



11 July 2014

Mr Richard Burton
Branch Secretary
Transport Workers' Union of Australia-Western Australia Branch
info@twuwa.org.au

Dear Mr Burton,

**Transport Workers' Union of Australia-Western Australia Branch
Financial Report for the year ended 31 December 2013 - [FR2013/455]**

I acknowledge receipt of the financial report of the Transport Workers' Union of Australia - Western Australia Branch. The documents were lodged with the Fair Work Commission on 5 May 2014.

The financial report has now been filed.

The financial report was filed based on a primary review. This involved confirming that the financial reporting timelines required under s.253, s.265, s.266 and s.268 of the *Fair Work (Registered Organisations) Act 2009* (RO Act) have been satisfied, all documents required under s.268 of the RO Act were lodged and that various disclosure requirements under the Australian Accounting Standards, RO Act and reporting guidelines have been complied with. A primary review does not examine all disclosure requirements.

Please note that the financial report for the year ending 31 December 2014 may be subject to an advanced compliance review.

I make the following comments to assist you when you next prepare a financial report. You are not required to take any further action in respect of the report lodged. The Fair Work Commission will confirm these concerns have been addressed prior to filing next year's report.

Disclosure of employee expenses/provisions to office holders and other employees

The Reporting Guidelines require reporting units to disclose in the statement of comprehensive income or in the notes to the financial statements employee expenses to holders of office (item 17(f)) and employee expenses to other employees (item 17(g)).

I note that Note 3A discloses employee expenses for wages, annual leave and long service leave for office holders and wages for other employees but does not provide separate disclosures for office holders and other employees in regard to superannuation, separation and redundancies and other employee expenses. Also Note 3A does not disclose leave and other entitlements for other employees.

The Reporting Guidelines also require either the statement of financial position or the notes to disclose any liability for employee benefits in respect of office holders and other employees (items 21(c) and 21 (d)). Note 7A discloses liabilities in relation to annual leave and long service leave but does not distinguish between provisions for office holders and other employees. Also no disclosures have been made in regards to separation and redundancies and other employee provisions.

In future years please ensure that provisions for office holders and other employees are disclosed separately.

General purpose financial report to be prepared on accrual basis

Section 252 of the RO Act places obligations upon reporting units to keep financial records. Under section 252(4) an organisation may *keep* the financial records for its membership subscriptions on a cash basis.

This is distinct from the obligation under section 253 to prepare a general purpose financial report (GPFR). Section 253 requires that ‘...a reporting unit must cause a general purpose financial report to be *prepared*, in accordance with the Australian Accounting Standards, from the financial records kept under subsection 252(1) in relation to the financial year...’. Paragraph 27 of Australian Accounting Standard *AASB101 Presentation of Financial Statements*, states that ‘an entity shall prepare its financial statements, except for cash flow information, using the accrual basis of accounting’.

The notes to the financial statements state that under s252(3) of the Fair Work (Registered Organisations) Act 2009, contributions receipted during the year have been recognised on a cash basis. This is to the discretion of the organisation and is accepted as the Transport Workers’ Union of Australia’s revenue recognition policy. In future please ensure that membership subscriptions are brought to account on an accruals basis in accordance with the Australian Accounting Standards. It is further noted that this will result in a change of accounting policy that will need to be disclosed in accordance with AASB 108 (Accounting Policies, Changes in Accounting Estimates and Errors). You may need to discuss this with your auditor.

Key Management Personnel

General Purpose Financial Reports are required to disclose within the statements or the notes compensation paid to key management personnel.

This normally includes a listing of the key management personnel for the organisation, the total amount of compensation paid to all key management personnel, and then totals for each of the following categories:

- Short term employee benefits
- Post employment benefits
- Other long term employee benefits
- Termination benefits
- Any share based payments.

The definition for these categories can be found within accounting standard *AASB 119: Employee Benefits*.

Note 13B provides disclosure in relation to short term employees benefits, post employment benefits, other long term employee benefits and Termination benefits but does not provide a separate disclosure in regard to any share based payments.

In future years please ensure that all the required disclosures are provided.

Auditor’s report: declaration regarding going concern

Paragraph 45 of the reporting guidelines requires an auditor to include in the auditor’s statement a declaration that as part of the audit of the financial statement they have concluded that management’s use of the going concern basis of accounting in the preparation of the reporting unit’s financial statements is appropriate. This declaration was not included in the auditor’s statements.

If you have any queries regarding this letter, please contact me on (03) 8661 7893 or via email at larry.powell@fwc.gov.au.

Yours sincerely,

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

Larry Powell
Senior Adviser
Regulatory Compliance Branch

MINUTES OF THE BRANCH COMMITTEE OF MANAGEMENT MEETING OF THE
TRANSPORT WORKERS' UNION OF AUSTRALIA, WESTERN AUSTRALIAN BRANCH,
MEETING HELD IN THE TWU BOARDROOM ON WEDNESDAY 02ND APRIL 2014

PRESENT R McMillan M Bebich R Burton B Spaul T Dawson
 J Williams P Elliott K Starr P Aslan

APOLOGIES D Dunbar J Davis

The President opened the meeting at 17.00 PM

**CONFIRMATION
OF MINUTES**

That the minutes of the meeting held on 04th February 2014 be accepted as true and correct.

Moved B Spaul **Seconded** P Aslan
CARRIED

MATTERS ARISING: Nil

CORRESPONDENCE

TWU WA BRANCH

- Mark Gibian – Nuzzo v Fonterra Brands Australia 21/08/13
- W.G.McNally Jones Staff – Nuzzo v Fonterra Brands Australia 13/12/13
- A Wanstall –Member refund request 05/03/14
- YUMWA Committee – Thank you 06/03/14
- Unions WA – May Day contribution 07/03/14
- C Baines – A Baines M/S 37563 Funeral Benefit & refund request 25/03/14
- Joe Bono – breach of Fatigue Management Law 28/03/14
- Ken Travers MLC – Stirling Highway Bridge 31/03/14
- Butler Settineri – Audit 2013 01/04/14
- Unions WA – Affiliation Fees Apr-June quarter 2014 01/04/14

SLATER & GORDON

- Extraordinary Driver's License – Nil

FUNERAL BENEFITS

- L J Casey M/S 18995 10/02/14pd
- R L Wolters M/S 60576 27/02/14pd

OTHER

- Audit 2013 – TWU Fleet Statutory Declaration

ACCOUNTS MOTION

That the accounts be accepted from cheque number 10572 through to cheque number 10584 and also those processed by direct bank entry.

