



17 April 2018

Ms Lea Anderson
Secretary
United Firefighters' Union of Australia, West Australian Branch

By e-mail: lea@ufuofwa.net.au

Dear Ms Anderson

United Firefighters' Union of Australia, West Australian Branch
Financial Report for the year ended 31 December 2017 - FR2017/300

I acknowledge receipt of the financial report for the year ended 31 December 2017 for the United Firefighters' Union of Australia, West Australian Branch (UFUA-WA). The financial report was lodged with the Registered Organisations Commission (ROC) on 9 April 2018.

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

Whilst the 2017 report has been filed the following should be addressed in the preparation of the next financial report.

1. Committee of Management Statement

Reference to s.272 & s.273

Following the enactment of the *Fair Work (Registered Organisations) Amendment Act 2016*, with effect from 1 May 2017, section 272 refers to Commissioner of the ROC instead of the General Manager, Fair Work Commission. However, section 273 continues to refer to the Fair Work Commission (FWC).

The UFUA-WA Committee of Management statement, at reference (e)(vi), refers to the 'Registered Organisations Commission'. In future, please ensure that this reference is to the 'Fair Work Commission'.

2. General Purpose Financial Report (GPFR)

Payables with another reporting unit

Reporting Guideline 18 requires payables owed to other reporting unit(s) to include the name and amount for each other reporting unit.

Note 7A to the GPFR discloses 'Payables to other reporting units' but does not provide all the information requested by Reporting Guideline 18.

Recovery of Wages Activity statement

The Committee of Management Statement states that 'no revenue has been derived from undertaking recovery of wages activity during the reporting period', therefore, the 'Recovery of Wages Activity' statement disclosed below the 'Statement of Cash Flows' is not required and should be omitted.

Should you wish to discuss the matters raised in this letter, or if you require further information on the financial reporting requirements of the Act, I may be contacted on (03) 9603 0707 or by email at ken.morgan@roc.gov.au

Yours faithfully

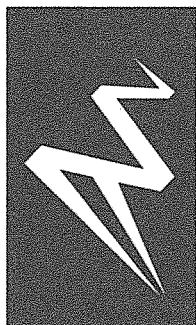
A handwritten signature in black ink, appearing to read 'K. Morgan', with a stylized flourish at the end.

KEN MORGAN
Financial Reporting Advisor
Registered Organisations Commission

**UNITED FIREFIGHTERS UNION OF AUSTRALIA
WEST AUSTRALIAN BRANCH**

ABN 31 367 577 278

**GENERAL PURPOSE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017**



Anderson Munro & Wyllie

CHARTERED ACCOUNTANTS

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UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

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UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER
FOR THE YEAR ENDED 31 DECEMBER 2017

I, Lea Anderson, being the Secretary of the United Firefighters Union of Australia West Australian Branch, certify:

- that the documents lodged herewith are copies of the full report for the United Firefighters Union of Australia West Australian Branch for the year ended 31 December 2017 referred to in s.268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members of the reporting unit on 20 FEBRUARY 2018; and
- that the full report was presented to a general meeting of members of the reporting unit on 27 MARCH 2018 in accordance with s.266 of the *Fair Work (Registered Organisations) Act 2009*.



Lea Anderson

Secretary

Dated: 28th day of March 2018

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

OPERATING REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

In accordance with section 254 of the *Fair Work (Registered Organisations) Act 2009* ("Act") the Branch Committee of Management ("the Committee") present their operating report on the United Firefighters Union of Australia West Australian Branch ("the Union") for the financial year ended 31 December 2017.

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

The principal activity of the Union is a trade union which represents the industrial interests of the career public sector and private industry firefighters, communications officers and fire safety officers employed within the state of Western Australia.

There have been no significant changes in the nature of the Union's activity during the financial year.

Significant changes in financial affairs

No matters or circumstances arose during the reporting year which significantly affected the financial affairs of the Union.

Operating results

The Union's profit for the year amounted to \$342,276 (2016: \$212,294).

Rights of members to resign

Members may resign from the Union by giving written notice to the Union in accordance with the rules of the Union.

Officers or members who are superannuation fund trustee(s) or director of a company that is a superannuation fund trustee

Kevin Jolly is:

- (i) a trustee of a superannuation entity or an exempt public sector superannuation scheme; or
- (ii) a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme.

Number of members

Number of members of the register of members as at 31 December 2017: 1,240 (2016: 1,231).

Number of employees

At the end of the financial year the Union employed 5.4 FTE's.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

OPERATING REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

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

The names of the Committee Members in office at any time during or since the end of the financial year are:

1. Kevin Jolly President (1 January 2017 – continuing)
2. Lea Anderson Secretary (1 January 2017 – continuing)
3. Leigh Bishop Vice President – Officer (1 January 2017 – continuing)
4. Scott Gamble Vice President - Firefighter (1 January 2017 – continuing)
5. Frank Martinelli Assistant Secretary (1 January 2017 – continuing)
6. Steve Matthews Trustee – Officer (1 January 2017 – continuing)
7. Lou Parker Trustee – Firefighter (1 January 2017 – continuing)
8. Adam Steenson Trustee - Ordinary (1 January 2017 – continuing)
9. Lexie Bowring Committee Member (1 January 2017 – continuing)
10. Dean Fanderlinden Committee Member (1 January 2017 – continuing)
11. Mick Bartlett Committee Member (1 January 2017 – continuing)
12. Darryl Browning Committee Member (1 January 2017 – continuing)
13. Mick DiLallo Committee Member (1 January 2017 – continuing)
14. Cian Evans Committee Member (1 January 2017 – continuing)
15. Clem Chan Committee Member (1 January 2017 – continuing)
16. Brad Stockley Committee Member (1 January 2017 – continuing)
17. Kerry Bailey Committee Member (1 January 2017 – continuing)
18. Martin Coles Committee Member (1 January 2017 – continuing)

Members have been in office since the start of the financial year to the date of this report unless otherwise stated.

Officers & employees who are directors of a company or a member of a board

Name of Officer	Name of Company/Board	Principal Activity	Position Due to Nomination
NIL			

Indemnification of officer or auditor

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the Union.

Proceedings on behalf of the Union

No person has applied for leave of Court to bring proceedings on behalf of the Union or intervene in any proceedings to which the Union is a party for the purpose of taking responsibility on behalf of the Union for all or any part of those proceedings. The Union was not a party to any such proceedings during the year.

Wages recovery activity

The Union has not undertaken any recovery of wages activity for the financial year ended 31 December 2017.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017

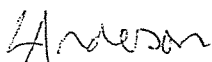
Other Information

There is no other information that the Union considers relevant.

