



Australian Government
Registered Organisations Commission

12 January 2018

Mr Tony Khoury
Executive Director
Waste Contractors & Recyclers Association of NSW
Suite 2, First Floor
12-16 Daniel Street
WETHERILL PARK NSW 2164

By email: tony@wcraa.com.au

Dear Mr Khoury

Section 269 application for certificate stating financial affairs of reporting unit are encompassed by financial affairs of associated State body for year ended 30 June 2017 (FR2017/218)

I refer to the application lodged pursuant to section 269 of the *Fair Work (Registered Organisations) Act 2009 (RO Act)* in respect of the Waste Contractors & Recyclers Association of NSW (**WCRA**) for the financial year ended 30 June 2017. The application was lodged with the Registered Organisations Commission (**ROC**) on 12 December 2017. The financial report of the Waste Contractors and Recyclers Association of New South Wales (**the Association**) had previously been provided to the ROC on 27 November 2017.

I am satisfied that WCRA is a reporting unit and that its financial affairs for the financial year ended 30 June 2017 were encompassed by the Association, an associated State body registered under the *Industrial Relations Act 1996 (NSW)*. The attached certificate reflects this decision.

I make the following comment in relation to the Association's financial report which was provided to the ROC on 27 November 2017. The financial report states that it has been prepared in accordance with the RO Act instead of the *Industrial Relations Act 1996 (NSW)*. The Auditor's Statement also refers to the RO Act. Please ensure that in future years that financial report refers to the correct legislation that it was prepared in accordance with.

If you wish to discuss this matter, please contact Joanne Fenwick on (03) 9603 0731 or by email at joanne.fenwick@roc.gov.au.

Yours sincerely

Chris Enright
Executive Director
Registered Organisations Commission



CERTIFICATE

Fair Work (Registered Organisations) Act 2009

s.269(2)(a)—Reporting unit's financial affairs encompassed by associated State body

Waste Contractors & Recyclers Association of NSW
(FR2017/218)

MR ENRIGHT

MELBOURNE, 12 JANUARY 2018

Reporting unit's financial affairs encompassed by associated State body

[1] On 12 December 2017 an application was made under s.269(2)(a) of the *Fair Work (Registered Organisations) Act 2009* (the Act) by the Waste Contractors & Recyclers Association of NSW (the reporting unit) for a certificate stating that the financial affairs of the reporting unit are encompassed by the financial affairs of the Waste Contractors and Recyclers Association of New South Wales (the Association), an associated State body, in respect of the financial year ending 30 June 2017.

[2] On 27 November 2017, the reporting unit lodged a copy of the audited accounts of the Association with the Registered Organisations Commission.

[3] I am satisfied that the Association:

- is registered under the *Industrial Relations Act 1996 (NSW)*, a prescribed State Act; and
- is, or purports to be, composed of substantially the same members as the reporting unit; and
- has, or purports to have, officers who are substantially the same as designated officers in relation to the reporting unit; and
- is an associated State body.

[4] I am further satisfied that:

- the Association has in accordance with prescribed State legislation, prepared accounts, had those accounts audited, provided a copy of the audited accounts to its members and lodged the accounts with the relevant State authority;
- any members of the reporting unit who are not also members of the Association have been provided with copies of the accounts at substantially the same time as the members of the reporting unit who are members of the Association; and
- a report under s.254 of the Act has been prepared in respect of those activities of the reporting unit and has been provided to the members of the reporting unit with copies of the accounts.

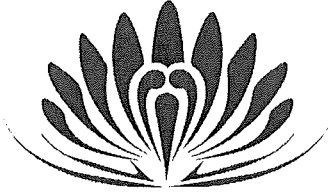
[5] I am satisfied that the financial affairs of the reporting unit in respect of the financial year ending 30 June 2017, are encompassed by the financial affairs of the Association and I certify accordingly under s.269(2)(a) of the Act.



