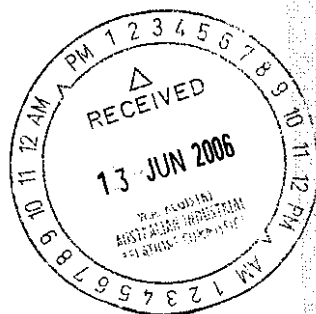
Re: Statement of amounts paid to employers as consideration for the employers making payroll deductions of membership subscriptions by the Transport Workers' Union of Australia, Western Australian Branch for the year ended 31 December 2005.

Pursuant to Section 255 (2) (a) – Schedule 1B of the Workplace Relations Act (1996), the Transport Workers' Union of Australia, Western Australian Branch, herein provides the abovementioned details for the year ended 31st December 2005.

The Transport Workers Union WA Branch paid a total of \$2047.60 to employers in consideration of their making payroll deductions of membership subscriptions of TWU Members.

Yours Faithfully,


JIM MCGIVERON
BRANCH SECRETARY



FR 2005/664

OPERATING REPORT
TRANSPORT WORKERS UNION (WA BRANCH)

PRINCIPAL ACTIVITIES

The Principal activities of the Union during the reporting period were to provide industrial and organising services to the members consistent with the objects of the Union and particularly the object of protecting and improving the interest of the members.

The Unions 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 Union.

There were no significant changes in the nature of the Unions principal activities during the reporting period.

FINANCIAL AFFAIRS

There were no significant changes to the Unions financial affairs during the reporting period.

MEMBERSHIP OF THE UNION

The number of persons that were, as of the 31st December 2005, recorded in the register of members was 9794.

EMPLOYEES OF THE UNION

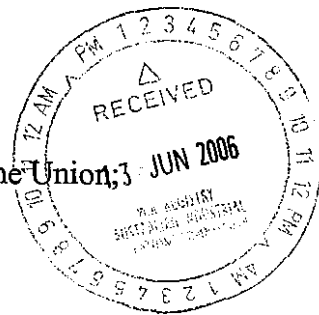
The number of persons who were, as of the 31st December 2005, employees of the reporting unit, including both full-time employees and part-time employees was 14.

RESIGNATION FROM UNION

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

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 noticed is received by the Union;
 - (ii) on the day specified in the notice;



whichever is later; or

(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 by not paid by a former Member, in relation to a period before the Member's resignation from the Union took effect, may be sued for and recovered in accordance with rule 81 as a debt to the Union.
- (4) A notice delivered in accordance with sub-rule (1) is deemed to have been received by the Union when it was delivered.
- (5) A notice of resignation that has been received by the Union 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 Union that the resignation has been accepted.

SUPERANNUATION FUND TRUSTEES OR DIRECTORS

James Lawrence McGiveron is a Director of the TWU Superannuation Fund

COMMITTEE OF MANAGEMENT

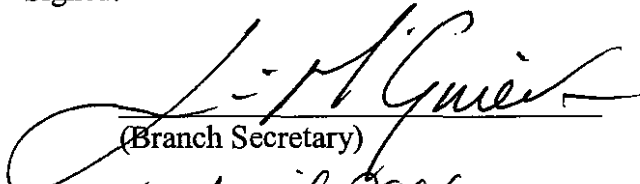
The name of each person who was a member of the Committee of Management of the reporting unit during the financial year ended 31st December 2005, and the period for which he or she held such a position during that year is detailed as follows:

Committee Member	Period Position Held
Ray McMillan	1/1/05 – 31/12/05
Mark Bebich	1/1/05 – 31/12/05
James McGiveron	1/1/05 – 31/12/05
Richard Burton	1/1/05 – 31/12/05
Robert Dunn	1/1/05 – 31/12/05
Paul Aslan	1/1/05 – 31/12/05
John Cain	1/1/05 – 31/12/05
John Davis	1/1/05 – 31/12/05
Timothy Dawson	1/1/05 – 31/12/05
Neville Hodgson	1/1/05 – 31/12/05
John Johnston	1/1/05 – 31/12/05
Michael Knowles	1/1/05 – 31/12/05

Glenn Sterle
Jeff Williams

1/1/05 – 20/05/05
1/1/05 – 31/12/05

Signed:


(Branch Secretary)
Date: 4 April 2006

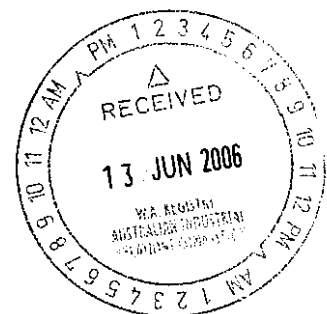
FR 2005/664

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

AUDITED GENERAL PURPOSE FINANCIAL REPORT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005



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

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FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005**

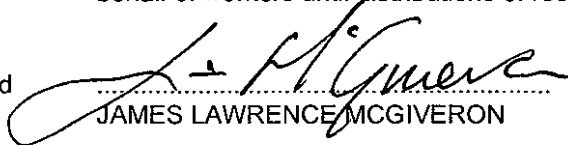
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COMMITTEE OF MANAGEMENT STATEMENT

In accordance with a resolution of the committee of management passed at their meeting of 4th April 2006, in the opinion of the Committee of Management:

- a) the financial statements and notes comply with the Australian Accounting Standards;
- b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the 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 period ended 31 December 2005 and since the end of the 2005 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 the branch concerned; and
 - (iii). the financial records of the reporting units have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv). there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.
- f) in relation to the recovery of wages activity:
 - (i). the financial report on the recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the Industrial Registrar; and
 - (ii). the committee of management caused the auditor to include in the scope of the audit required under section 257(1) of the RAO Schedule all recovery of wages activity by the reporting unit in which revenue has been derived for the financial year in respect of such activity; and
 - (iii). no fees or reimbursements of expenses in relation to the recovery of wages activity or donations or other contributions were deducted from moneys recovered from employers on behalf of workers other than reported in the financial report on the 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 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 donation or other contributions were deducted from moneys recovered from employers on behalf of workers until distributions of recovered money were made to workers.