Auditor's Independent Declaration

A copy of the auditor's independence declaration is set out on page 6.

Signed in accordance with a resolution of the Committee of Members passed on the ^{14th} day of February 2018.



Lea Anderson

Secretary

Dated: 16th day of February 2018

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

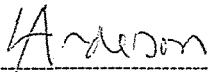
COMMITTEE OF MANAGEMENT STATEMENT

On the 14th day of February 2018 the Committee of Management of United Firefighters Union of Australia West Australian Branch passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 31 December 2017:

The Branch 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 any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act);
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the Union for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the Union will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which the General Purpose Financial Report relates and since the end of that year:
 - (i) meetings of the Committee of Management were held in accordance with the rules of the Union; and
 - (ii) the financial affairs of the Union have been managed in accordance with the rules of the Union; and
 - (iii) the financial records of the Union have been kept and maintained in accordance with the RO Act; and
 - (iv) the Union is a sole reporting unit, therefore the financial records of the Union have been kept in a consistent manner specifically relating to the Union; and
 - (v) no information has been sought in any request by a member of the Union or Commissioner duly made under section 272 of the RO Act; and
 - (vi) no orders for inspection of financial records have been made by the Registered Organisations Commissioner under section 273 of the RO Act during the year.
- (f) no revenue has been derived from undertaking recovery of wages activity during the reporting period.

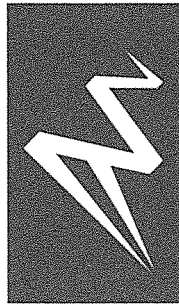
This declaration is made in accordance with a resolution of the Committee of Management.



Lea Anderson

Secretary

Dated: 16th day of February 2018



Anderson Munro & Wyllie

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**AUDITORS' INDEPENDENCE DECLARATION
TO THE MEMBERS OF
UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH**

As auditor for the audit of United Firefighters Union of Australia West Australian Branch for the year ended 31 December 2017, I declare that, to the best of my knowledge and belief, during the year ended 31 December 2017 there has been:

- i. No contraventions of any applicable code of professional conduct in relation to the audit.

Anderson Munro + Wyllie

ANDERSON MUNRO & WYLLIE

Chartered Accountants

Martin Shone

Principal

Dated at Perth, Western Australia this ^{19th} day of February 2018

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 \$	2016 \$
Revenue			
Membership subscription	3A,10	1,309,392	1,264,427
Capitation fees	3B	-	-
Levies	3C	-	-
Interest received	3D	11,116	11,394
Holiday home service recovery funds	3E	34,208	32,861
Grants or donations	3F	-	-
Other income		4,776	64,767
Total income		1,359,492	1,373,449
Expenses			
Employee expenses	4A	588,538	584,370
Capitation fees	4B	92,217	88,337
Affiliation fees	4C	26,183	24,080
Administration expenses	4D	189,297	207,824
Grants or donations	4E	7,214	7,411
Depreciation and write off	6	46,655	54,178
Legal costs	4F	-	11,457
Audit fees	15	9,744	15,877
Other expenses	4G	57,368	167,621
Total expenses		1,017,216	1,161,155
Surplus for the year		342,276	212,294
Other comprehensive income		-	-
Total comprehensive income for the year		342,276	212,294

The accompanying notes form part of these financial statements.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2017

	Note	2017 \$	2016 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5A	1,487,717	1,105,717
Trade and other receivables	5B	4,663	6,884
Inventories		70,693	69,474
Other current assets	5C	39,384	63,393
TOTAL CURRENT ASSETS		1,602,457	1,245,468
NON-CURRENT ASSETS			
Land and buildings	6	2,372,629	2,413,629
Building improvements	6	1,061,371	1,061,371
Plant, furniture and fixtures	6	199,338	207,476
TOTAL NON-CURRENT ASSETS		3,633,338	3,682,476
TOTAL ASSETS		5,235,795	4,927,944
LIABILITIES			
CURRENT LIABILITIES			
Trade payables	7A	69,762	90,548
Other payables	7B	22,365	16,056
Employee provisions	8A	160,267	141,169
TOTAL CURRENT LIABILITIES		252,394	247,773
NON-CURRENT LIABILITIES			
Employee provisions	8A	11,593	9,639
TOTAL NON-CURRENT LIABILITIES		11,593	9,639
TOTAL LIABILITIES		263,987	257,412
NET ASSETS		4,971,808	4,670,532
EQUITY			
Asset revaluation reserves	6	170,563	211,563
Other reserves	9A	36,000	24,000
Retained earnings		4,765,245	4,434,969
TOTAL EQUITY		4,971,808	4,670,532

The accompanying notes form part of these financial statements.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

**STATEMENT OF CHANGES OF EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Retained Earnings	Assets Revaluation Reserve	Other Reserve	Total
	\$	\$	\$	\$
Balance at 1 January 2016	4,150,675	853,639	96,000	5,100,314
Transfer from reserve – net	72,000	-	(72,000)	-
	<hr/> 4,222,675	<hr/> 853,639	<hr/> 24,000	<hr/> 5,100,314
Surplus for the year	212,294	-	-	212,294
Revaluation decrements for the year – net	-	(642,076)	-	(642,076)
Balance at 31 December 2016	<hr/> 4,434,969	<hr/> 211,563	<hr/> 24,000	<hr/> 4,670,532
Transfer from reserve – net	(12,000)	-	12,000	-
	<hr/> 4,422,969	<hr/> 211,563	<hr/> 36,000	<hr/> 4,670,532
Surplus for the year	342,276	-	-	342,276
Revaluation decrements for the year	-	(41,000)	-	(41,000)
Balance at 31 December 2017	<hr/> 4,765,245	<hr/> 170,563	<hr/> 36,000	<hr/> 4,971,808

The accompanying notes form part of these financial statements.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017	2016
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received			
Receipts from other reporting units/controlled entity(s)	12B	5,683	13,176
Receipt from members		1,311,613	1,261,708
Receipt from investment properties		34,208	32,861
Interest and miscellaneous income		13,133	76,161
Cash used			
Payment to other reporting units/controlled entity(s)	12B	(76,294)	(94,541)
Payment to employees		(568,411)	(548,600)
Payment to suppliers		(302,174)	(528,097)
Net cash generated from operating activities	12A	<u>417,758</u>	<u>212,668</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash received			
Proceeds from sale of non-current assets		18,182	-
Cash used			
Purchase of non-current assets	6	(53,940)	(26,486)
Cash used in investing activities		<u>(35,758)</u>	<u>(26,486)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash used			
Repayment of bank borrowings		-	-
Cash used in financing activities		-	-
Net (decrease)/increase in cash held		382,000	186,182
Cash and cash equivalents at the beginning of the year		1,105,717	919,535
Cash and cash equivalents at the end of the year	5A	<u>1,487,717</u>	<u>1,105,717</u>

**RECOVERY OF WAGES ACTIVITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

No recovery of wages activities occurred in the reporting period.