DELEGATE OF THE COMMISSIONER

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WASTE CONTRACTORS &
RECYCLERS ASSOCIATION
OF N.S.W

BN 72 805 135 472

12th December 2017

Financial Reporting Branch
Registered Organisations Commission

By email joanne.fenwick@roc.gov.au

Dear Ms Fenwick

Application pursuant to s269 Fair Work (Registered Organisations) Act 2009

The Waste Contractors and Recyclers Association of New South Wales (the reporting unit) hereby makes application pursuant to s269 of the *Fair Work (Registered Organisations) Act 2009* to be taken to have satisfied the requirements of the Act.

Relief Sought

That the General Manager issue a certificate stating that the financial affairs of the reporting unit are encompassed by the financial affairs of the Waste Contractors and Recyclers Association of New South Wales registered under the Industrial Relations Act 1996 (the associated state body) for the financial year ending 30 June 2017.

Grounds and Reasons

Section 269 applies to the Waste Contractors and Recyclers Association of New South Wales (hereinafter referred to as the "Reporting Unit") on the following basis:

1. Waste Contractors and Recyclers Association of New South Wales (hereinafter referred to as the "associated State body") is registered as an industrial Association of Employers under the New South Wales *Industrial Relations Act 1996*, a prescribed State Act.
2. The associated State body is composed of the same Members as the Reporting Unit. There are no members of the Reporting Unit who are not also members of the associated State body.
3. The associated State body has the same officers as the Reporting Unit;
4. The financial affairs of the reporting unit are encompassed by the financial affairs of the associated State body for the financial year ending 30 June 2016.

Suite 2, First Floor
12-16 Daniel Street
Wetherill Park NSW 2164

PO Box 6643
Wetherill Park BC NSW 2164

Phone (02) 9604 7206
Fax (02) 9604 7256
Email tony@wcra.com.au

5. The associated NSW State body has, in accordance with prescribed State legislation, prepared accounts, had those accounts audited, provided a copy of the audited accounts to its members and lodged the accounts with the NSW Industrial Registrar;
6. The Reporting unit has previously lodged a copy of the audited accounts with ROC on 23 November 2017; and
7. A report under s254 of the *Fair Work (Registered Organisations) Act 2009* has been prepared in respect of the activities of the Reporting unit and has been provided to members of the Reporting unit with the copies of the accounts. A compliant copy of this "Operating Report" is attached in your preferred format.

Waste Contractors and Recyclers Association of NSW (as the Reporting unit) submits that based on the grounds and reasons stated herein it has satisfied s269 of the *Fair Work (Registered Organisations) Act 2009* and consequently seeks relief as sought in this application.

Should you require further information, please contact our Executive Director, Mr Tony Khoury at the Association's office.

Yours faithfully



Scott Bayliss
Vice President



Jeff Brandstater
Secretary

Attach.

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW OPERATING REPORT

In accordance with section 254 of the Fair Work (Registered Organisations) Act 2009, the Operating Report of the federally registered Waste Contractors and Recyclers Association of NSW for the year ending 30 June 2017 presents as follows:

1. Review of Principal Activities during year

A review of the principal activities is contained in the attached Executive Report for 2017, delivered by the Executive to the Members on 14th November 2017.

2. Significant changes in nature of activities (if any)

There are no significant changes to report.

3. Review of Results of activities

Please refer to the Executive Report for 2017

4. Details of any Significant changes in financial affairs during year

There were no significant changes in the Association's financial affairs during the year.

5. Resignation of Members' (rights)

All new Members are advised of the Rules of the Association via the Membership Application form and a full current copy of the Rules is available on the WCRA website. Further, Members are reminded that the provisions of Rule 7 must be complied with in relation to the cessation of Membership.

6. Superannuation entity / scheme trustees (names & positions of, if any)

There is no information to disclose under this heading.

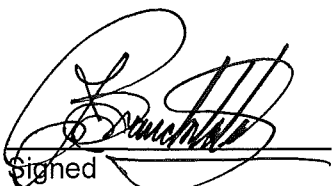
7. Other Prescribed Information (In accordance with Regulation 159)

(a) The number of Members as at 30 June 2017 was 190. A full and detailed breakup of Member numbers as at November 2017 is contained in the attached Executive Report.

(b) The Association is serviced by a number of Contractors and there are no full-time, part-time or casual employees.

(c) The names of the committee members of the Executive for the year 1 July 2016 through to 30 June 2017 are listed in the attached Executive Report

(d) All Members of the Executive held their position for the entire year (unless otherwise indicated - if applicable).