Signed


JAMES LAWRENCE MCGIVERON

Dated this 4th day of April 2006



**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE
TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

Scope

We have audited the financial report, being a general purpose financial report, of the Transport Workers' Union of Australia, Western Australian Branch, for the year ended 31 December 2005 as set out on pages 4 to 22. The members of the Committee are responsible for the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the needs of the members.

We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Transport Workers' Union of Australia, Western Australian Branch. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Branch. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included the examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the Branch's financial position and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion:

- (a) the general purpose financial report is presented fairly in accordance with Australian Accounting Standards; and
- (b) satisfactory accounting records were kept by the organisation in respect of the year detailing the sources and nature of the income of the organisation (including income from members) and the nature and purpose of expenditure, and
- (c) the attached accounts and statements, prepared under the historical cost convention, and in accordance with section 273 of the Workplace Relations Act 1996, are properly drawn up so as to present fairly:
 - (i) the financial affairs of the organisation as at 31 December 2005;
 - (ii) the income and expenditure, cash flows and surplus of the organisation for the year ended on that date.

**BUTLER
SETTINERI**

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Directors:
Colin Butler
FCA
Paul Chabrel
CA
Lucy Gardner
CA

- (d) all the information and explanations requested from officers and employees of the organisation were adequately provided.
- (e) the assets held by the West Australian Branch of the Union form part of the Federal Union assets.
- (f) in relation to the recovery of wages activity
 - (i) that the scope of the audit encompassed recovery of wages activity;
 - (ii) that the financial statements and notes and recovery of wages activity financial report properly and fairly report all information required by the reporting guidelines of the Industrial Registrar, including;
 - 1) any fees charged to or reimbursements of expenses claimed from members and others for recovery of wages activity; and
 - 2) any donations or other contributions deducted from recovered money; and
 - (iii) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the RAO Schedule.

Signed


.....
PAUL J CHABREL
Registered Company Auditor

Dated this 22 day of April 2006

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005

	NOTE	2005 \$	2004 \$
Revenue from operations	3	3,391,501	3,097,697
Depreciation and amortisation expense	4(a)	(77,355)	(50,396)
Borrowing costs expense	4(b)	(1,757)	(1,592)
Other expenses from ordinary activities	4(c)	(2,663,152)	(2,554,715)
Operating surplus	10	<u>649,237</u>	<u>490,994</u>

The accompanying notes form part of this financial report.

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

**BALANCE SHEET
AS AT 31 DECEMBER 2005**

	NOTE	2005 \$	2004 \$
CURRENT ASSETS			
Cash assets	13(a)	2,293,814	1,764,875
Receivables	5	78,385	51,248
Prepaid expenses		5,264	5,013
Total Current Assets		<u>2,377,463</u>	<u>1,821,136</u>
FIXED ASSETS			
Property, plant and equipment	6	914,235	464,152
Investment property	7	160,000	226,238
Total Fixed Assets		<u>1,074,235</u>	<u>690,390</u>
TOTAL ASSETS		<u>3,451,698</u>	<u>2,511,526</u>
CURRENT LIABILITIES			
Accounts payable	8	214,414	189,483
Provision for employee benefits	9	180,994	277,256
Borrowings		-	18,332
Total Current Liabilities		<u>395,408</u>	<u>485,071</u>
TOTAL LIABILITIES		<u>395,408</u>	<u>485,071</u>
TOTAL NET ASSETS		<u>3,056,290</u>	<u>2,026,455</u>
MEMBERS' FUNDS & RESERVES			
Accumulated funds	10	2,583,383	1,934,146
Asset revaluation reserve	11	472,907	92,309
		<u>3,056,290</u>	<u>2,026,455</u>

The accompanying notes form part of this financial report.

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005	2004
	\$	\$
Total equity at the beginning of the year	2,026,455	1,535,461
Surplus reported for the year	649,237	490,994
Revaluation increment for the year	380,598	-
Total equity at the end of the year	<u>3,056,290</u>	<u>2,026,455</u>

The accompanying notes form part of this financial report.

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

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	NOTE	2005 \$	2004 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Membership receipts		2,915,244	2,682,999
Interest received		61,707	59,675
Other income		341,415	327,138
Sustentation fees paid		(303,219)	(296,852)
Payments to suppliers and employees		(2,431,515)	(2,168,065)
Interest paid		(1,757)	(1,592)
Net cash provided by operating activities	13(b)	<u>581,875</u>	<u>603,303</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for plant & equipment		(353,191)	(217,122)
Proceeds on sale of plant & equipment		99,231	5,545
Proceeds on sale of investment property		219,356	-
Net cash used in investing activities		<u>(34,604)</u>	<u>(211,577)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		(18,332)	(16,405)
Net cash used in financing activities		<u>(18,332)</u>	<u>(16,405)</u>
Net increase in cash held		528,939	375,321
Cash at the beginning of the financial year		1,764,875	1,389,554
Cash at the end of the financial year	13(a)	<u>2,293,814</u>	<u>1,764,875</u>

The accompanying notes form part of this financial report.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose 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 Corporations Act 2001.

These financial statements are the first Transport Workers' Union of Australia Western Australian Branch financial statements to be prepared in accordance with AIFRS. AASB1 First-time Adoption of Australian Equivalents to International Financial Reporting Standards has been applied in preparing these financial statements.

The financial report has also been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities, certain classes of property, plant and equipment and investment property.

The following is a summary of the material accounting policies adopted by the branch in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income Tax

The Union is exempt from income tax under s 50-15 ITAA 1997 Act.

(b) Revenue Recognition

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

(c) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

For the purposes of the Cash Flow Statement, cash includes cash on hand and in banks, and money market investments readily convertible to cash within 2 working days, net of outstanding overdrafts.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Receivables

Trade and sundry debtors are initially recognised at fair value and subsequently measured net of provision for doubtful debts. Recovery of receivables is reviewed on a regular basis, and uncollectible balances are written off.

Interest due on term deposits is recognised as income on an accrual basis.

(e) Plant and equipment

Items of property, plant and equipment are carried at cost less accumulated depreciation. Depreciation is charged on a basis and at rates designed to write off the cost of assets over their estimated useful life to the branch.