The accompanying notes form part of these financial statements

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies

1.1 Basis of preparation of the financial statements

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 Union 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 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 Significant accounting judgements and estimates

The committee of management evaluates estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Union.

Key estimates

Impairment

Nil

Key judgments

Available-for-sale investments

Nil

1.4 New Australian Accounting Standards

Adoption of New Australian Accounting Standard Requirements

No accounting standard has been adopted earlier than the application date stated in the standard.

The accounting policies adopted are consistent with those of the previous financial year.

Future Australian Accounting Standards Requirements

The Union has assessed the new and amended pronouncements applicable to future reporting periods and has determined that their effect on the Union is NIL.

1.5 Basis of consolidation

The financial statements have not been consolidated.

1.6 Investment in associates and joint arrangements

The Union does not have any investment in associates and joint venture.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.7 Business combinations

The Union does not have any business combinations to account for.

1.8 Acquisition of assets and or liabilities that do not constitute a business combination

No merger has taken place.

1.9 Revenue

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

Revenue from subscriptions is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

Revenue from the sale of goods is recognised when, the risks and rewards of ownership have been transferred to the buyer, the entity retains no managerial involvement or effective control over the goods, the revenue and transaction costs incurred can be reliably measured, and it is probable that the economic benefits associated with the transaction will flow to the entity.

Donation income is recognised when it is received.

Receivables for goods and services, which have 30 day terms, are recognised at the nominal amounts due less any impairment allowance account. Collectability of debts is reviewed at end of the reporting period. Allowances are made when collectability of the debt is no longer probable.

Interest revenue is recognised on an accrual basis using the effective interest method.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease.

1.10 Government grants

Government grants are not recognised until there is reasonable assurance that the Union will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the Union recognises as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that the Union should purchase, construct otherwise acquire non-current assets are recognised as deferred revenue in the statement of financial position and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Union with no future related costs are recognised in profit or loss in the period in which they become receivable.

1.11 Gains

Sale of assets

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

1.12 Capitation fees and levies

Capitation fees and levies are to be recognised on an accrual basis and record as a revenue and/or expense in the year to which it relates.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.13 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 Union 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. The Union recognises a provision for termination as part of a broader restructuring when it has developed a detailed formal plan for the terminations and has informed those employees affected that it will carry out the terminations. A provision for voluntary termination is recognised when the employee has accepted the offer of termination.

1.14 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Where an asset is acquired by means of a finance lease, the asset is capitalised at either the fair value of the lease property or, if lower, the present value of minimum lease payments at the inception of the contract and a liability is recognised at the same time and for the same amount.

The discount rate used is the interest rate implicit in the lease. Leased assets are amortised over the period of the lease. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are expensed on a straight-line basis which is representative of the pattern of benefits derived from the leased assets.

Rental revenue from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

1.15 Borrowing costs

All borrowing costs are recognised in profit and loss in the period in which they are incurred.

1.16 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 consolidated statement of financial position.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

ABN 31 367 577 278

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.17 Financial instruments

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

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.

1.18 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.

(i) *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 Union 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 Union 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 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 comprehensive income.

(ii) *Held-to-maturity investments*

Financial assets with fixed or determinable payments and fixed maturity dates that the Union 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.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.18 Financial assets (continued)

(iii) **Available-for-sale**

The Union is aware of the accounting policies and standards that are required in the circumstances where listed shares and listed redeemable notes are held as investments by the Union but no such shares or notes are held by the Union.

(iv) **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.

(v) **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.

(vi) **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.

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 Union 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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.18 Financial assets (continued)

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.

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.

(vii) *Derecognition of financial assets*

The Union 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.

1.19 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'.

(i) *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.

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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.19 Financial liabilities (continued)

(ii) *Other financial liabilities*

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.

(iii) *Derecognition of financial liabilities*

The Union 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.

1.20 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.

1.21 Inventories on hand

Inventories are measured at the lower of cost and current replacement cost.

Inventories acquired at no cost or for nominal consideration are measured at the current replacement cost as at the date of acquisition.

1.22 Land, buildings, plant and equipment

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.

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.

Depreciation

Depreciable property, plant and equipment assets, excluding buildings and improvements, are written-off to their estimated residual values over their estimated useful life using the diminishing value 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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.22 Land, buildings, plant and equipment (continued)

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Furniture and equipment	4.5% - 50%
Motor vehicles	25%
Buildings and improvements	0% (revalue each year)

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.

1.23 Investment property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at its cost, including transaction costs. Subsequent to initial recognition, investment properties are measured at fair value. Gains and losses arising from changes in the fair value of investment properties are included in profit and loss in the period in which they arise.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

1.24 Impairment for non-financial assets

All assets are assessed for impairment at the end of each reporting period to the extent that there is an impairment trigger. Where indications of impairment exist, the asset's recoverable amount is estimated and an impairment adjustment made if the asset's recoverable amount is less than its carrying amount.

The recoverable amount of an asset is the higher of its fair value less costs to sell and its value in use. Value in use is the present value of the future cash flows expected to be derived from the asset. Where the future economic benefit of an asset is not primarily dependent on the asset's ability to generate future cash flows, and the asset would be replaced if the Union was deprived of the asset, its value in use is taken to be its depreciated replacement cost.

1.25 Taxation

The Union 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 cash flow statement 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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.26 Fair value measurement

The Union measures financial instruments, such as, financial asset as at fair value through the profit and loss, available for sale financial assets, and non-financial assets such as land and buildings and investment properties, at fair value at each balance sheet date. Also, fair values of financial instruments measured at amortised cost are disclosed in Note 18A.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Union. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Union uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Union determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as land and buildings and investment properties. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. For the purpose of fair value disclosures, the Union has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

1.27 Accounts payable and other payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Union during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 1. Summary of Significant Accounting Policies (continued)

1.28 Going concern

The Union is not reliant on financial support of another reporting unit to continue on a going concern basis.

The Union provides no financial support to ensure another reporting unit can continue on a going concern basis.

Note 2. Events after the reporting period

The Union's name has been endorsed at the Special General Meeting in September 2017 to change from 'The United Firefighters Union of Australia West Australian Branch' to 'The United Professional Firefighters Union of Western Australia'. The Union's audit year will be altered to be in line with the financial year 1 July to 30 June. These changes have not yet occurred at the balance date 31 December 2017 as these changes need approval from the West Australian Industrial Relations Commission (WAIRC); a hearing is scheduled for the end of February 2018 for this purpose.