Signed
Jeff Brandstater, Secretary

Dated 12th December 2017

**WASTE CONTRACTORS AND RECYCLERS
ASSOCIATION OF NSW
ABN 72 805 135 472**

**FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2017**

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**STIRLING INTERNATIONAL
CHARTERED ACCOUNTANTS
ABN 65 085 182 822**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WASTE CONTRACTORS
AND RECYCLERS ASSOCIATION OF NSW**

Opinion

I have audited the financial report of Waste Contractors and Recyclers Association of NSW, which comprises the statement of financial position as at 30 June 2017, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2017, notes to the financial statements, including a summary of significant accounting policies; and the Committee of Management Statement.

In my opinion, the accompanying financial report presents fairly, in all material aspects, the financial position of Waste Contractors and Recyclers Association of NSW as at 30 June 2016, 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 Association 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 Reporting Unit 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.

Information Other than the Financial Report and Auditor's Report Thereon

The Committee of Management is responsible for the other information. The other information obtained at the date of this auditor's report is in the Operating Report accompanying the financial report.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.



In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Committee of Management for the Financial Report

The Committee of Management of the Waste Contractors and Recyclers Association of NSW 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 Reporting Unit'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 Association 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 Waste Contractors and Recyclers Association of NSW'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 Waste Contractors and Recyclers Association of NSW'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 Reporting Unit 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 Waste Contractors and Recyclers Association of NSW to express an opinion on the financial report. I am responsible for the direction, supervision and performance of the Association's 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 the Institute of Chartered Accountants and hold a current Public Practice Certificate.

Roger Williams
Registration Number 932
Stirling International
Level 3, 225 Clarence Street, Sydney
Dated this 14th day of November 2017

Level 3, 225 Clarence Street Sydney NSW 2000 Australia
PO Box Q182 Sydney NSW 1230
Telephone (02) 8268 8188 Facsimile (02) 8268 8199
Email: office@stirlinginternational.com.au

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WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

s.268 Fair Work (Registered Organisations) Act 2009

Certificate by the Secretary for the year ended 30 June 2017

I, Scott Bayliss, being the Secretary of the Waste Contractors and Recyclers Association of NSW certify:

- that the documents lodged herewith are copies of the full report for the Waste Contractors and Recyclers Association of NSW for the year ended 30 June 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 ; and
- that the full report was presented to a general meeting of members in accordance with s.266 of the *Fair Work (Registered Organisations) Act 2009*.



Scott Bayliss
Secretary



Dated: 14th November 2017

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Committee's Report

The Committee of Management presents its operating report on Waste Contractors and Recyclers Association of NSW for the year ended 30 June 2017.

Committee Members

The names of committee members throughout the year and at the date of this report are:

Harry Wilson (President)
David Harrison
Jeffrey Brandstater
Glenn Gauslaa
Nathan Ung
Mark Taylor

Scott Bayliss (Secretary)
Jesse Brown
Gregory Turner
David Johnston
Susie McBurney
Mark Falanga

Principal Activities

The principal activities of the association during the financial year were to provide support and services to members of the association.

Significant Changes in financial affairs

No significant change in the nature of these activities occurred during the year.


Operating Result

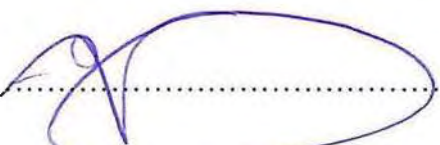
The surplus for the year amounted to \$44,685 (2016 surplus of \$84,289).

Number of Members

At the end of the financial year there were 190 members – (191 members in 2016).

Signed in accordance with a resolution of the members of the committee.