Moved P Aslan

Seconded P Elliott

CARRIED

REPORTS

The Secretary informed the BCOM that the BCOM is to deal with the Audit Report.

The Secretary read out the following motions.

BCOM Audit Resolutions 2 April 2014

COMMITTEE OF MANAGEMENT STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2013

On the 2 April 2014 the committee of management of the Transport Workers' Union of Australia – Western Australian Branch ("Branch") passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2013:

The committee of management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 (the "RO Act"); and

- (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or General Manager duly made under section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) in relation to recovery of wages activity:
- (i) the financial report on recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the General Manager; and
 - (ii) the committee of management instructed the auditor to include in the scope of the audit required under subsection 257(1) of the RO Act all recovery of wages activity by the reporting unit from which revenues had been derived for the financial year in respect of such activity; and
 - (iii) no fees or reimbursements of expenses in relation to recovery of wages activity or donations or other contributions were deducted from monies recovered from employers on behalf of workers other than reported in the financial report on recovery of wages activity and the notes to the financial statements; and
 - (iv) that prior to engaging in any recovery of wages activity, the organisation has disclosed to members by way of a written policy all fees to be charged or reimbursement of expenses required for recovery of wages activity, and any likely request for donations or other contributions in acting for a worker in recovery of wages activity; and
 - (v) no fees or reimbursements of expenses in relation to recovery of wages activity or donations or other contributions were deducted from monies recovered from employers on behalf of workers until distributions of recovered money were made to the workers.

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

Richard Burton

Branch Secretary

Dated:

Moved P Aslan

Seconded J Williams
CARRIED

MOTION:

That in accordance with Section 265 (2) of the *Fair Work (Registered Organisations) Act 2009* the Branch Committee of Management resolves that the auditors concise report for the financial year be provided to members and that should a member request a full copy of the auditors report, one is provided to them.

Moved T Dawson

Seconded B Spaul
CARRIED

MOTION:

In order to satisfy the requirements of s254(1) of the *Fair Work (Registered Organisations) Act 2009* this Branch Committee endorses the preparation and acceptance of the report titled "Branch Operating Report 2013" a report for the financial year ended 31st December 2013.

Moved J Williams

Seconded P Elliott
CARRIED

The Secretary spoke to the BCOM regarding the payment of Funeral Benefits for L J Casey and R Wolters

MOTION

That the BCOM endorse the payments for the Funeral Benefits.

Moved T Dawson

Seconded P Aslan
CARRIED

The Secretary spoke about reimbursing membership fees for deceased member A Baines

MOTION

That the BCOM endorse the refund to C Baines.

Moved P Aslan

Seconded P Elliott
CARRIED

GENERAL BUSINESS:

The BCOM resolved to invite J McGiveron to a meeting of the BCOM.

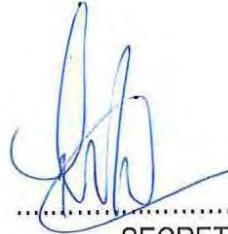
Moved R McMillan

Seconded M Bebich
CARRIED

There being no further business, the meeting closed at 6.40pm.



.....
PRESIDENT
Date 2/4/2014



.....
SECRETARY
Date 2/4/2014



Tim Dawson Branch Secretary

TRANSPORT WORKERS UNION

Western Australian Branch

3rd Floor, 82 Beaufort Street, Perth WA | PO Box 8497, Perth Business Centre, Perth WA 6849
Phone (08) 9328 7477 | Facsimile (08) 9227 8320 | ABN 37 494 080 681

Certificate of Secretary or other Authorised Officer
S268 of Fair Work (Registered Organisations) Act 2009

I Timothy Dawson being the Secretary 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 *Fair Work (Registered Organisations) Act 2009*; and
- That the Concise Report was provided to members on the 03rd April 2014 and
- That the Full Report was presented to a 2nd meeting of the Branch Committee of Management on the 29th April 2014; in accordance with section 266 of the *Fair Work (Registered Organisations) Act 2009*.

Signed:

Timothy Dawson

Date: 2-05-2014

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

AUDITED GENERAL PURPOSE FINANCIAL REPORT

FOR THE YEAR ENDED

31 DECEMBER 2013

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

**INDEX TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

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



Report on the Financial Report

We have audited the accompanying financial report of Transport Workers' Union of Australia – Western Australian Branch, which comprises the statement of financial position as at 31 December 2013 and the statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and the recovery of wages activity for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Committee of Management's statement.

Committee of Management's Responsibility for the Financial Report

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report which gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management, as well as evaluating the overall presentation of the financial report.

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

Independence

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

**BUTLER
SETTINERI**

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**Butler Settineri
(Audit) Pty Ltd**
ACN 112 942 373

Registered Company Auditor
Number 289109

*Liability limited by a scheme
approved under Professional
Standards Legislation*

Auditor's Opinion

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

- a) giving a fair view of the entity's financial position as at 31 December 2013 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards (including Australian Accounting Interpretations).

Report on the Recovery of Wages Activity

We have audited the Recovery of Wages Activity included on page 13 of the entity's general purpose financial report for the year ended 31 December 2013.