Note 3. Income

No income was received during the reporting period for capitation fees, levies, grants or donations or support from another reporting unit of the organisation.

	2017	2016
	\$	\$
Note 3A: Membership subscription		
Membership subscription	1,309,392	1,264,427
Total membership subscription	<u>1,309,392</u>	<u>1,264,427</u>
Note 3B: Capitation fees	<u>-</u>	<u>-</u>
Note 3C: Levies	<u>-</u>	<u>-</u>
Note 3D: Interest		
Deposits	11,116	11,394
Total Interest	<u>11,116</u>	<u>11,394</u>
Note 3E: Holiday home service recovery funds		
Properties:		
– Melros	10,528	10,680
– Dunsborough	23,680	22,181
Total holiday home service recovery funds	<u>34,208</u>	<u>32,861</u>
Note 3F: Grants or Donations		
Grants	-	-
Donations	-	-
Total grants or donations	<u>-</u>	<u>-</u>

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 4: Expenses

During the reporting period no expenses were incurred as consideration for employers making payroll deductions of membership subscriptions, legal costs or penalties imposed on the Union under the RO Act with respect to its conduct.

	2017	2016
	\$	\$
Note 4A: Employee expenses		
Holders of office:		
- Wages and salaries	314,516	299,260
- Superannuation	39,216	36,845
- Leave and other entitlements	17,254	33,815
- Separation and redundancies	-	-
- Other employee expenses	6,600	3,700
Subtotal employee expenses holders of office	<u>377,586</u>	<u>373,620</u>
Employees other than office holders:		
- Wages and salaries	78,562	125,379
- Superannuation	6,781	11,233
- Leave and other entitlements	3,796	5,323
- Separation and redundancies	-	-
- Other employee expenses	121,813	68,815
Subtotal employee expenses employees other than office holders	<u>210,952</u>	<u>210,750</u>
Total employee expenses	<u>588,538</u>	<u>584,370</u>
Note 4B: Capitation fees		
United Firefighters Union of Australia	92,217	88,337
Total capitation fees	<u>92,217</u>	<u>88,337</u>
Note 4C: Affiliation fees		
Unions WA	9,723	9,106
WA Labor	9,444	8,770
Australian Council of Trade Union	7,015	6,204
Total affiliation fees	<u>26,183</u>	<u>24,080</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Note 4D: Administration expenses		
Consideration to employers for payroll deductions	-	-
Compulsory levies		
WA Labor – Campaign Contribution	865	1,731
UnionsWA – May Day	455	400
Unions WA – Good Safe Secure Jobs	-	-
Unions WA – Third Wave Anniversary	62	-
Fees/allowance – meeting & conferences	14,700	12,900
Meetings of members, committees etc. & conferences held by UFUWA	13,535	16,760
Conference accommodation & travel (other)	37,057	16,482
Office property expenses	32,536	38,964
Office expenses	31,824	58,457
Information communication technology	31,343	30,698
Office redevelopment expenses	-	2,149
Investment property expenses	26,920	29,283
Total administration expenses	189,297	207,824
Note 4E: Grants or donations		
Grants:		
Total paid that were \$1,000 or less	616	-
Total paid that exceeded \$1,000	-	-
Donations:		
Total paid that were \$1,000 or less	5,098	2,711
Total paid that exceeded \$1,000	1,500	4,700
Total grants or donations	7,214	7,411
Note 4F: Legal costs		
Litigation	-	6,432
Other legal matters	-	5,025
Total legal costs	-	11,457
Note 4G: Other expenses		
Committee & delegate expenses (not include in item above)	16,818	20,651
Fringe benefit tax	10,479	11,791
Centennial Year 2016 expenses	-	109,339
Other	30,071	25,840
Penalties – via RO Act or RO Regulations	-	-
Total other expenses	57,368	167,621

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 5: Current assets

The Union has no fund or account operated in respect of compulsory levies or voluntary contributions, and therefore has no such monies invested in any assets.

The Union has no fund or account (other than the general fund) the operation of which is required by its rules or by the rules of the organisation, and therefore no transfers and/or withdrawal(s) from such an account.

	2017	2016
	\$	\$
Note 5A: Cash and cash equivalents		
Cash at bank	1,487,417	1,105,417
Cash on hand	300	300
Total cash and cash equivalents	<u>1,487,717</u>	<u>1,105,717</u>

Note 5B: Trade and other receivables

Receivables from other reporting units:

– United Firefighters Union of Australia – Reimbursement for conferences, travel & accommodation	-	-
– Membership subscription	4,331	4,110
– UFU union dues	-	241
Total receivables	<u>4,331</u>	<u>4,351</u>
Less provision for doubtful debts	-	-
Total receivables – net	<u>4,331</u>	<u>4,351</u>
Other receivables:		
– Other trade receivables	332	2,533
Total other receivables	<u>332</u>	<u>2,533</u>
Total trade and other receivables	<u>4,663</u>	<u>6,884</u>

Note 5C: Other current assets

Prepayments	39,384	62,393
Deposits paid	-	1,000
Total other current assets	<u>39,384</u>	<u>63,393</u>

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 6: Property, plant and equipment

	2017				2016			
	Cost \$	Revaluation Increment/ (Decrement) \$	Accumulated Depreciation \$	Net Book Value \$	Cost \$	Revaluation Increment \$	Accumulated Depreciation \$	Net Book Value \$
Land and Buildings – at valuation								
19 Melros Place, Dawesville	165,154	256,152	(38,711)	382,595	165,154	256,152	(38,711)	382,595
Lot 104, 7 Howe Court, Walpole	55,369	49,797	(6,166)	99,000	55,369	90,797	(6,166)	140,000
6 Pelican Place, Dunsborough	412,846	228,988	(3,663)	638,171	412,846	228,988	(3,663)	638,171
21 View Street, North Perth	1,761,031	(364,374)	(143,794)	1,252,863	1,761,031	(364,374)	(143,794)	1,252,863
Total Land and Buildings – at valuation	2,394,400	170,563	(192,334)	2,372,629	2,394,400	211,563	(192,334)	2,413,629
Building Improvements – at valuation								
19 Melros Place, Dawesville	2,902	-	(497)	2,405	2,902	-	(497)	2,405
6 Pelican Place, Dunsborough	13,258	-	(1,429)	11,829	13,258	-	(1,429)	11,829
21 View Street, North Perth	1,077,864	-	(30,727)	1,047,137	1,077,864	-	(30,727)	1,047,137
Total Building Improvements – at valuation	1,094,024	-	(32,653)	1,061,371	1,094,024	-	(32,653)	1,061,371
Plant, Furniture and Fixtures								
19 Melros Place, Dawesville	35,932	-	(22,962)	12,970	34,156	-	(20,149)	14,007
6 Pelican Place, Dunsborough	18,491	-	(10,606)	7,885	18,093	-	(8,724)	9,369
21 View Street, North Perth	242,047	-	(137,606)	104,441	235,247	-	(114,087)	121,160
Motor vehicles	88,939	-	(30,813)	58,126	80,684	-	(38,281)	42,403
Computer equipment	36,233	-	(21,860)	14,373	36,233	-	(17,688)	18,545
Office equipment < \$500	6,259	-	(4,716)	1,543	6,260	-	(4,268)	1,992
Total Furniture and Fixtures	427,901	-	(228,563)	199,338	410,673	-	(203,197)	207,476
Total Property, Plant & Equipment	3,916,325	170,563	(453,550)	3,633,338	3,899,097	211,563	(428,184)	3,682,476