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

Independent assessments of the fair value of land and buildings are obtained based on existing use and such assessments are used as a guide when revaluations are made. Revaluation increments are to be credited directly to the asset revaluation reserve. A revaluation decrement is recognised as an expense in the statement of income and expenditure except to the extent that the decrement revises a revaluation increment previously credited to the revaluation reserve.

(f) Investment property

Investment property, principally comprising strata titled office buildings, is held for long term rental yields and is not occupied by the branch. Investment property is carried at fair value, representing open-market value determined periodically by external valuers. Changes in fair values are recorded in the income statement.

(g) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether billed or not billed to the company.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Interest bearing liabilities

Interest bearing liabilities relate to a loan and are carried at the principal amount.

(i) Provision for employee benefits

Liabilities for annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Liabilities for long service leave are recognised in current liabilities.

(j) Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

NOTE 2 INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act 1996 (RAO Schedules), the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of Section 272.

272(1) (Application for Information) 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.

272(2) (Form of Application) 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.

272(3) (Compliance) A reporting unit must comply with the application made under subsection (1).

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005	2004
	\$	\$
NOTE 3 REVENUE		
Membership subscriptions	2,899,118	2,693,405
Initial entrance fees	16,126	5,273
Federal Committee expenses reimbursement	36,352	9,438
Federal Office financial assistance	50,000	75,000
Legal reimbursement	2,141	3,119
Super Fund Director reimbursement	99,358	80,084
Specific grant income – Bluecard development	15,958	17,228
Advertising and sponsorship	71,124	100,803
Interest received	92,907	69,432
Profit on the sale of plant & equipment	45,998	2,449
Promotional products revenue	1,364	-
Rental income	28,200	40,045
Sundry income	32,855	1,421
Total operating revenue	3,391,501	3,097,697

NOTE 4 EXPENDITURE

(a) Depreciation

The total depreciation charge is made up as follows:

Buildings	12,406	11,883
Plant and equipment	56,871	29,284
Office refurbishments	8,078	9,229
	77,355	50,396

(b) Borrowing costs

Borrowing costs relate to the following:

Loan interest	1,757	1,592
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**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 4	EXPENDITURE (CONT'D)	2005	2004
		\$	\$
(c)	Other expenses is made up as follows:		
	Advertising	39,249	15,312
	Affiliation fees	60,503	63,067
	Annual leave	(56,020)	41,384
	Audit and accountancy fees	14,659	10,890
	Bank charges	21,329	24,888
	Bluecard development costs	11,640	25,973
	Commission paid	1,811	8,391
	Compulsory levies to Federal Office levies	4,718	4,507
	Computer operating expenses	2,230	161
	Computer programming maintenance	21,600	11,190
	Consultancy fees	35,587	26,440
	Debt collection expenses	9,942	9,038
	Donations	25,750	33,800
	Federal council expenses	48,122	-
	Freight & couriers	2,740	2,151
	Fringe benefits tax	28,576	16,091
	Funeral benefit	21,000	25,500
	General expenses	8,741	16,879
	Hire of equipment	1,926	4,119
	Insurance	34,535	30,174
	Lease expenses	2,816	21,662
	Litigation and other legal costs	32,040	52,647
	Long service leave	(40,242)	36,986
	Meeting expenses	71,947	50,618
	Motor vehicle expenses	120,325	88,865
	Motor vehicle allowance	60,885	59,290
	Organisers' expenses - country	17,285	25,926
	Office Refurbishment Costs	621	985
	Payroll tax	33,237	24,328
	Presidential honorarium fees	8,000	3,000
	Printing, stationery and stamps	178,889	183,614
	Promotional products purchases	29,135	24,037
	Rent, rates and electricity	48,430	40,665
	Repairs and maintenance	2,581	1,499
	Staff amenities	900	900
	Staff training	4,673	5,644
	Subscriptions	6,958	6,099
	Sundry expenses	96	393
	Superannuation contributions	179,867	160,760
	Sustentation fees – Federal Office	320,527	296,852
	Telephone	81,565	77,678
	Travelling and accommodation	97,524	79,083
	Uniforms	940	2,424
	Wages - Executive	412,363	358,925
	Wages - Other	653,152	581,880
		<u>2,663,152</u>	<u>2,554,715</u>

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 4	EXPENDITURE (CONT'D)	2005 \$	2004 \$
(d) Affiliation fees were paid as follows:			
	Australian Labour Party	28,282	31,333
	Trades and Labour Council	32,221	31,734
		<u>60,503</u>	<u>63,067</u>
(e) Donations were made as follows:			
	Federal Office	-	500
	Australian Labour Party	23,250	26,050
	A J Evitt funeral	-	3,500
	Local Council Campaign	2,500	-
	Other (less than \$1,000 each)	-	3,750
		<u>25,750</u>	<u>33,800</u>
(f) Meeting fees and expenses were paid as follows:			
	Branch Committee of Management	15,958	9,450
	Other meeting expenses	55,989	41,168
		<u>71,947</u>	<u>50,618</u>
Fees or allowance paid to persons in respect of their attendance at conferences or other meetings as representatives of the reporting unit were as follows:			
	Federal Committee of Management	20,207	9,438
	Superannuation Fund Director Attendance	797	13,084
		<u>21,004</u>	<u>22,522</u>
NOTE 5 RECEIVABLES			
	Sundry debtors	5,387	9,450
	Accrued interest	52,998	21,798
	Office holder loan	20,000	20,000
		<u>78,385</u>	<u>51,248</u>

The loan is a long service leave advance provided to the Branch Secretary.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005 \$	2004 \$
NOTE 6 PROPERTY, PLANT AND EQUIPMENT		
Land and buildings at valuation	540,000	289,230
Less: Accumulated depreciation	-	(29,883)
Plant and equipment at cost	477,086	261,976
Less: Accumulated depreciation	(175,802)	(137,590)
Office refurbishment at cost	107,472	106,862
Less: Accumulated depreciation	(40,185)	(32,107)
Library at valuation	5,664	5,664
Total property, plant and equipment	914,235	464,152

The Transport Workers' Union of Australia Federal Council 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 form part of the assets of the Branch.