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

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

Auditor's Opinion

In our opinion the Recovery of Wages Activity is in accordance with the reporting guidelines of the Industrial Registrar for the year ended 31 December 2013, including:

- a) presenting fairly and properly the Recovery of Wages Activity's financial position as at 31 December 2013 and its performance for the year ended on that date, including:
 - (i) any fees charged to, or reimbursements of expenses claimed from, members and others for recovery of wages activity, and
 - (ii) any donations or other contributions deducted from recovered money

BUTLER SETTINERI (AUDIT) PTY LTD



MARIUS VAN DER MERWE CA
Director

Perth

Date: 3 April 2014

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

**CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER
FOR THE YEAR ENDED 31 DECEMBER 2013**

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

- that the documents lodged herewith are copies of the full report and the concise report for the Branch for the year ended 31 December 2013 referred to in s.268 of the Fair Work (Registered Organisations) Act 2009; and
- that the full report was presented to a meeting of the committee of management of the reporting unit on 2 April 2014 in accordance with s.266 of the Fair Work (Registered Organisations) Act 2009.

Richard Burton

Branch Secretary

Dated:



3. 4 . 2014

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

**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2013**

The committee presents its report on the reporting unit for the financial year ended 31 December 2013.

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

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

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

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

Significant changes in financial affairs

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

Right of members to resign

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

11. Resignation from membership

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

whichever is later; or

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

(b) in any other case:

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

whichever is later.

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

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

Richard Burton is a Director of the TWU Superannuation Fund.

Number of members

The number of persons that were, as at 31 December 2013, recorded in the register as effective members was 10,030.

Number of employees

The number of persons who were, as at 31 December 2013, employees of the Branch, including both full-time employees and part-time employees was 16.

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

The name of each person who was a member of the Committee of Management of the Branch during the financial year ended 31 December 2013, and the period for which he or she held such a position during that year is detailed as follows:

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

Committee Member Period Position Held

Ray McMillan	01/01/13 – 31/12/13
Mark Bebich	01/01/13 – 31/12/13
Richard Burton	01/01/13 – 31/12/13
Paul Aslan	01/01/13 – 31/12/13
John Davis	01/01/13 – 31/12/13
Timothy Dawson	01/01/13 – 31/12/13
Jeff Williams	01/01/13 – 31/12/13
Kevin Starr	01/01/13 – 31/12/13
Deborah Dunbar	01/01/13 – 31/12/13
Bruce Spaul	01/01/13 – 31/12/13
Peter Elliott	01/01/13 – 31/12/13
Jessica Phillips (resigned)	01/01/13 – 13/02/13

Richard Burton



Branch Secretary

Dated:

3. 4. 2014

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

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

On the 2 April 2014 the committee of management of the Transport Workers' Union of Australia – Western Australian Branch ("Branch") passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2013:

The committee of management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 (the "RO Act"); and
 - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or General Manager duly made under section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) in relation to recovery of wages activity:
 - (i) the financial report on recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the General Manager; and

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

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

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

Richard Burton
Branch Secretary



Dated:

3. 4. 2014

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

**STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	2013 \$	2012 \$
Revenue			
Membership subscriptions		4,558,647	4,110,723
Federal Committee expenses reimbursement		12,063	11,879
Super Fund Director reimbursement		211,280	226,071
Funeral benefit recoveries		35,000	-
Advertising and sponsorship		18,214	26,802
Interest received		91,440	227,199
Sundry income		94,231	88,640
Total income		<u>5,020,875</u>	<u>4,691,314</u>
Expenses			
Affiliation fees	3B	152,431	116,685
Audit and accountancy fees	3C	29,421	19,965
Donations	3D	23,300	53,110
Depreciation	3E	273,856	199,876
Employee expenses	3A	2,577,363	2,199,479
Litigations and other legal costs		34,014	131,911
Meeting expenses	3F	101,413	82,364
Loss from sale of fixed assets	3G	90,484	11,666
Sustentation fees		804,145	520,082
Other expenses	3H	1,728,956	1,518,919
Total expenses		<u>5,815,383</u>	<u>4,854,057</u>
Loss for the year before income tax		<u>(794,508)</u>	<u>(162,743)</u>
Income tax benefit		-	-
Loss for the year after income tax		<u>(794,508)</u>	<u>(162,743)</u>
Other comprehensive income			
Asset revaluation reserve		(37,965)	-
Total comprehensive income for the year		<u>(832,473)</u>	<u>(162,743)</u>

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

	Notes	2013 \$	2012 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4A	3,064,949	5,046,810
Trade and other receivables	4B	15,746	114,530
Other current assets		23,377	97,526
Total current assets		<u>3,104,072</u>	<u>5,258,866</u>
Non-Current Assets			
Buildings	5A	2,810,601	1,579,375
Plant and equipment	5A	801,974	573,090
Office refurbishments	5A	90,221	107,342
Total non-current assets		<u>3,702,796</u>	<u>2,259,807</u>
Total assets		<u>6,806,868</u>	<u>7,518,673</u>
LIABILITIES			
Current Liabilities			
Trade payables	6A	390,090	228,933
Provisions	7A	494,772	537,161
Total current liabilities		<u>884,862</u>	<u>766,094</u>
Non-Current Liabilities			
Provisions	7A	25,024	23,124
Total non-current liabilities		<u>25,024</u>	<u>23,124</u>
Total liabilities		<u>909,886</u>	<u>789,218</u>
Net assets		<u>5,896,982</u>	<u>6,729,455</u>
EQUITY			
Accumulated funds	8A	4,724,255	5,518,763
Asset revaluation reserve	8B	1,172,727	1,210,692
Total equity		<u>5,896,982</u>	<u>6,729,455</u>

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

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	Accumulated funds \$	Asset revaluation reserve \$	Total equity \$
Balance as at 1 January 2012		5,681,506	1,210,692	6,892,198
Profit (loss) for the year after income tax		(162,743)	-	(162,743)
Other comprehensive income for the year		-	-	-
Closing balance as at 31 December 2012		5,518,763	1,210,692	6,729,455
Profit (loss) for the year after income tax		(794,508)	-	(794,508)
Other comprehensive income for the year		-	(37,965)	(37,965)
Closing balance as at 31 December 2013		4,724,255	1,172,727	5,896,982