<i>Movements during the year</i>	2017				2016			
	<i>Land & Buildings – at valuation</i> \$	<i>Building Improvements – at valuation</i> \$	<i>Plant, Furniture & Fixtures</i> \$	<i>Total</i> \$	<i>Land & Buildings – at valuation</i> \$	<i>Building Improvements – at valuation</i> \$	<i>Plant, Furniture & Fixtures</i> \$	<i>Total</i> \$
Balance at the beginning of the year	2,413,629	1,061,371	207,476	3,682,476	3,055,705	1,042,295	254,244	4,352,244
Additions during the year	-	-	53,940	53,940	-	19,196	7,290	26,486
Revaluations decrement for the year	(41,000)	-	-	(41,000)	(642,076)	-	-	(642,076)
Disposals during the year - net	-	-	(15,423)	(15,423)	-	-	-	-
Written off during the year - net	-	-	-	-	-	-	(184)	(184)
Depreciation for the year	-	-	(46,655)	(46,655)	-	(120)	(53,874)	(53,994)
Balance at the end of the year	2,372,629	1,061,371	199,338	3,633,338	2,413,629	1,061,371	207,476	3,682,476

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 6: Property, plant and equipment (continued)

The revalued land and buildings consist of properties at 19 Melros Beach Road, Dawesville, Lot 104, 7 Howe Court, Walpole, 6 Pelican Place, Dunsborough and 21 View Street, North Perth. Management determined that these constitute one class of asset under AASB 13, based on the nature, characteristics and risks of the property.

Fair value of the properties was determined by using market comparable method. This means that valuations performed by the valuer are based on active market prices, significantly adjusted for difference in the nature, location or condition of the specific property. As at the date of revaluation, the properties' fair values are based on valuations performed by independent valuers, accredited independent valuers.

Refer to Note 18 for detailed disclosures regarding the fair value measurement of the Union's land and buildings.

Note 6A: Investment property

Included in land and buildings are investment properties at 19 Melros Beach Road, Dawesville, Lot 104, 7 Howe Court, Walpole and 6 Pelican Place, Dunsborough.

The valuations were performed by accredited independent valuers with a recognised and relevant professional qualification and with recent experience in the location and category of the investment property being valued.

The fair value of completed investment properties has been determined on a market value basis in accordance with International Valuation Standards (IVS), as set out by the International Valuation Standards Council (IVSC). In arriving at their estimates of market values, the valuers have used their market knowledge and professional judgement and not only relied on historical transactional comparables.

The highest and best use of the investment properties is not considered to be different from its current use.

Rental income earned and received from the investment properties during the year was \$34,208 (2016: \$32,861).

Direct expenses incurred in relation to the investment properties that generated rental income during the year was \$26,920 (2016: \$29,283). During the year and as at the year-end, no restrictions on the realisability of investment property or the remittance of income and proceeds of disposal were present. The Union does not have any contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.

Note 7: Current liabilities

The Union has no payables to employers as consideration for the employer making payroll deductions for membership subscriptions, or in respect of legal costs and other expenses related to litigation or other legal matters.

	2017	2016
	\$	\$
Note 7A: Trade payables		
Trade creditors and accruals	42,060	90,548
Payables to other reporting units	27,702	-
Total trade payables	<u>69,762</u>	<u>90,548</u>

Settlement is usually made within 30 days.

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	2017	2016
	\$	\$
Note 7B: Other payables		
Consideration to employers for payroll deductions	-	-
Legal costs		
Litigation	-	-
Other legal matters	-	-
GST payable	22,365	16,056
Total other payables	<u>22,365</u>	<u>16,056</u>
Total other payables are expected to be settled in:		
No more than 12 months	22,365	16,056
More than 12 months	-	-
Total other payables	<u>22,365</u>	<u>16,056</u>
Note 8: Provisions		
Note 8A: Employee provisions		
Office holders:		
– Annual leave	56,139	49,300
– Long service leave	73,283	62,866
– Separation and redundancies	-	-
– Other employee provisions	-	-
Subtotal employee provisions – office holders	<u>129,422</u>	<u>112,166</u>
Employees other than office holders:		
– Annual leave	17,201	16,309
– Long service leave	25,237	22,333
– Separation and redundancies	-	-
– Other employee provisions	-	-
Subtotal employee provisions – employees other than office holders	<u>42,438</u>	<u>38,642</u>
Total employee provisions	<u>171,860</u>	<u>150,808</u>
Current	160,267	141,169
Non current	11,593	9,639
Total employee provisions	<u>171,860</u>	<u>150,808</u>

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Note 9: Equity		
Note 9A: Other reserves		
Provision for campaigns	36,000	24,000
Total other reserves	<u>36,000</u>	<u>24,000</u>

Note 9B: Other specific disclosures - Funds

Compulsory levy/voluntary contribution fund – if invested in assets	-	-
	<u>-</u>	<u>-</u>
Other fund(s) required by rules		
Balance as at start of year	-	-
Transferred to reserve	-	-
Transferred out of reserve	-	-
Balance as at end of year	<u>-</u>	<u>-</u>

Note 10: Consideration to employers for payroll deductions

There are no expenses incurred as consideration to employers making payroll deductions of membership subscriptions.

Note 11: Segment information

The Union operates in one business and one geographic segment. Hence no separate segment information has been provided.