..... *FSA Brandstater* 
Committee Member

..... *SUSIE MCBURNEY* 
Committee Member

Dated 14th November 2017

Committee of Management Statement for the year ended 30 June 2017

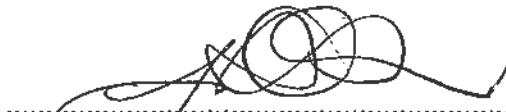
On 14th November 2017, the Executive Committee of Waste Contractors and Recyclers Association of NSW passed the following resolution in relation to the general purpose financial report (GPFR) for the year ended 30 June 2017:

The Executive Committee 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 Waste Contractors and Recyclers Association of NSW for the financial year to which they relate;
- (d) there are reasonable grounds to believe that Waste Contractors and Recyclers Association of NSW 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 Waste Contractors and Recyclers Association of NSW have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of Waste Contractors and Recyclers Association of NSW have been kept and maintained in accordance with 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 Waste Contractors and Recyclers Association of NSW or General Manager duly made under section 272 of 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.
 - (vii) No revenue has been derived from undertaking of wages activity during the year ended 30 June 2017.

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

GREG TURNER

A handwritten signature in black ink, appearing to be 'GREG TURNER', written over a horizontal dotted line.

Committee Member

Name and title of designated officer:

Dated: 14th November 2017

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Statement of Comprehensive Income for the year ended 30 June 2017

	Note	2017 \$	2016 \$
REVENUE			
Members' subscriptions		393,637	401,785
Functions and events		64,552	74,095
Sponsorship		117,591	106,045
Training, commission and consultancy fees		35,660	36,953
EPA workshops		74,691	81,890
Code of Practice - CBD Waste		3,600	31,379
Interest income		15,610	14,899
Other revenue		2,648	2,649
Waste and Recycling Expo		15,956	13,004
Total Revenue		<u>723,945</u>	<u>762,699</u>
EXPENDITURE			
Administration expenses	2	47,176	49,738
Code of Practice - CBD Waste		4,375	21,675
Contracting fees		390,634	343,445
Depreciation	3	17,414	17,340
EPA workshops		72,589	75,340
Functions and events		72,575	78,337
Legal fees		18,816	41,516
Property expenses		22,145	19,283
Training expenses		33,536	31,736
Total Expenses		<u>679,260</u>	<u>678,410</u>
Surplus for the year		44,685	84,289
Other comprehensive income:			
Items that will be subsequently reclassified to profit or loss		0	0
Total comprehensive income for the year		<u>44,685</u>	<u>84,289</u>

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

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Statement of Financial Position as at 30 June 2017

	Note	2017	2016
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents	4	1,078,516	927,187
Trade and other receivables	5	506,228	414,638
Total Current Assets		<u>1,584,744</u>	<u>1,341,825</u>
Non-Current Assets			
Strata Property	6	673,126	688,543
Plant and equipment	6	4,318	5,574
Total Non-Current Assets		<u>677,444</u>	<u>694,117</u>
Total Assets		<u>2,262,188</u>	<u>2,035,942</u>
LIABILITIES			
Current Liabilities			
Trade payables	7	67,998	93,243
Other payables	8	473,416	478,818
Deferred income	9	200,000	0
Total Current Liabilities		<u>741,414</u>	<u>572,061</u>
Non-Current Liabilities			
Provision	10	104,203	91,995
Total Non-Current Liabilities		<u>104,203</u>	<u>91,995</u>
Total Liabilities		<u>845,617</u>	<u>664,056</u>
NET ASSETS		<u>1,416,571</u>	<u>1,371,886</u>
EQUITY			
Retained Earnings		1,416,571	1,371,886
Total Equity		<u>1,416,571</u>	<u>1,371,886</u>

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

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW**ABN 72 805 135 472****Statement of Changes in Equity for the year ended 30 June 2017**

	Retained earnings	Total equity
	\$	\$
Balance as at 1 July 2015	1,287,597	1,287,597
Comprehensive income		
Surplus for the year	84,289	84,289
Other comprehensive income	0	0
Total comprehensive income	<u>1,371,886</u>	<u>1,371,886</u>
Closing balance as at 30 June 2016	1,371,886	1,371,886
Comprehensive income		
Surplus for the year	44,685	44,685
Other comprehensive income for the year	0	0
Total comprehensive income	<u>44,685</u>	<u>44,685</u>
Closing balance as at 30 June 2017	<u>1,416,571</u>	<u>1,416,571</u>

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

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW**ABN 72 805 135 472****Statement Of Cash Flows for the year ended 30 June 2017**