The above statement should be read in conjunction with the notes

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

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Notes	2013 \$	2012 \$
OPERATING ACTIVITIES			
Cash received			
Membership receipts		4,558,647	4,113,893
Interest received		133,670	227,199
Other income		427,341	353,392
Cash used			
Sustentation fees paid		(763,401)	(520,082)
Payment to suppliers and employees		(4,570,550)	(4,096,861)
Net cash (used in) / from operating activities	9A	<u>(214,293)</u>	<u>77,541</u>
INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of plant and equipment		270,196	16,573
Cash used			
Purchase of fixed assets	5A	(2,037,764)	(427,431)
Net cash used in investing activities		<u>(1,767,568)</u>	<u>(410,858)</u>
Net decrease in cash held		<u>(1,981,861)</u>	<u>(333,317)</u>
Cash & cash equivalents at the beginning of the reporting period		5,046,810	5,380,127
Cash & cash equivalents at the end of the reporting period		<u>3,064,949</u>	<u>5,046,810</u>

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

TRANSPORT WORKERS' UNION OF AUSTRALIA

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**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Cash assets in respect of recovered money at beginning of year	-	1,458
Receipts		
Amounts recovered from employers in respect of wages etc.	-	3,000
Interest received on recovered money	-	-
Total receipts	-	4,458
Payments		
Deductions of amounts due in respect of membership for:		
12 months or less	-	-
Greater than 12 months	-	-
Deductions of donations or other contributions to accounts or funds of:		
The reporting unit:		
name of account	-	-
name of fund	-	-
Name of other reporting unit of the organisation:		
name of account	-	-
name of fund	-	-
Name of other entity:		
name of account	-	-
name of fund	-	-
Deductions of fees or reimbursement of expenses	-	3,000
Payments to workers in respect of recovered money	-	-
Total payments	-	3,000
Cash asset's in respect of recovered money at end of year	-	1,458
Number of workers to which the monies recovered relates	-	-
Aggregate payables to workers attributable to recovered monies but not yet distributed		
Payable balance	-	-
Number of workers the payable relates to	-	-
Fund or account operated for recovery of wages		
Wage Recoupment Trust Account	-	1,458

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies

1.1 Basis of Preparation of the Financial Statements

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

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

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

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

1.2 Comparative amounts

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

1.3 New Australian Accounting Standards

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2013 reporting periods. The Branch's assessment is that these new pronouncements will have no impact on the amounts recognised in the financial statements but may affect their disclosure in future periods.

1.4 Revenue

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

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

Under s252(3) of the Fair Work (Registered Organisations) Act 2009, contributions received during the year have been recognised on a cash basis. This is to the discretion of the organisation and is accepted as the Transport Workers' Union of Australia's revenue recognition policy.

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.5 Gains

Sale of assets

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

1.6 Employee benefits

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

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

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

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

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

1.7 Cash

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

1.8 Financial instruments

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

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.8 Financial instruments (continued)

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

1.9 Financial assets

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

1.9.a Fair value through profit or loss

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

A financial asset is classified as held for trading if:

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

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

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

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

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

1.9.b Held-to-maturity investments

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

1.9.c Loan and receivables

Trade receivables, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method less impairment. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

1.9.d Effective interest method

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

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

1.9.e Impairment of financial assets

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

1.9.e Impairment of financial assets (continued)

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

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

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

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

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

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.9 Financial assets (continued)

1.9.e Impairment of financial assets (continued)

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

1.9.f Derecognition of financial assets

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

1.10 Financial Liabilities

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

1.10.a Fair value through profit or loss

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

A financial liability is classified as held for trading if:

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.10 Financial liabilities (continued)

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

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

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

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

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

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

1.10.b Derecognition of financial liabilities

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

1.11 Contingent Liabilities and Contingent Assets

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

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.12 Buildings, Plant and Equipment

1.12.a Asset Recognition Threshold

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

1.12.b Revaluations—Land and Buildings

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

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

1.12.c Depreciation

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

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

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

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies (continued)

1.12 Buildings, Plant and Equipment (continued)

1.12.d Derecognition

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

1.13 Taxation

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

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

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

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

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

Note 2 Events after the Reporting Period

There were no events that occurred after 31 December 2013, or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of the Branch.

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Note 3 Expenses		
Note 3A: Employee expenses		
Wages - Executive	312,191	525,379
Wages - Other	1,318,448	1,339,722
Annual Leave - Executive	14,591	27,783
Long Service - Executive	53,434	32,940
Superannuation contributions	310,996	273,655
Redundancies – J McGiveron	567,703	-
Total employee expenses	<u>2,577,363</u>	<u>2,199,479</u>
Note 3B: Affiliation fees		
Australian Labour Party	79,545	57,304
Trades and Labour Council	72,886	59,381
Total affiliation fees/subscriptions	<u>152,431</u>	<u>116,685</u>
Note 3C: Audit and accountancy fees		
Audit services	13,682	11,469
Non-audit services:		
Accountancy work by related practice	15,739	8,496
Total audit and accountancy fees	<u>29,421</u>	<u>19,965</u>
Note 3D: Donations		
ACTU Organising Centre	40	-
Aid Abroad	-	80
ALP Belmont	-	10,000
ALP Bassendean	-	630
ALP Hasluck Campaign	10,000	-
ALP Morley	-	13,000
ALP Mt Lawley	-	10,000
ALP North West Central	1,500	500
ALP Perth Campaign	10,000	-
ALP Riverton	-	11,400
ALP Collie	-	5,000
ECU Joondalup	-	1,500
Lions Australia	660	-