Note 12: Cash flow

Note 12A: Cash flow reconciliation

Reconciliation of cash and cash equivalents as per Balance Sheet to Cash Flow Statement:

Cash and cash equivalents as per:

Cash flow statement	1,487,717	1,105,717
Balance sheet	1,487,717	1,105,717
Difference	<u>-</u>	<u>-</u>

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017	2016
		\$	\$
Note 12A: Cash flow reconciliation (continued)			
Reconciliation of profit/(deficit) to net cash from operating activities:			
Net profit for the year		342,276	212,294
Adjustments for non-cash items:			
- Profit on disposal of non-current assets		(2,759)	-
- Written off of non-current assets	6	-	184
- Depreciation of non-current assets	6	46,655	53,994
Changes in assets/liabilities			
- (Increase)/decrease in trade and other receivables		2,221	(2,719)
- (Increase)/decrease in inventories		(1,219)	(55,748)
- (Increase)/decrease in other current assets		24,009	(7,177)
- Increase/(decrease) in trade payables		(20,786)	(21,662)
- Increase/(decrease) in other payables		6,309	(5,636)
- Increase/(decrease) in employee provisions		21,052	39,138
Net cash generated from operating activities		<u>417,758</u>	<u>212,668</u>
Note 12B: Cash flow information			
Cash inflows			
United Firefighters Union of Australia		4,344	13,176
United Firefighters Union of Australia Union of Employees Queensland		1,339	-
Total cash inflows		<u>5,683</u>	<u>13,176</u>
Cash outflows			
United Firefighters Union of Australia		74,800	94,541
United Firefighters Union of Australia Union of Employees Queensland		1,494	-
Total cash outflows		<u>76,294</u>	<u>94,541</u>

Note 13: Contingent liabilities, assets and commitments

Note 13A: Commitments and contingencies

Operating lease commitments – as lessee

The Union has no operating lease commitments for the year ended 31 December 2017.

Operating lease commitments – as lessor

The Union has no operating lease commitments for the year ended 31 December 2017.

Capital commitments

As at 31 December 2017 the Union had not committed to any capital expenditure.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 13: Contingent liabilities, assets and commitments (continued)

Finance lease commitments

The Union has no finance lease commitments for the year ended 31 December 2017.

Other contingent assets and liabilities

The Union has no contingent assets and liabilities for the year ended 31 December 2017.

Note 14: Related party disclosures

Note 14A: Related party transactions for the reporting period

Related parties and nature of their relationship

United Firefighters Union of Australia West Australian Branch (National Union)

- This is West Australian Branch of a federally regulated union with the same members and officers as the state union.

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

	2017	2016
	\$	\$
Revenue received from the following:		
- Frank Martinelli		
Service Recovery Fund for Holiday Home (Melros) 1 week	420	-
Service Recovery Fund for Holiday Home (Dunsborough) 1 week	-	470
Purchase of merchandise	-	142
Use of Personnel Carrier	200	100
Centennial Ball Tickets – 2	-	360
- Kevin Jolly		
Service Recovery Fund for Holiday Home (Dunsborough) 1 week	490	480
Purchase of merchandise	-	420
Reimbursements to Union	250	839
Centennial Ball Tickets – 8	-	1,440
- Related Party of Kevin Jolly		
Centennial Ball Tickets – 7	-	1,260
- Adam Steenson		
Purchase of merchandise (\$45.00 + \$2.00)	47	31
Centennial Ball Tickets – 1	-	180
- Lea Anderson		
Service Recovery Fund for Holiday Home (Melros) 3 nights	-	240
Purchase of merchandise (\$55.00 + \$65.00)	120	80
Reimbursements to Union	250	515
Centennial Ball Tickets – 6	-	1,080
- Brad Stockley		
Service Recovery Fund for Holiday Home (Melros) 3 nights	245	240
Purchase of merchandise	-	70

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Note 14A: Related party transactions for the reporting period (continued)		
- Steve Matthews		
Purchase of merchandise	-	180
Centennial Ball Tickets – 2	-	360
- Leigh Bishop		
Centennial Ball Tickets – 2	-	360
- Scott Gamble		
Service Recovery Fund for Holiday Home (Melros) 1 week	-	320
Purchase of Merchandise	25	727
Centennial Ball Tickets – 10	-	1,800
- Dean Fanderlinden		
Purchase of Merchandise	-	80
Use of Personnel Carrier 2 days	-	200
- Kerry Bailey		
Purchase of Merchandise	55	58
Centennial Ball Tickets – 2	-	360
- Lexie Bowring		
Purchase of Merchandise (\$65.00 + \$30.00)	95	965
Centennial Ball Tickets – 6	-	1,080
- Mick DiLallo		
Purchase of Merchandise	-	70
Use of Personnel Carrier	-	100
- Clem Chan		
Purchase of Merchandise	20	125
Use of Personnel Carrier	200	-
Centennial Ball Tickets – 1	-	180
- Mick Bartlett		
Service Recovery Fund for Holiday Home (Dunsborough) 1 week	490	-
Purchase of Merchandise	46	16
Centennial Ball Tickets – 2	-	360
- Marty Coles		
Purchase of Merchandise	-	25
- Lou Parker		
Purchase of Merchandise (\$225.00 + \$25.00 + \$65.00 + \$300.00)	615	55
Centennial Ball Tickets – 2	-	360
- Darryl Browning		
Centennial Ball Tickets – 10	-	1,800
- United Firefighters Union of Australia South Australian Branch		
Centennial Ball Tickets – 9	-	1,620
- United Firefighters Union of Australia (National Office)		
Centennial Ball Tickets – 33	-	5,940
	3,568	25,088

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 14A: Related party transactions for the reporting period (continued)

Terms and conditions of transactions with related parties

In the case of Holiday Home use, the related parties applied for use of the Holiday Home, as all members of the Union may, as a benefit of Membership. The terms for use by the Union's members are equivalent between the members. Third parties who are not members of the Union are charged a premium of approximately 25% on top of the members' service recovery funds terms.

Other sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances for sales and purchases at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 December 2017, the United Firefighters Union of Australia West Australian Branch has not recorded any impairment of receivables relating to amounts owed by related parties and declared person or body (2016: \$Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

Note 14B: Key management personnel remuneration for the reporting period

	2017	2016
	\$	\$
Short-term employee benefits:		
– Salary (including annual leave taken)	262,976	258,939
– Annual leave accrued	4,530	45,555
– Remuneration for attending meeting & conferences & travel allowance	4,800	3,400
– Committee honorariums	-	-
– Meeting expenses	-	-
Total short-term employee benefits	<u>272,306</u>	<u>307,894</u>
Post-employment benefits:		
– Superannuation	33,529	33,014
Total post-employment benefits	<u>33,529</u>	<u>33,014</u>
Other long-term benefits:		
– Long service leave	66,114	57,203
Total long-term benefits	<u>66,114</u>	<u>57,203</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Note 14C: Transactions with key management personnel and their close family members		
Loan to/from key management personnel	-	-
Other transactions with key management personnel		
- Kevin Jolly		
Service Recovery Fund for Holiday Home (Dunsborough)	490	480
Purchase of merchandise	-	420
Reimbursements to Union	250	839
Centennial Ball Tickets – 8	-	1,440
- Related Party of Kevin Jolly		
Centennial Ball Tickets – 7	-	1,260
- Lea Anderson – Reimbursements to Union		
Service Recovery Fund for Holiday Home (Melros)	-	240
Purchase of merchandise	120	80
Reimbursements to Union	250	515
Centennial Ball Tickets – 6	-	1,080
	<u>1,110</u>	<u>6,354</u>
Note 15: Remuneration of auditors		
Value of the services provided		
- Financial statement audit services	8,500	8,274
- Other services & membership audit	7,244	7,603
Total remuneration of auditors	<u>15,744</u>	<u>15,877</u>