The basis of valuation of the Union's office premises is fair market value based upon a market appraisal valuation carried out by Mr E Rogers, from an independent firm of Real Estate Agents and Valuers (Metway Real Estate) on the 17 October 2005. Included in this valuation was the Union's remaining Investment Property (Note 7). The Transport Workers Union has a policy of revaluing land and buildings every three years

	Land and Buildings (at valuation) \$	Plant & Equipment \$	Office Refurbishment \$	Library (at valuation) \$	Total \$
Balance at 1 Jan 2005	259,347	124,386	74,755	5,664	464,152
Additions	-	352,764	610	-	353,374
Revaluation (Note 11)	293,060	-	-	-	293,060
Disposals	-	(118,996)	-	-	(118,996)
Depreciation	(12,407)	(56,870)	(8,078)	-	(77,355)
Balance at 31 Dec 2005	540,000	301,284	67,287	5,664	914,235

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 7 INVESTMENT PROPERTY

	2005 \$	2004 \$
Property held for lease at 1 January 2005	226,238	72,462
Investment property acquired	-	153,776
Investment property disposed	(153,776)	-
Revaluation increment (Note 11)	87,538	-
Property held for lease at 31 December 2005	160,000	226,238

Details of the revaluation during the year at Note 6.

NOTE 8 ACCOUNTS PAYABLE

GST payable (net)	85,832	49,098
Legal costs owed to Slater & Gordon	-	3,850
Payroll liabilities	44,565	39,772
Sundry creditors	84,017	96,763
	214,414	189,483

NOTE 9 PROVISION FOR EMPLOYEE BENEFITS

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.

	Annual Leave \$	Long Service Leave \$	Total \$
Balance at 1 January 2005	127,045	150,211	277,256
Net credit for the year	(56,020)	(40,242)	(96,262)
Balance at 31 December 2005	71,025	109,969	180,994

Employee benefits are payable as follows:

Benefits payable to reporting unit officeholders	70,784
Benefits payable to other employees (excluding officeholders)	110,210
	180,994

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 10 ACCUMULATED FUNDS	2005	2004
	\$	\$
Accumulated funds at the beginning of the year	1,934,146	1,443,152
Operating surplus for the year	649,237	490,994
Accumulated funds at the end of the year	<u>2,583,383</u>	<u>1,934,146</u>

NOTE 11 ASSET REVALUATION RESERVE

Balance brought forward as at 1 January 2005	92,309	92,309
Revaluation increment for the year		
Property, Plant and Equipment (Note 6)	293,060	-
Investment Property (Note 7)	87,538	-
Balance carried forward as at 31 December 2005	<u>472,907</u>	<u>92,309</u>

Details of the revaluation during the year at Note 6.

NOTE 12 CONTINGENT LIABILITIES

No material contingent liabilities exist as at 31 December 2005.

NOTE 13 NOTES TO THE CASH FLOW STATEMENT

(a) Reconciliation of cash

For the purposes of the cash flow statement, 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 balance sheet as follows:

Cash on hand	470	591
Cash at bank – Bluecard Training account	13,903	-
Cash at bank – Political / Sponsorship account	46,525	58,288
Cash at bank – General account	1,004,763	692,726
Cash at bank – Term deposit	1,228,153	1,013,270
	<u>2,293,814</u>	<u>1,764,875</u>

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 13 NOTES TO THE STATEMENT OF CASH FLOWS (CONTINUED)

(b) Reconciliation of net cash provided by operating activities to operating surplus

Operating surplus	649,237	490,994
Non-cash flows in operating surplus:		
Depreciation	77,355	50,396
Interest accrual	(31,200)	(2,450)
Profit on sale of assets	(45,998)	-
Changes in assets and liabilities:		
(Increase) / Decrease in receivables	4,063	(15,679)
(Increase) / Decrease in prepayments	(251)	(2,704)
Increase / (Decrease) in accounts payable	24,931	13,834
Increase / (Decrease) in prepaid income	-	(9,757)
Increase / (Decrease) in provisions	(96,262)	78,669
Net cash provided by operating activities	<u>581,875</u>	<u>603,303</u>

(c) Credit Standby Arrangements

No bank overdraft or other facilities exist as at year end.

NOTE 14 EMPLOYEE BENEFITS

(a) Employee benefits paid to office holders of the WA Branch were as follows:

	2005
	\$
Motor vehicle and telephone expenses	73,548
Other fringe benefits – salary sacrifice	15,450
Superannuation	82,386
	<u>171,384</u>

(b) Employee benefits paid to employees (excluding office holders) were as follows

	2005
	\$
Motor vehicle and telephone expenses	56,788
Other fringe benefits – salary sacrifice	15,450
Superannuation	97,481
	<u>169,719</u>

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 15 RELATED PARTY TRANSACTIONS

Included in the reporting unit's current assets is an amount of Nil (2004: \$4,792) receivable from the Federal Office of the Transport Workers Union in relation to expenses reimbursements.

Included in the reporting unit's current liabilities is an amount of \$52,666 (2004: \$33,358) owing to the Federal Office of the Transport Workers Union in relation to outstanding sustentation fees payable to 31 December 2005.

NOTE 16 ECONOMIC DEPENDENCY

The Branch office is dependent on the Federal Office for the following:

	2005	2004
	\$	\$
Federal Office Assistance grants	50,000	75,000
Federal Office Expense Reimbursements	36,352	9,438

NOTE 17 POLITICAL AND SPONSORSHIP FUND

The Transport Workers Union (WA 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 2005 was \$46,525 (2004: \$58,288) with the funds being held in a separate Commonwealth Bank account, which is interest bearing.

NOTE 18 TRANSITION TO INTERNATIONAL FINANCIAL REPORTING STANDARDS

Reconciliation of equity and net surplus reported under previous Australian Generally Accepted Accounting Principles (AGAAP) to Australian equivalents to International Financial Reporting Standards (AIFRS).