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Note 3 Expenses (continued)		
Note 3D: Donations (continued)		
Member Donation	-	500
PALEA	500	-
PCYC	500	-
Rotary Club	-	500
Trades & Labor Council	100	-
Total donations	23,300	53,110
 Note 3E: Depreciation and amortisation		
Depreciation		
Buildings	-	41,540
Plant and equipment	255,335	147,629
Office refurbishments	18,521	10,707
Total depreciation	273,856	199,876
 Note 3F: Meeting expenses		
Branch Committee of Management	25,700	25,232
Other meeting expenses	75,713	57,132
Total meeting expenses	101,413	82,364
 Note 3G: Net losses from sale of assets		
Plant and equipment	90,484	11,666
Total net losses from asset sales	90,484	11,666
 Note 3H: Other expenses		
Advertising	12,722	1,100
Bank charges	30,395	28,049
Commission paid	10,000	9,545
Compulsory levies to Federal Office levies	25,093	19,820
Computer operating expenses	7,674	10,732
Computer programming maintenance	47,263	36,658
Consultancy fees	107	3,836

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Note 3 Expenses (continued)		
Note 3H: Other expenses (continued)		
Debt collection expenses	25,095	25,269
Employee fringe benefit	98,000	-
Freight & couriers	8,189	8,207
Fringe benefits tax	13,732	26,718
Funeral benefit	113,000	55,000
General expenses	16,751	7,010
Hire of equipment	242	192
Insurance	259,204	74,156
Lease expenses	8,373	7,681
Motor vehicle expenses	166,764	233,163
Motor vehicle allowance	18,000	24,750
Office refurbishment costs	-	4,104
Organisers' expenses - country	39,279	44,070
Payroll tax	109,107	86,499
Presidential honorarium fees	11,000	11,000
Printing, stationery and stamps	229,352	266,791
Promotional products purchases	78,236	69,563
Rent, rates and electricity	62,975	49,875
Repairs and maintenance	10,136	9,069
Staff amenities	1,406	1,440
Staff/Delegates training	4,869	10,230
Subscriptions	11,310	9,720
Telephone	93,579	109,701
Travelling and accommodation	211,122	268,289
Uniforms	5,981	6,682
Total other expenses	1,728,956	1,518,919

Note 4 Current Assets

Note 4A: Cash and Cash Equivalents

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

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Note 4 Current Assets (continued)		
Note 4A: Cash and Cash Equivalents (continued)		
Cash at bank	3,051,184	5,044,504
Cash on hand	2,398	2,306
Other	11,367	-
Total cash and cash equivalents	3,064,949	5,046,810
 Note 4B: Trade and Other Receivables		
Trade receivables	15,746	52,300
Other receivables:		
Accrued interest	-	42,230
Office holder loan	-	20,000
Total other receivables	-	62,230
Total trade and other receivables (net)	15,746	114,530

As at 31 December 2012 an interest free loan was outstanding from Mr J McGiveron, Branch Secretary. This loan was repaid during the financial year ended 31 December 2013.

TRANSPORT WORKERS' UNION OF AUSTRALIA
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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Note 5 Non-current Assets		
Note 5A: Property, plant and equipment		
Buildings at valuation	2,810,601	1,662,500
Less: Accumulated depreciation	-	(83,125)
	2,810,601	1,579,375
Plant and equipment at cost	1,362,804	1,082,153
Less: Accumulated depreciation	(560,830)	(509,063)
	801,974	573,090
Office refurbishment at cost	199,286	197,886
Less: Accumulated depreciation	(109,065)	(90,544)
	90,221	107,342
	3,702,796	2,259,807

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

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

	Buildings \$	Plant & Equipment \$	Office Refurbishment \$	Library \$	Total \$
Balance at 1 Jan 2012	1,620,915	458,551	53,088	5,664	2,138,218
Additions	-	284,743	64,961	-	349,704
Disposals	-	(22,575)	-	(5,664)	(28,239)
Depreciation	(41,540)	(147,629)	(10,707)	-	(199,876)
Balance at 31 Dec 2012	1,579,375	573,090	107,342	-	2,259,807
Additions	1,269,191	844,900	1,400	-	2,115,491
Disposals	-	(360,681)	-	-	(360,681)
Revaluation	(37,965)	-	-	-	(37,965)
Depreciation	-	(255,335)	(18,521)	-	(273,856)
Balance at 31 Dec 2013	2,810,601	801,974	90,221	-	3,702,796

A deposit of \$77,727 was paid during the financial year ended 31 December 2012 in respect of motor vehicles purchased, with the remaining \$767,173 being paid during the financial year ended 31 December 2013.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Note 6 Trade Payables		
Note 6A: Trade payables		
Trade creditors and accruals	282,361	96,454
GST payable (net)	104,775	55,906
Payroll liabilities	2,954	76,573
Total trade payables	390,090	228,933

Settlement is usually made within 30 days.

Note 7 Provisions

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

Note 7A: Employee Provisions

Annual leave	245,085	238,342
Long service leave	274,711	321,943
Total employee provisions	519,796	560,285
Current	494,772	537,161
Non-current	25,024	23,124
Total employee provisions	519,796	560,285

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Note 8 Equity		
Note 8A: Accumulated funds		
Balance as at start of year	5,518,763	5,681,506
Loss for the year	(794,508)	(162,743)
Balance as at end of year	<u>4,724,255</u>	<u>5,518,763</u>

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

Note 8B: Asset revaluation reserve

Balance as at start of year	1,210,692	1,210,692
Revaluation decrement for the year	(37,965)	-
Balance as at end of year	<u>1,172,727</u>	<u>1,210,692</u>

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

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Note 9 Notes to the Statement of Cash Flows		
Note 9A: Cash Flow Reconciliation		
Reconciliation of cash and cash equivalents as per Statement of Financial Position to Statement of Cash Flows:		
Cash and cash equivalents as per:		
Statement of Cash Flows	3,064,949	5,046,810
Statement of Financial Position	3,064,949	5,046,810
Difference	<u>-</u>	<u>-</u>
Reconciliation of (deficit) to net cash from operating activities:		
Deficit for the year	(794,508)	(162,743)
Adjustments for non-cash items		
Depreciation/amortisation	273,856	199,876
Loss on disposal of assets	90,484	11,666
Changes in assets/liabilities		
Decrease in net receivables	98,784	3,170
(Increase)/decrease in prepayments	(3,578)	15,759
Increase/(decrease) in supplier payables	161,158	(50,910)
(Decrease)/increase in other provisions	(40,489)	60,723
Net cash (used in) / from operating activities	<u>(214,293)</u>	<u>77,541</u>

Note 10 Contingent Liabilities and Assets

No material contingent liabilities and assets exist as at 31 December 2013.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Note 11 Political and Sponsorship Fund

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

The balance of the fund as at 31 December 2013 was \$101,167 (2012: \$38,451) with the funds being held in a separate Commonwealth Bank account, which is an interest bearing account. This forms part of the balance of the Branch cash and cash equivalents.