Other services include preparation of financial statements, updated depreciation schedule, end of year reconciliations and membership audit.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 16: Trust account (Annual Dinner Funds)

Funds held at P & N Bank (Account no. 0330-5766) as at balance sheet date over which the Union has control but are not included in the financial statements are as follow:

	2017	2016
	\$	\$
Profit and Loss Statement		
Income		
Subscriptions	98,756	96,962
Annual dinner fees	13,549	12,377
Interest received	75	61
Total income	<u>112,380</u>	<u>109,400</u>
Expenses		
Send offs	3,800	2,800
Annual dinner expenses	73,908	71,615
Total expenses	<u>77,708</u>	<u>74,415</u>
Surplus for the year	<u><u>34,672</u></u>	<u><u>34,985</u></u>
 Balance Sheet		
Assets		
Cash at bank	181,945	157,687
Other receivables	37	-
Deposit	11,000	-
Total assets	<u>192,982</u>	<u>157,687</u>
Liabilities		
Other payables	625	2
Total liabilities	<u>625</u>	<u>2</u>
Net assets	<u><u>192,357</u></u>	<u><u>157,685</u></u>
 Equity		
Retained earnings at beginning of the year	157,685	122,700
Surplus for the year	34,672	34,985
Retained earnings at end of the year	<u><u>192,357</u></u>	<u><u>157,685</u></u>

The 'Annual Dinner Funds' Account is a social club. Members of the Union elect to join and the funds are used solely for social functions for members and are not part of the Union's financial statements.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 17: Financial instruments

The Union's financial instruments consist mainly of deposits with banks, local money market instruments, short-term investments, accounts receivable and payable, bank loans and overdrafts.

Note 17A: Categories of financial instruments

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	2017	2016
	\$	\$
Financial assets		
Cash and cash equivalents	1,487,717	1,105,717
Trade and other receivables	4,663	6,884
Total financial assets	1,492,380	1,112,601
Financial liabilities		
Trade payables	69,762	90,548
Other payables	22,365	16,056
Total financial liabilities	92,127	106,604

Note 17B: Net income and expense from financial assets

Cash and cash equivalents		
Interest revenue	11,116	11,394
	11,116	11,394

The net income/expense from financial assets not at fair value from profit and loss is \$11,116 (2016: \$11,394).

Note 17C: Net income and expense from financial liabilities

The Union had no net income and expense from financial liabilities during the year ended 31 December 2017.

The net income/expense from financial liabilities not at fair value from profit and loss is Nil (2016: \$Nil).

Note 17D: Credit risk

The Union is exposed to credit risk on account of (a) default by individual members to pay their maximum membership fee; and (b) default by users to pay the service recovery funds charges.

The Union's maximum exposure to credit risk is the carrying amount of trade and other receivable at reporting date.

The credit risk is managed by ensuring that (a) membership dues are deducted by the employers as part of the payroll processing; and (b) service recovery funds are invoiced in advance prior to occupancy.

The Union does not monitor the credit risks in relation to cash and cash equivalent, which are transacted through creditworthy financial institutions. The management believes that these institutions are being subject to strict prudential norms imposed by Legislation, Reserve Bank and other regulatory authorities.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 17D: Credit risk (continued)

Credit quality of financial instruments not past due or individually determined as impaired

	Not Past Due Nor Impaired	Past due or impaired	Not Past Due Nor Impaired	Past due or impaired
	2017	2017	2016	2016
	\$	\$	\$	\$
Trade and other receivables	4,338	325	4,260	2,624
	<u>4,338</u>	<u>325</u>	<u>4,260</u>	<u>2,624</u>

Ageing of financial assets that were past due but not impaired for 2017

	0 to 30 days	31 to 60 days	61 to 90 days	90+ days	Total
	\$	\$	\$	\$	\$
Trade and other receivables	4,338	-	-	325	4,663
	<u>4,338</u>	<u>-</u>	<u>-</u>	<u>325</u>	<u>4,663</u>

Ageing of financial assets that were past due but not impaired for 2016

	0 to 30 days	31 to 60 days	61 to 90 days	90+ days	Total
	\$	\$	\$	\$	\$
Trade and other receivables	4,260	559	-	2,065	6,884
	<u>4,260</u>	<u>559</u>	<u>-</u>	<u>2,065</u>	<u>6,884</u>

Note 17E: Liquidity risk

Liquidity risk is the risk that the Union will encounter difficulties in meeting the contractual obligations of its financial liabilities (principally due to shortage of funds).

The Union is not exposed to any significant liquidity risk and is therefore not actively managing its liquidity risk.

Contractual maturities for financial liabilities 2017

	On Demand	1 – 2 years	2 – 5 years	> 5 years	Total
	\$	\$	\$	\$	\$
Trade payables	69,762	-	-	-	69,762
Other payables	22,365	-	-	-	22,365
	<u>92,127</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,127</u>

Contractual maturities for financial liabilities 2016

Trade payables	90,548	-	-	-	90,548
Other payables	16,056	-	-	-	16,056
	<u>106,604</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,604</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 17F: Market risk

Interest rate risk

Interest rate risk is the risk that the fair values and cash-flows of Union's financial instruments will be affected by changes in the market interest rates.

The management of the Union believes that the risk of interest rate movement would not have material impact on Union's operations.

Other price risk

Other price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) of securities held.

Sensitivity analysis

The following table illustrates sensitivities to the Union's exposures to changes in interest rates and equity prices. The table indicates the impact on how profit and equity values reported at the end of the reporting period would have been affected by changes in the relevant risk variable that management considers to be reasonably possible.

These sensitivities assume that the movement in a particular variable is independent of other variables.

	Profit	Equity
	\$	\$
Year ended 31 December 2017		
+/-1% in interest rates	9,000	9,000
Year ended 31 December 2016		
+/-1% in interest rates	9,000	9,000

No sensitivity analysis has been performed on foreign exchange risk as the Union has no material exposures to currency risk.