(a) Reconciliation of Net Surplus

The adoption of Australian AIFRS has no material impact on the net surplus or deficit reported in a prior accounting period.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

**NOTE 18 TRANSITION TO INTERNATIONAL FINANCIAL REPORTING
STANDARDS (CONTINUED)**

(b) Reconciliation of Equity

	Previous Reported GAAP at 31 December 2004	Adjustments on introduction of AIFRS	After Adoption of AIFRS at 31 December 2004
	\$	\$	\$
CURRENT ASSETS			
Cash assets	1,764,875	-	1,764,875
Receivables	51,248	-	51,248
Prepaid expenses	5,013	-	5,013
Total Current Assets	<u>1,821,136</u>	-	<u>1,821,136</u>
FIXED ASSETS			
Property, plant and equipment	690,390	(226,238)	464,152
Investment property	-	226,238	226,238
Total Fixed Assets	<u>690,390</u>	-	<u>690,390</u>
TOTAL ASSETS	<u>2,511,526</u>	-	<u>2,511,526</u>
CURRENT LIABILITIES			
Accounts payable	189,483	-	189,483
Provision for employee benefits	277,256	-	277,256
Borrowings	18,332	-	18,332
Total Current Liabilities	<u>485,071</u>	-	<u>485,071</u>
TOTAL LIABILITIES	<u>485,071</u>	-	<u>485,071</u>
TOTAL NET ASSETS	<u>2,026,455</u>	-	<u>2,026,455</u>
MEMBERS' FUNDS & RESERVES			
Accumulated funds	1,934,146	-	1,934,146
Asset revaluation reserve	92,309	-	92,309
	<u>2,026,455</u>	-	<u>2,026,455</u>

There are no material differences between total equity reported under AIFRS and that reported under AGAAP.

(c) Explanation of material adjustments to the cash flow statement

There are no material differences between the cash flow statement presented under AIFRS and those presented under AGAAP.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 19 SEGMENT INFORMATION

The branch, which is a division of the Transport Workers' Union of Australia, operates exclusively in Western Australia.

NOTE 20 DIVIDENDS

No dividends have been paid or proposed during the year.

NOTE 21 COMMITMENTS

There are no capital commitments, lease commitments or contractual obligations as at 31 December 2005.

NOTE 22 SUBSEQUENT EVENTS

There are no significant events arising between the reporting date and the date that this report is signed which would have a material effect on the reading or understanding of this financial report.

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

WAGE RECOUPMENT TRUST ACCOUNT

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005 \$	2004 \$
INCOME		
Trust receipts	27,177	25,335
Interest received	19	36
	27,196	25,371
 EXPENSES		
Bank fees	15	14
Trust payments, wages recovered & admin charges	33,767	48,100
	33,782	48,114
 Deficiency of income over expenditure	(6,586)	(25,743)

**BALANCE SHEET
AS AT 31 DECEMBER 2005**

ASSETS		
Cash at Bank	4,506	11,092
 LIABILITIES		
Unclaimed monies	345	345
Amount payable due to deposit error	548	548
 NET ASSETS	3,613	10,199
 ACCUMULATED FUNDS		
Accumulated funds at the beginning of the year	10,199	35,942
Deficiency of income over expenditure for the year	(6,586)	(25,743)
Accumulated funds at the end of the year	3,613	10,199

Cash funds are held in an interest bearing account at the Commonwealth Bank of Australia.

**STATEMENT OF RECEIPTS AND PAYMENTS FOR
RECOVERY OF WAGES ACTIVITY
CASH BASIS
FOR THE YEAR ENDED 31 DECEMBER 2005
(Prepared on a Cash Basis)**

	2005 \$	2004 \$
Cash assets in respect of recovered money at the beginning of the year	11,092	33,835
Receipts		
Amounts recovered from employers	27,177	25,335
Interest received on recovered money	19	36
Total receipts	<u>27,196</u>	<u>25,371</u>
Payments		
Deductions of amounts due in respect of membership for:		
- 12 months or less	-	-
- greater than 12 months	-	-
Deductions or donations or other contributions to accounts or funds of:		
- the reporting unit	-	-
- another reporting unit of the organisation	-	-
- name of other entity	-	-
Deductions of fees charged or expense reimbursements to reporting unit	15	14
Distributed to workers as recovered wages	33,767	48,100
Total payments	<u>33,782</u>	<u>48,114</u>
Cash assets in respect of recovered money at the end of the year	<u>4,506</u>	<u>11,092</u>

Wages recouped in the year related to 6 workers (2004: 8 workers).

Aggregate recouped wages payable to workers but not yet distributed as at 31 December 2005 amount to \$345 and relates to 1 worker.

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF THE
TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

TEDDY BEAR APPEAL TRUST ACCOUNT

Scope

We have audited the financial report, being a special purpose financial report, of the Transport Workers' Union of Australia, Western Australian Branch, Teddy Bear Appeal Trust Account, for the year ended 31 December 2005 as set out on pages 24 and 25. The members of the Committee are responsible for the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the needs of the members. We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Transport Workers' Union of Australia, Western Australian Branch. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Branch. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included the examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the Trust Account's financial position and performance as represented by the results of its operations. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report presents fairly in accordance with the accounting policies as described in Note 1 to the financial statements, the financial position of the Teddy Bear Appeal Trust Account as at 31 December 2005 and the results of its operations.

Signed

PAUL J CHABREL
Registered Company Auditor

Dated this 22 day of April 2006

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

TEDDY BEAR APPEAL TRUST ACCOUNT

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005 \$	2004 \$
INCOME		
Other Income	4,000	5,819
Interest income	34	23
Total income	<u>4,034</u>	<u>5,842</u>
EXPENSES		
Bank fees	5	8
Donations and costs	1,900	3,675
Total expenses	<u>1,905</u>	<u>3,683</u>
Surplus for the year	<u>2,129</u>	<u>2,159</u>

**BALANCE SHEET
AS AT 31 DECEMBER 2005**

ASSETS		
Cash at bank	13,294	11,165
LIABILITIES		
	-	-
TOTAL NET ASSETS	<u>13,294</u>	<u>11,165</u>
ACCUMULATED FUNDS		
Accumulated funds as at the beginning of the year	11,165	9,006
Surplus for the year	2,129	2,159
Accumulated funds at the end of the year	<u>13,294</u>	<u>11,165</u>

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

TEDDY BEAR APPEAL TRUST ACCOUNT

**NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2005**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of accounting

This financial report is a special purpose financial report prepared for use by the branch administering the Trust. The Trustees have determined that the Trust is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

AAS 5 Materiality

AAS 8 Events Occurring After Reporting Date

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuation of non-current assets.