		2017	2016
	Note	\$	\$
OPERATING ACTIVITIES			
Cash received			
Membership and other income from members		726,759	644,680
Sponsorship receipts		88,682	88,895
Interest		16,851	15,380
Cash used			
Payments to suppliers and other customers		(680,222)	(642,859)
Net cash provided by operating activities	13	152,070	106,096
INVESTING ACTIVITIES			
Cash used			
Payment for plant and equipment		(741)	(1,219)
Net cash used in investing activities		(741)	(1,219)
Net increase in cash held		151,329	104,877
Cash and cash equivalents at the beginning of the year		927,187	822,310
Cash and cash equivalents at the end of the year	4	1,078,516	927,187

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

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, Waste Contractors and Recyclers Association of NSW 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 New Australian Accounting Standards

Adoption of New Australian Accounting Standards

No accounting standard has been adopted earlier than the application date stated in the standard. The new accounting standards do not apply to the Association.

1.4 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 sponsorship fees is accounted for on an accrual basis and is recorded as revenue in the year to which it relates.

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.

Notes to the Financial Statements for the year ended 30 June 2017

1.5 Government grants

Government grants are not recognised until there is reasonable assurance that Waste Contractors and Recyclers Association of NSW 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 Waste Contractors and Recyclers Association of NSW recognises as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that Waste Contractors and Recyclers Association of NSW 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 Waste Contractors and Recyclers Association of NSW with no future related costs are recognised in profit or loss in the period in which they become receivable.

1.6 Income Tax

The Association is exempt from income tax under Section 23(h) of the Income Tax Assessment Act and no provision has been made in the accounts for income tax. The Association still has obligation for Goods and Services Tax (GST).

1.7 Cash and Cash Equivalents

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.

1.8 Property, Plant and Equipment

Building, improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all property, plant and equipment is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Depreciation rates applying to each class of depreciable asset are based on the following useful lives:

Notes to the Financial Statements for the year ended 30 June 2017

Strata Building (50 years)

Plant and equipment (3 to 6 years)

1.9 Impairment of 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 of disposal 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 entity was deprived of the asset, its value in use is taken to be its depreciated replacement cost.

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW**ABN 72 805 135 472****Notes to the Financial Statements for the year ended 30 June 2017**

	2017	2016
	\$	\$
Note 2: Administration expenses		
Advertising fees	2,000	0
Audit and accounting fees	4,700	5,100
Bank Charges	3,456	3,242
Computer expenses	4,154	3,716
Insurances	7,130	7,941
Other	8,935	7,476
Printing, postage and stationery	5,338	6,007
Travel and meeting expenses	11,463	16,256
	<u>47,176</u>	<u>49,738</u>

Note 3: Depreciation

Strata property	15,418	15,418
Plant and equipment	1,996	1,922
Total depreciation	<u>17,414</u>	<u>17,340</u>

Note 4: Cash and Cash Equivalents

Cash on hand	500	500
Cash at bank	307,125	257,428
Funds held in Trust	104,203	91,995
Short term deposits	666,688	577,264
	<u>1,078,516</u>	<u>927,187</u>

Note 5: Trade and Other Receivables

Trade debtors	499,428	408,661
Provision for doubtful debts	(5,000)	(5,000)
Other debtors	5,769	10,977
Prepayments	6,031	0
	<u>506,228</u>	<u>414,638</u>

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Notes to the Financial Statements for the year ended 30 June 2017