Note 12 Commitments

There are no capital commitments, lease commitments or contractual obligations as at 31 December 2013.

2013	2012
\$	\$

Note 13 Related Party Disclosures

Note 13A: Related Party Transactions for the Reporting Period

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

Revenue received from Transport Workers Union – Superannuation Fund includes the following:

Expense reimbursement	211,280	226,071
	211,280	226,071

Revenue received from Transport Workers Union - National Office includes the following:

Travel reimbursements	26,320	20,556
Financial assistance	-	63,636
	26,320	84,192

Expenses paid to Australian Labour Party includes the following:

Donation	21,500	50,530
Affiliation	79,545	57,304
	101,045	107,834

Expenses paid to Trades and Labour Council includes the following:

Affiliation	72,886	59,381
	72,886	59,381

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Expenses paid to Transport Workers Union – National Office includes the following:		
Sustentation	804,145	520,081
	804,145	520,081
Expenses paid to Transport Workers Union – Superannuation Fund includes the following:		
Expense reimbursement	211,280	226,071
	211,280	226,071
Amounts owed by Transport Workers Union – National Office include the following:		
Expense reimbursement	3,405	-
Financial assistance	-	35,000
	3,405	35,000
Amounts owed by Transport Workers Union – Superannuation Fund include the following:		
Expense reimbursement	6,865	-
	6,865	-
Amounts owed to Transport Workers Union – National Office include the following:		
Sustentation	115,049	59,305
	115,049	59,305
Amounts owed to Transport Workers Union – New South Wales Branch include the following:		
Expense reimbursement	6,268	-
	6,268	-

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Note 13 Related Party Disclosures (continued)

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

	2013	2012
	\$	\$
Short-term employee benefits		
Salary (including annual leave taken)	402,598	358,106
Annual leave accrued	35,863	30,352
Total short-term employee benefits	438,461	388,458
Post-employment benefits:		
Superannuation	71,917	59,583
Total post-employment benefits	71,917	59,583
Other long-term benefits:		
Long-service leave	7,737	8,396
Total other long-term benefits	7,737	8,396
Termination benefits	477,295	-
Total	477,295	-

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

Loans to/from key management personnel

James McGiveron, interest free loan at call	-	20,000
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**TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Note 14 Financial Instruments

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

Note 14A: Categories of Financial Instruments

	2013	2012
	\$	\$
Financial Assets		
Loans and receivables:		
Cash and cash equivalents	3,064,949	5,046,810
Trade and other receivables	15,746	114,530
Total	3,080,695	5,161,340
 Carrying amount of financial assets	 3,080,695	 5,161,340
Financial Liabilities		
Fair value through profit or loss:		
Trade and other payables	390,090	228,933
Total	390,090	228,933
 Carrying amount of financial liabilities	 390,090	 228,933

Note 14B: Credit Risk

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

Note 14C: Liquidity Risk

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

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Note 14 Financial Instruments (continued)

Note 14D: Market Risk

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

Interest rate risk

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

Sensitivity analysis of the risk that the entity is exposed to for financial year ended 31 December 2013

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss	Equity
			\$	\$
Interest rate risk	30,650	1.00	-	30,650

Sensitivity analysis of the risk that the entity is exposed to for financial year ended 31 December 2012

	Risk variable	Change in risk variable %	Effect on	
			Profit and loss	Equity
			\$	\$
Interest rate risk	53,426	1.00	-	53,426

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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

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

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

- (1) A member of a reporting unit, or the General Manager of Fair Work Australia, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
- (2) The application must be in writing and must specify the period within which, and the manner in which, the information is to be made available. The period must not be less than 14 days after the application is given to the reporting unit.
- (3) A reporting unit must comply with an application made under subsection (1).

Note 16 Recovery of Wages Activity

There was no recovery of wages activity in the reporting period.

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

AUDITED GENERAL PURPOSE CONCISE FINANCIAL REPORT

FOR THE YEAR ENDED

31 DECEMBER 2013

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

**STATEMENT AS REQUIRED BY PARAGRAPH
265(3)(e) OF THE FAIR WORK (REGISTERED ORGANISATIONS) ACT 2009**

The enclosed concise financial report has been derived from Transport Workers' Union of Australia – Western Australian Branch ("Branch") 2013 full audited financial report.

The financial statements included in the concise report cannot be expected to provide as full an understanding of the financial performance, financial position, financial and investing activities of the Branch as provided by the full financial report.

A copy of the Branch's 2013 full financial report together with the independent auditor's report is available free of charge on request to the Branch.

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

**INDEX TO CONCISE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

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



Report on the Concise Financial Report

The accompanying concise financial report of Transport Workers' Union of Australia - Western Australian Branch comprises the statement of financial position as at 31 December 2013, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and related notes, derived from the audited financial report of Transport Workers' Union of Australia - Western Australian Branch for the year ended 31 December 2013. The concise financial report does not contain all the disclosures required by Australian Accounting Standards.