FR 2005/664

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

AUDITED GENERAL PURPOSE CONCISE FINANCIAL REPORT

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005



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

**STATEMENT AS REQUIRED BY PARAGRAPH
265(3)(e) OF THE RAO SCHEDULE**

The enclosed concise financial report has been derived from the full audited financial report.

As it is only an extract, it cannot be expected to provide as full an understanding of the financial performance, financial position and financial and investing activities of the Branch as the full financial report would show.

Further financial information can be obtained from the financial report which is available on request to the branch.

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

**INDEX TO CONCISE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2005**

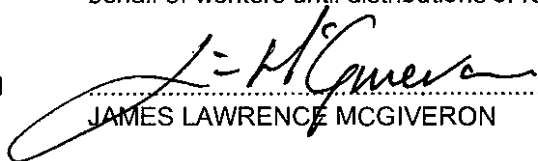
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COMMITTEE OF MANAGEMENT STATEMENT

In accordance with a resolution of the committee of management passed at their meeting of 4th April 2006, in the opinion of the Committee of Management:

- a) the concise financial statements and notes comply with the Australian Accounting Standards;
- b) the concise financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- c) the concise 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 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 period ended 31 December 2005 and since the end of the 2005 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 the branch concerned; and
 - (iii). the financial records of the reporting units have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv). there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.
- f) in relation to the recovery of wages activity:
 - (i). the financial report on the recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the Industrial Registrar; and
 - (ii). the committee of management caused the auditor to include in the scope of the audit required under section 257(1) of the RAO Schedule all recovery of wages activity by the reporting unit in which revenue has been derived for the financial year in respect of such activity; and
 - (iii). no fees or reimbursements of expenses in relation to the recovery of wages activity or donations or other contributions were deducted from moneys recovered from employers on behalf of workers other than reported in the financial report on the 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 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 donation or other contributions were deducted from moneys recovered from employers on behalf of workers until distributions of recovered money were made to workers.

Signed


JAMES LAWRENCE MCGIVERON

Dated this 4th day of APRIL 2006



**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE
TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

Scope

We have inspected the accounting records and have audited the concise financial report, being a general purpose financial report, of the Transport Workers' Union of Australia, Western Australian Branch, for the year ended 31 December 2005 as set out on pages 4 to 12. The members of the Committee are responsible for the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements which form part of the financial report are appropriate to meet the needs of the members.

We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Transport Workers' Union of Australia, Western Australian Branch. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial report has been prepared for the purpose of fulfilling the requirements of the Branch. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included the examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1 so as to present a view which is consistent with our understanding of the Branch's financial position and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards and other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion:

- (a) the general purpose concise financial report is presented fairly in accordance with Australian Accounting Standards; and
- (b) satisfactory accounting records were kept by the organisation in respect of the year detailing the sources and nature of the income of the organisation (including income from members) and the nature and purpose of expenditure, and
- (c) the attached accounts and statements, prepared under the historical cost convention, and in accordance with section 273 of the Workplace Relations Act 1996, are properly drawn up so as to present fairly:
 - (i) the financial affairs of the organisation as at 31 December 2005;
 - (ii) the income and expenditure, cash flows and surplus of the organisation for the year ended on that date.

**BUTLER
SETTINERI**

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Construction House
35-37 Havelock Street
West Perth 6005

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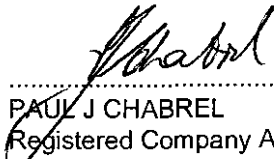
Phone: **(08) 9426 4444**
Fax: **(08) 9321 5215**
Email: mail@butlersettineri.com.au

Directors:
Colin Butler
FCA
Paul Chabrel
CA
Lucy Gardner
CA

(d) all the information and explanations requested from officers and employees of the organisation were adequately provided.

(e) the assets held by the West Australian Branch of the Union form part of the Federal Union assets.

Signed


.....
PAUL J CHABREL
Registered Company Auditor

Dated this

22 day of April 2006

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

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005	2004
	\$	\$
Revenue from operations	3,391,501	3,097,697
Depreciation and amortisation expense	(77,355)	(50,396)
Borrowing costs expense	(1,757)	(1,592)
Other expenses from ordinary activities	(2,663,152)	(2,554,715)
Operating surplus	<u>649,237</u>	<u>490,994</u>

The accompanying notes form part of this financial report.

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

**BALANCE SHEET
AS AT 31 DECEMBER 2005**

	2005	2004
	\$	\$
CURRENT ASSETS		
Cash assets	2,293,814	1,764,875
Receivables	78,385	51,248
Prepaid expenses	5,264	5,013
Total Current Assets	2,377,463	1,821,136
FIXED ASSETS		
Property, plant and equipment	914,235	464,152
Investment property	160,000	226,238
Total Fixed Assets	1,074,235	690,390
TOTAL ASSETS	3,451,698	2,511,526
CURRENT LIABILITIES		
Accounts payable	214,414	189,483
Provision for employee benefits	180,994	277,256
Borrowings	-	18,332
Total Current Liabilities	395,408	485,071
TOTAL LIABILITIES	395,408	485,071
TOTAL NET ASSETS	3,056,290	2,026,455
MEMBERS' FUNDS & RESERVES		
Accumulated funds	2,583,383	1,934,146
Asset revaluation reserve	472,907	92,309
	3,056,290	2,026,455

The accompanying notes form part of this financial report.

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005	2004
	\$	\$
Total equity at the beginning of the year	2,026,455	1,535,461
Surplus reported for the year	649,237	490,994
Revaluation increment for the year	380,598	-
Total equity at the end of the year	<u>3,056,290</u>	<u>2,026,455</u>

The accompanying notes form part of this financial report.

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

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2005**

	2005	2004
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Membership receipts	2,915,244	2,682,999
Interest received	61,707	59,675
Other income	341,415	327,138
Sustentation fees paid	(303,219)	(296,852)
Payments to suppliers and employees	(2,431,515)	(2,168,065)
Interest paid	(1,757)	(1,592)
Net cash provided by operating activities	<u>581,875</u>	<u>603,303</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for plant & equipment	(353,191)	(217,122)
Proceeds on sale of plant & equipment	99,231	5,545
Proceeds on sale of investment property	219,356	-
Net cash used in investing activities	<u>(34,604)</u>	<u>(211,577)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(18,332)	(16,405)
Net cash used in financing activities	<u>(18,332)</u>	<u>(16,405)</u>
Net increase in cash held	528,939	375,321
Cash at the beginning of the financial year	1,764,875	1,389,554
Cash at the end of the financial year	<u>2,293,814</u>	<u>1,764,875</u>

The accompanying notes form part of this financial report.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH
NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose 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 Corporations Act 2001.