There have been no changes in any of the assumptions used to prepare the above sensitivity analysis from the prior year.

Note 18: Fair value measurements

Note 18A: Financial assets and liabilities

Management of the Union assessed that cash and cash equivalents, trade receivables, trade payables, accruals and other current liabilities approximate their carrying amounts largely due to the short term maturities of these instruments.

The fair value of financial assets and liabilities is included at the amount which the instrument could be exchanged in a current transaction between willing parties. The following methods and assumptions were used to estimate the fair values:

- Fair values of the Union's interest-bearing borrowings and loans are determined by using a discounted cash flow method. The discount rate used reflects the issuer's borrowing rate as at the end of the reporting period. The own performance risk as at 31 December 2017 was assessed to be insignificant
- Fair value of available-for-sale financial assets is derived from quoted market prices in active markets.
- Long-term fixed-rate and variable-rate receivables/borrowings are evaluated by the Union based on parameters such as interest rates and individual credit worthiness of the customer. Based on this evaluation, allowances are taken into account for the expected losses of these receivables. As at 31 December 2017 the carrying amounts of such receivables, net of allowances, were not materially different from their calculated fair values.

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 18A: Financial assets and liabilities (continued)

The following table contains the carrying amounts and related fair values for the Union's financial assets and liabilities:

	Carrying amount 2017 \$	Fair value 2017 \$	Carrying amount 2016 \$	Fair value 2016 \$
Financial assets				
Cash and cash equivalents	1,487,717	1,487,717	1,105,717	1,105,717
Trade and other receivables	4,663	4,663	6,884	6,884
Total financial assets	1,492,380	1,492,380	1,126,601	1,126,601
Financial liabilities				
Trade payables	69,762	69,762	90,548	90,548
Other payables	22,365	22,365	16,056	16,056
Total financial liabilities	92,127	92,127	106,604	106,604

Note 18B: Fair Value Hierarchy

The following tables provide an analysis of financial and non-financial assets and liabilities that are measured at fair value, by fair value hierarchy.

Fair value hierarchy – 31 December 2017

	Date of valuation	Level 1 \$	Level 2 \$	Level 3 \$
Assets measured at fair value				
Land and buildings				
Office property at North Perth	January 2017	-	2,300,000	-
Investment property				
- 6 Pelican Place, Dunsborough	7/02/17	-	650,000	-
- 19 Melros Beach Road, Dawesville	2/02/17	-	385,000	-
- Lot 104, 7 Howe Court, Walpole	25/01/18	-	99,000	-
Total		-	3,434,000	-
Liabilities measured at fair value				
None	N/A	-	-	-
Total		-	-	-

UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Note 18B: Fair Value Hierarchy (continued)

Fair value hierarchy – 31 December 2016

	Date of valuation	Level 1	Level 2	Level 3
		\$	\$	\$
Assets measured at fair value				
Land and buildings				
Office property at North Perth	January 2017	-	2,300,000	-
Investment property				
- 6 Pelican Place, Dunsborough	7/02/17	-	650,000	-
- 19 Melros Beach Road, Dawesville	2/02/17	-	385,000	-
- Lot 104, 7 Howe Court, Walpole	11/01/17	-	140,000	-
Total		-	3,475,000	-
Liabilities measured at fair value				
None	N/A	-	-	-

There were no transfers between Level 1 and Level 2 for assets measured at fair value on a recurring basis during the reporting period (2016: no transfers).

Note 18C: Description of Significant Unobservable Inputs

There were no significant unobservable inputs for Level 3 assets and liabilities at fair value (i.e. investment property, financial assets / liabilities) noted during the reporting period.

Note 19: Business combinations

The Union did not enter into any business combinations during the financial year ended 31 December 2017.

Note 20: Administration of financial affairs by a third party

The union did not engage a third party to administer their financial affairs during the year ended 31 December 2017.

Note 21: Comparative figures

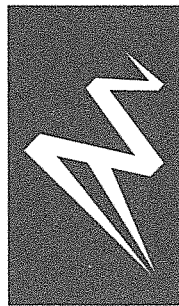
Certain comparative figures have been restated to conform with current year's presentation.

Note 22: 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 Commissioner:

- (1) A member of a reporting unit, or the Commissioner, 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).



Anderson Munro & Wyllie

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

Report on the Audit of the Financial Report

Opinion

I have audited the financial report of United Firefighters Union of Australia West Australian Branch, which comprises the statement of financial position as at 31 December 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 31 December 2017, notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the committee.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of United Firefighters Union of Australia West Australian Branch as at 31 December 2017, and its financial performance and its cash flows for the year ended on that date in accordance with:

- a) the Australian Accounting Standards; and
- b) any other requirements imposed by the Reporting Guidelines or Part 3 of Chapter 8 of the *Fair Work (Registered Organisations) Act 2009* (the RO Act).

I declare that management's use of the going concern basis in the preparation of the financial statements of the Union is appropriate.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Union in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Union is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the RO Act, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management is responsible for assessing the Union's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee of Management either intend to liquidate the Union or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objective is to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.



As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Union's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Union's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Union to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Union to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Union audit. I remain solely responsible for my audit opinion.

I communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I declare that I am an approved auditor, a member of Chartered Accountants Australia and New Zealand and hold a current Public Practice Certificate.

Anderson Munro + Wyllie

ANDERSON MUNRO & WYLLIE

Chartered Accountants

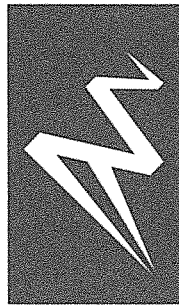
Address: Unit 8, 210 Winton Road, Joondalup, Western Australia

MARTIN SHONE

Principal & Registered Company Auditor

RO Registration number AA2017/8

Dated at Perth, Western Australia this 19th day of February 2018



Anderson Munro & Wyllie

CHARTERED ACCOUNTANTS

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UNITED FIREFIGHTERS UNION OF AUSTRALIA WEST AUSTRALIAN BRANCH

STATEMENT OF RECOVERY OF WAGES

Based on representations made to us by the United Firefighters Union of Australia West Australian Branch and our work undertaken for the year ended 31 December 2017, it appears that there was no recovery of wages activities occurred in the reporting period.

Anderson Munro + Wyllie

ANDERSON MUNRO & WYLLIE

Chartered Accountants

Address: Unit 8, 210 Winton Road, Joondalup, Western Australia

MARTIN SHONE

Principal & Registered Company Auditor

RO Registration number AA2017/8

Dated at Perth, Western Australia this *19th* day of February 2018