Committee of Management's Responsibility for the Concise Financial Report

The members of Committee of Management are responsible for the preparation and presentation of the concise financial report in accordance with Australian Accounting Standard AASB 1039: Concise Financial Reports. This responsibility includes establishing and maintaining internal control relevant to the preparation of the concise financial report; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the concise financial report based on our audit procedures. We have conducted an independent audit, in accordance with Australian Auditing Standards, of the financial report of Transport Workers' Union of Australia - Western Australian Branch for the year ended 31 December 2013. Our audit report on the financial report for the year was signed on 3 April 2014 and was not subject to any modification. The Australian Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

Our procedures in respect of the concise financial report included testing that the information included in the concise financial report is derived from, and is consistent with, the financial report for the year, and examination on a test basis, of evidence supporting the amounts and other disclosures which were not directly derived from the financial report for the year. These procedures have been undertaken to form an opinion whether, in all material respects, the concise financial report complies with Accounting Standards AASB 1039: Concise Financial Reports.

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

**BUTLER
SETTINERI**

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Spectrum Offices
100 Railway Road
(Cnr Hay Street)
Subiaco WA 6008

**Locked Bag 18
Subiaco WA 6904
Australia**

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**Butler Settineri
(Audit) Pty Ltd**

ACN 112 942 373

Registered Company Auditor
Number 289109

*Liability limited by a scheme
approved under Professional
Standards Legislation*

Independence

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

Auditor's Opinion

In our opinion, the concise financial report of Transport Workers' Union of Australia - Western Australian Branch for the year ended 31 December 2013 complies with Australian Accounting Standard AASB 1039: Concise Financial Reports.

BUTLER SETTINERI (AUDIT) PTY LTD

A handwritten signature in black ink, appearing to read 'Marius van der Merwe', written over a circular stamp or seal.

MARIUS VAN DER MERWE CA
Director

Perth

Date: 3 April 2014

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

**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2013**

The committee presents its report on the reporting unit for the financial year ended 31 December 2013.

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

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

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

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

Significant changes in financial affairs

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

Right of members to resign

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

11. Resignation from membership

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

whichever is later; or

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

(b) in any other case:

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

whichever is later.

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

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

Richard Burton is a Director of the TWU Superannuation Fund.

Number of members

The number of persons that were, as at 31 December 2013, recorded in the register as effective members was 10,030.

Number of employees

The number of persons who were, as at 31 December 2013, employees of the Branch, including both full-time employees and part-time employees was 16.

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

The name of each person who was a member of the Committee of Management of the Branch during the financial year ended 31 December 2013, and the period for which he or she held such a position during that year is detailed as follows:

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


Committee Member Period Position Held

Ray McMillan	01/01/13 – 31/12/13
Mark Bebich	01/01/13 – 31/12/13
Richard Burton	01/01/13 – 31/12/13
Paul Aslan	01/01/13 – 31/12/13
John Davis	01/01/13 – 31/12/13
Timothy Dawson	01/01/13 – 31/12/13
Jeff Williams	01/01/13 – 31/12/13
Kevin Starr	01/01/13 – 31/12/13
Deborah Dunbar	01/01/13 – 31/12/13
Bruce Spaul	01/01/13 – 31/12/13
Peter Elliott	01/01/13 – 31/12/13
Jessica Phillips (resigned)	01/01/13 – 13/02/13

Richard Burton

Branch Secretary

Dated:



3. 4. 2014

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

**COMMITTEE OF MANAGEMENT STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013**

On the 2 April 2014 the committee of management of the Transport Workers' Union of Australia – Western Australian Branch ("Branch") passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2013:

The committee of management declares that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the GPFR relates and since the end of that year:
 - (i) meetings of the committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 (the "RO Act"); and
 - (iv) where the organisation consists of two or more reporting units, the financial records of the reporting unit have been kept, as far as practicable, in a consistent manner with each of the other reporting units of the organisation; and
 - (v) where information has been sought in any request by a member of the reporting unit or General Manager duly made under section 272 of the RO Act has been provided to the member or General Manager; and
 - (vi) where any order for inspection of financial records has been made by the Fair Work Commission under section 273 of the RO Act, there has been compliance.
- (f) in relation to recovery of wages activity:
 - (i) the financial report on recovery of wages activity has been fairly and accurately prepared in accordance with the requirements of the reporting guidelines of the General Manager; and

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

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

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

Richard Burton
Branch Secretary



Dated:

3. 4. 2014

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	\$	\$
Revenue		
Membership subscriptions	4,558,647	4,110,723
Federal Committee expenses reimbursement	12,063	11,879
Super Fund Director reimbursement	211,280	226,071
Funeral benefit recoveries	35,000	-
Advertising and sponsorship	18,214	26,802
Interest received	91,440	227,199
Sundry income	94,231	88,640
Total income	<u>5,020,875</u>	<u>4,691,314</u>
Expenses		
Affiliation fees	152,431	116,685
Audit and accountancy fees	29,421	19,965
Donations	23,300	53,110
Depreciation	273,856	199,876
Employee expenses	2,577,363	2,199,479
Litigations and other legal costs	34,014	131,911
Meeting expenses	101,413	82,364
Loss from sale of fixed assets	90,484	11,666
Sustentation fees	804,145	520,082
Other expenses	1,728,956	1,518,919
Total expenses	<u>5,815,383</u>	<u>4,854,057</u>
Profit (loss) for the year before income tax	<u>(794,508)</u>	<u>(162,743)</u>
Income tax benefit	-	-
Profit (loss) for the year after income tax	<u>(794,508)</u>	<u>(162,743)</u>
Other comprehensive income		
Asset revaluation reserve	(37,965)	-
Total comprehensive income for the year	<u>(832,473)</u>	<u>(162,743)</u>