These financial statements are the first Transport Workers' Union of Australia Western Australian Branch financial statements to be prepared in accordance with AIFRS. First-time Adoption of Australian Equivalents to International Financial Reporting Standards has been applied in preparing these financial statements.

The financial report has also been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities, certain classes of property, plant and equipment and investment property.

The following is a summary of the material accounting policies adopted by the branch in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income Tax

The Union is exempt from income tax under s 50-15 ITAA 1997 Act.

(b) Revenue Recognition

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

(c) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

For the purposes of the Cash Flow Statement, cash includes cash on hand and in banks, and money market investments readily convertible to cash within 2 working days, net of outstanding overdrafts.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH
NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Receivables

Trade and sundry debtors are initially recognised at fair value and subsequently measured net of provision for doubtful debts. Recovery of receivables is reviewed on a regular basis, and uncollectible balances are written off.

Interest due on term deposits is recognised as income on an accrual basis.

(e) Plant and equipment

Items of property, plant and equipment are carried at cost less accumulated depreciation. Depreciation is charged on a basis and at rates designed to write off the cost of assets over their estimated useful life to the branch.

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

Independent assessments of the fair value of land and buildings are obtained based on existing use and such assessments are used as a guide when revaluations are made. Revaluation increments are to be credited directly to the asset revaluation reserve. A revaluation decrement is recognised as an expense in the statement of income and expenditure except to the extent that the decrement revises a revaluation increment previously credited to the revaluation reserve.

(f) Investment property

Investment property, principally comprising strata titled office buildings, is held for long term rental yields and is not occupied by the branch. Investment property is carried at fair value, representing open-market value determined periodically by external valuers. Changes in fair values are recorded in the income statement.

(g) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of the consideration to be paid in future for goods and services received, whether billed or not billed to the company.

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH
NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Interest bearing liabilities

Interest bearing liabilities relate to a loan and are carried at the principal amount.

(i) Provision for employee benefits

Liabilities for annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Liabilities for long service leave are recognised in current liabilities.

(j) Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

NOTE 2 INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act 1996 (RAO Schedules), the attention of members is drawn to the provisions of sub-sections (1), (2) and (3) of Section 272.

272(1) (Application for Information) 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.

272(2) (Form of Application) 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.

272(3) (Compliance) A reporting unit must comply with the application made under subsection (1).

**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH
NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 3 TRANSITION TO INTERNATIONAL FINANCIAL REPORTING STANDARDS

Reconciliation of equity and net surplus reported under previous Australian Generally Accepted Accounting Principles (AGAAP) to Australian equivalents to International Financial Reporting Standards (AIFRS).

(a) Reconciliation of Net Surplus

The adoption of Australian AIFRS has no material impact on the net surplus or deficit reported in a prior accounting period.

(b) Reconciliation of Equity	Previous Reported GAAP at 31 December 2004	Adjustments on introduction of AIFRS	After Adoption of AIFRS at 31 December 2004
	\$	\$	\$
CURRENT ASSETS			
Cash assets	1,764,875	-	1,764,875
Receivables	51,248	-	51,248
Prepaid expenses	5,013	-	5,013
Total Current Assets	<u>1,821,136</u>	-	<u>1,821,136</u>
FIXED ASSETS			
Property, plant and equipment	690,390	(226,238)	464,152
Investment property	-	226,238	226,238
Total Fixed Assets	<u>690,390</u>	-	<u>690,390</u>
TOTAL ASSETS	<u>2,511,526</u>	-	<u>2,511,526</u>
CURRENT LIABILITIES			
Accounts payable	189,483	-	189,483
Provision for employee benefits	277,256	-	277,256
Borrowings	18,332	-	18,332
Total Current Liabilities	<u>485,071</u>	-	<u>485,071</u>
TOTAL LIABILITIES	<u>485,071</u>	-	<u>485,071</u>
TOTAL NET ASSETS	<u>2,026,455</u>	-	<u>2,026,455</u>
MEMBERS' FUNDS & RESERVES			
Accumulated funds	1,934,146	-	1,934,146
Asset revaluation reserve	92,309	-	92,309
	<u>2,026,455</u>	-	<u>2,026,455</u>

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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

NOTE 3 TRANSITION TO INTERNATIONAL FINANCIAL REPORTING STANDARDS

(b) Reconciliation of Equity (continued)

There are no material differences between total equity reported under AIFRS and that reported under AGAAP.

(c) Explanation of material adjustments to the cash flow statement

There are no material differences between the cash flow statement presented under AIFRS and those presented under AGAAP.

NOTE 4 SEGMENT INFORMATION

The branch, which is a division of the Transport Workers' Union of Australia, operates exclusively in Western Australia.

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

**REPORT TO MEMBERS
ANALYSIS OF FINANCIAL PERFORMANCE AND FINANCIAL POSITION**

Financial Performance

The Western Australian Branch of the Transport Workers Union produced an operating surplus of \$649,237 for the year ended 31 December 2005, an increase of \$158,243 on the 2004 result.

Revenue

Revenue from branch operating activities has increased by \$293,804 or 9.5% for the year ended 31 December 2005.

The predominant contributor to the increased revenue is an increase in 2005 in membership subscriptions by \$205,713. This represents a 7.6% increase from the 2004 year.

Expenditure

Operating expenditure for the year ended 31 December 2005 totalled \$2,663,152 which has increased by \$108,437. This represents a 4.2% increase from the 2004 year.

The main areas of expenditure contributing to the increases are as follows:

- Federal Council Expenses
- Meeting expenses
- Motor Vehicle Expenses
- Travelling and Accommodation
- Wages and Salaries (both executive and other)

Financial Position

During the 31 December 2005 year, the Western Australian Branch of the Union improved its net asset position by in excess of one million dollars.