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

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

**STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
ASSETS		
Current Assets		
Cash and cash equivalents	3,064,949	5,046,810
Trade and other receivables	15,746	114,530
Other current assets	23,377	97,526
Total current assets	3,104,072	5,258,866
Non-Current Assets		
Buildings	2,810,601	1,579,375
Plant and equipment	801,974	573,090
Office refurbishments	90,221	107,342
Total non-current assets	3,702,796	2,259,807
Total assets	6,806,868	7,518,673
LIABILITIES		
Current Liabilities		
Trade payables	390,090	228,933
Provisions	494,772	537,161
Total current liabilities	884,862	766,094
Non-Current Liabilities		
Provisions	25,024	23,124
Total non-current liabilities	25,024	23,124
Total liabilities	909,886	789,218
Net assets	5,896,982	6,729,455
EQUITY		
Accumulated funds	4,724,255	5,518,763
Asset revaluation reserve	1,172,727	1,210,692
Total equity	5,896,982	6,729,455

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

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013**

	Accumulated funds	Asset revaluation reserve	Total equity
	\$	\$	\$
Balance as at 1 January 2012	5,681,506	1,210,692	6,892,198
Profit (loss) for the year after income tax	(162,743)	-	(162,743)
Other comprehensive income for the year	-	-	-
Closing balance as at 31 December 2012	5,518,763	1,210,692	6,729,455
Profit (loss) for the year after income tax	(794,508)	-	(794,508)
Other comprehensive income for the year	-	(37,965)	(37,965)
Closing balance as at 31 December 2013	4,724,255	1,172,727	5,896,982

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

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

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
OPERATING ACTIVITIES		
Cash received		
Membership receipts	4,558,647	4,113,893
Interest received	133,670	227,199
Other income	427,341	353,392
Cash used		
Sustentation fees paid	(763,401)	(520,082)
Payment to suppliers and employees	(4,570,550)	(4,096,861)
Net cash (used in) / from operating activities	(214,293)	77,541
INVESTING ACTIVITIES		
Cash received		
Proceeds from sale of plant and equipment	270,196	16,573
Cash used		
Purchase of fixed assets	(2,037,764)	(427,431)
Net cash used in investing activities	(1,767,568)	(410,858)
Net decrease in cash held	(1,981,861)	(333,317)
Cash & cash equivalents at the beginning of the reporting period	5,046,810	5,380,127
Cash & cash equivalents at the end of the reporting period	3,064,949	5,046,810

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

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	\$	\$
Cash assets in respect of recovered money at beginning of year	-	1,458
Receipts		
Amounts recovered from employers in respect of wages etc.	-	3,000
Interest received on recovered money	-	-
Total receipts	-	4,458
Payments		
Deductions of amounts due in respect of membership for:		
12 months or less	-	-
Greater than 12 months	-	-
Deductions of donations or other contributions to accounts or funds of:		
The reporting unit:		
name of account	-	-
name of fund	-	-
Name of other reporting unit of the organisation:		
name of account	-	-
name of fund	-	-
Name of other entity:		
name of account	-	-
name of fund	-	-
Deductions of fees or reimbursement of expenses	-	3,000
Payments to workers in respect of recovered money	-	-
Total payments	-	3,000
Cash asset's in respect of recovered money at end of year	-	1,458
Number of workers to which the monies recovered relates	-	-
Aggregate payables to workers attributable to recovered monies but not yet distributed		
Payable balance	-	-
Number of workers the payable relates to	-	-
Fund or account operated for recovery of wages		
Wage Recoupment Trust Account	-	1,458

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

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TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of Significant Accounting Policies

This concise financial report relates to the Transport Workers' Union of Australia, Western Australian Branch for the year ended 31 December 2013. The accounting policies adopted have been consistently applied to all years presented.

The financial statements are presented in Australian dollars.

Note 2 Revenue

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

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

Under s252(3) of the Fair Work (Registered Organisations) Act 2009, contributions receipted during the year have been recognised on a cash basis. This is to the discretion of the organisation and is accepted as the Transport Workers' Union of Australia's revenue recognition policy.

Note 3 Information to be Provided to Members or Registrar

In accordance with the requirements of the RO Act, 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).

Note 4 Segment Information

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

Note 5 Events after the Reporting Period

There were no events that occurred after 31 December 2013, or prior to the signing of the financial statements, that would affect the ongoing structure and financial activities of the Branch.

TRANSPORT WORKERS' UNION OF AUSTRALIA

WESTERN AUSTRALIAN BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Note 6 Recovery of Wages Activity

There was no recovery of wages activity in the reporting period.

TRANSPORT WORKERS' UNION OF AUSTRALIA
WESTERN AUSTRALIAN BRANCH

REPORT TO MEMBERS

ANALYSIS OF FINANCIAL PERFORMANCE AND FINANCIAL POSITION

Financial Performance

The Transport Workers Union – Western Australian Branch (“Branch”) produced an operating deficit of \$794,508 for the year ended 31 December 2013, a decrease of \$631,765 on the 2012 result.

Revenue

Revenue for the year ended 31 December 2013 was \$5,020,875 which was an increase of \$329,561 compared to 2012 revenue of \$4,691,314. This is equivalent to an increase of 7% on last year’s result.

The predominant contributors to the increased revenue are the increase in membership subscriptions and interest received.

Expenditure

Operating expenditure for the year ended 31 December 2013 totalled \$5,815,383 (2012: \$4,854,057) which has increased by \$961,326. This represents a 20% increase from the 2012 year.

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

- Compulsory levies to Federal Office
- Computer Programming maintenance
- Donations
- Organisers’ expenses - country
- Repairs and maintenance
- Uniforms
- Insurance expense
- Redundancy payments

Financial Position

During the 31 December 2013 year there has been a decrease in the net asset position. The decrease in net assets relates to the operating deficit generated during the 2013 year. The current ratio is 3.51 (2012: 6.86)

The increase of \$1,442,989 in Property, plant and equipment was generated by additions made during the reporting period.

The decrease in cash components during the reporting period was experienced due to the redundancy payment made to Mr J McGiveron as well as fixed asset additions during the year.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

Cash flows

The cash outflow exceeded the cash inflow for the year by \$1,981,861 (2012: \$333,317), being \$214,294 net cash outflow from operating activities (2012: inflow \$77,541) and a net cash outflow from investing activities of \$1,767,567 (2012: \$410,858).

Equity

The change in equity for the year related to operating activities.