As part of the improved net asset position, the branch has realised a gain on the disposal of office suites acquired in the 2004 financial year, within the labor centre, as well as recognised a market revaluation of the remaining office suites held by the branch.

The balance of the increase in net assets relates to the operating surplus generated during the 2005 year.



Australian Government

Australian Industrial Registry

Level 8, Terrace Towers
80 William Street, East Sydney, NSW 2011
Telephone: (02) 8374 6666
Fax: (02) 9380 6990
Email: sydney@air.gov.au

Mr Jim McGiveron
Branch Secretary
Transport Workers' Union of Australia
Western Australian Branch
PO Box 8497
Perth Business Centre
Perth 6849

Dear Mr McGiveron

**Re: Schedule 1 of the Workplace Relations Act 1996 (the RAO Schedule)
Financial reports for year ended 31 December 2005 – Fr2005/664**

I have received the financial documents which comprise the financial return of the Transport Workers' Union of Australia – Western Australian Branch, for the year ended 31 December 2005 together with a section 237 statement detailing loans, grants and donations made by the Branch. The documents were received at the Industrial Registry on 13 June 2006.

There are two matters of concern that I need to bring to your attention.

1 Committee of Management Statement

Compliance with the Industrial Registrar's Reporting Guideline 25(e)(v) requires the Committee of Management statement to include a declaration as to whether in the opinion of the Committee "information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar". Whilst there was a declaration re compliance with any order for inspection of financial records made by the Commission under section 273, there was no such declaration concerning any information sought under section 272. Even if no request was made, we require either confirmation of that fact or alternatively confirmation that any such information requested has been furnished.

This is a minor issue that would not delay the filing of these documents this year. We simply ask that this additional declaration be encompassed in your next Committee of Management Statement.

2 Concise Report

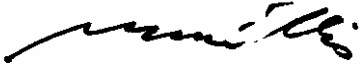
Paragraph 265(3)(b) of the RAO Schedule requires the operating report that formed part of the general purpose financial report (i.e. the full report) to also form part of the concise report. There appears to be no operating report in the concise report as is confirmed by the fact that there is no reference to it in the index to the concise report. This is an important issue as it is likely that the majority of members will only look at the concise report and hence will be unaware of the contents of the operating report.

Filing of these financial documents will be placed on hold pending receipt of a satisfactory response detailing the steps the Branch will undertake to bring the contents of the Operating Report to its members and the timeframe within which this action will occur. Please provide me with your proposed plan of action in regard to this issue by Friday 15 September 2006. Upon receipt of this advice further consideration will be promptly given to the filing of the financial documents.

Finally, your statement under section 237 of the RAO Schedule detailing any loans, grants or donations made by the Committee of Management over \$1000 has been placed on a file with restricted access.

A copy of this letter has been forwarded to your auditor for his information.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Michael Ellis', written in a cursive style.

Michael Ellis
Deputy Industrial Registrar

29 August 2006

Cc Mr Paul J Chabrel
Butler Settineri (Audit) Pty Ltd

JG:ST
TRAN01

1 September 2006

Australian Industrial Registry
Level 8 Terrace Towers
80 William Street
EAST SYDNEY NSW 2001

Attention: Michael Ellis

Dear Michael

**RE: TRANSPORT WORKERS UNION (WA BRANCH)
Schedule 1 of the Workplace Relations Act 1996 (The RAO
Schedule)
Financial Reports for the Year Ended 31 December 2005**

Further to your correspondence to the Branch Secretary and ourselves dated 29 August 2006, we have been requested by the Branch Secretary to respond as follows:

1. Committee of Management Statement

- The branch will ensure that the relevant declaration concerning the furnishing of information sought under section 272 will be encompassed in their next Committee of Management Statement, as requested.

2. Concise Report

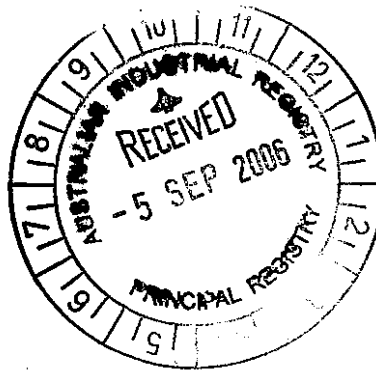
We have discussed with the Branch Finance Officer the procedure that the Branch will undertake to bring the contents of the Operating Report to its members and the timeframe for this to occur.

It was agreed that currently, the Concise Report appears in the membership section of the Branch's website.

As of the week commencing the 11th September 2006, the branch will add the Operating Report to the reports accessible

"Partners in Business"

Prop: Ventura Holdings Pty Ltd, A.C.N. 009 088 742
Trustee for The Hermsley Unit Trust



Chartered
Accountants



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SETTINERI**

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Ron Louis
JP FCA
Pasquale Settineri
CA
Charles Napoli CA CD

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to members on the website and in the next months edition of their "Wheels" magazine (Union membership magazine), members will be notified of the addition of the Operating Report onto the website.

Hoping this information clarifies your enquiry raised in the correspondence sent.

Yours sincerely
BUTLER SETTINERI

A handwritten signature in black ink, appearing to read 'JG', with a long horizontal flourish extending to the right.

JOE GANGEMI
Director



Australian Government

Australian Industrial Registry

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80 William Street, East Sydney, NSW 2011
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Fax: (02) 9380 6990
Email: sydney@air.gov.au

Mr Jim McGiveron
Branch Secretary
Transport Workers' Union of Australia
PO Box 8497
Perth Business Centre
Perth 6849

Dear Mr McGiveron

**Re Schedule 1 of the Workplace Relations Act 1996 (the RAO Schedule)
Financial reports for year ended 31 December 2005 – FR2005/664**

I have received today your response to my letter of 29 August 2006, conveyed by Mr Joe Gangemi of Butler Settineri, the Branch's auditor. Thank you for dealing with matter so promptly.

The undertaking given re making available the Operational report to members satisfactorily resolves the issues I raised.

Accordingly, the financial documents for the year ended 31 December 2005 have now been filed.

A copy of this letter has been forwarded to you auditor for his information.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'm.ellis'.

Michael Ellis
Deputy Industrial Registrar

4 September 2006

Cc Mr Joe Gangemi
Director Butler Settineri