	2017 \$	2016 \$
Note 6: Property, Plant and Equipment		
Strata property at cost	639,941	639,941
Improvement costs	130,947	130,947
	<u>770,888</u>	<u>770,888</u>
Less accumulated depreciation	(97,762)	(82,345)
Net book value of strata property	<u>673,126</u>	<u>688,543</u>
 Furniture and fittings	 8,532	 8,532
Less accumulated depreciation	(7,773)	(7,295)
	<u>759</u>	<u>1,237</u>
 Office equipment	 19,303	 18,560
Less accumulated depreciation	(15,744)	(14,223)
	<u>3,559</u>	<u>4,337</u>
Net book value of plant and equipment	<u>4,318</u>	<u>5,574</u>
 Balance at 30 June 2017	 <u>677,444</u>	 <u>694,117</u>
 Reconciliation of the Opening and Closing Balances of Strata Property		
As at 1 July 2016		
Gross book value	770,888	769,669
Accumulated depreciation and impairment	(82,345)	(66,927)
Net book value 1 July 2016	<u>688,543</u>	<u>702,742</u>
Additions by purchase	0	1,219
Depreciation expense	(15,417)	(15,418)
Net book value 30 June 2017	<u>673,126</u>	<u>688,543</u>
 Reconciliation of the Opening and Closing Balances of plant and equipment		
As at 1 July 2016		
Gross book value	27,092	27,092
Accumulated depreciation and impairment	(21,518)	(19,596)
Net book value 1 July 2016	<u>5,574</u>	<u>7,496</u>
Additions by purchase	741	0
Depreciation expense	(1,997)	(1,922)
Net book value at 30 June 2017	<u>4,318</u>	<u>5,574</u>

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW**ABN 72 805 135 472****Notes to the Financial Statements for the year ended 30 June 2017**

	2017	2016
	\$	\$
Note 7: Trade Payables		
Trade creditors	47,498	57,743
Accrued expenses	20,500	35,500
	<u>67,998</u>	<u>93,243</u>
Note 8: Other Payables		
Goods and Services Tax	13,430	10,531
Subscriptions received in advance	419,259	398,651
Sponsorships received in advance	40,727	69,636
	<u>473,416</u>	<u>478,818</u>
Note 9: Deferred Income		
Government training grant	200,000	0
	<u>200,000</u>	<u>0</u>
Note 10: Provision		
Loyalty Agreement	104,203	91,995
	<u>104,203</u>	<u>91,995</u>
Note 11: Remuneration of Auditors		
Value of Services provided		
Financial Statements audit services	3,700	3,700
Other services	1,400	1,400
Total remuneration of auditors	<u>5,100</u>	<u>5,100</u>
Note 12: Legal Fees		
Litigation	0	0
Other legal matters	18,816	41,516
Total remuneration of auditors	<u>18,816</u>	<u>41,516</u>

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Notes to the Financial Statements for the year ended 30 June 2017

Note 13: Cash flow reconciliation	2017	2016
	\$	\$
Reconciliation of profit to net cash from operating activities:		
Surplus for the year	44,685	84,289
Adjustments for non-cash items:-		
Depreciation	17,414	17,340
Changes in assets/liabilities		
Increase/(decrease) in net receivables	108,410	(80,330)
Increase/(decrease) in trade creditors and accruals	(22,346)	6,284
Increase in subscriptions in advance	20,608	18,950
Increase/(decrease) in sponsorship in advance	(28,909)	47,636
Increase in other liability	12,208	11,927
Net cash from operating activities	<u>152,070</u>	<u>106,096</u>

Note 14: Related Party Transaction

Interest in Contracts

On 1 June 2005, Waste Contractors and Recyclers Association of NSW entered into a contract with Transector Pty Ltd for whom Mr Tony Khoury acts as managing director, to provide management and business services.

This agreement was varied on 30 June 2009. A five year loyalty agreement was agreed to, whereby each year, commencing on 30 June 2009 for the 2008/2009 financial year, an amount of \$10,000 would be set aside by the Association for the benefit of Transector Pty Ltd and would be set aside in a separate bank account and the proceeds used to reward Transector Pty Ltd at the conclusion of the five year term.

This loyalty agreement was further extended on 1 July 2013 for a five year period. \$10,000 per annum will need to be provided over the next two years. \$104,203 was payable to Transector Pty Ltd as at 30 June 2017.

Note 15: Events after the Reporting Period

There were no events that occurred after 30 June 2017, and/or prior to the signing of the final statements, that would affect the ongoing structure and financial activities of Waste Contractors Recyclers Association of NSW.

Note 16: 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:

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW

ABN 72 805 135 472

Notes to the Financial Statements for the year ended 30 June 2017

- (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).

WASTE CONTRACTORS AND RECYCLERS ASSOCIATION OF NSW**ABN 72 805 135 472****Income and Expenditure Statement for the year ended 30 June 2017**

	2017	2016
	\$	\$
INCOME		
Members' subscriptions	393,637	401,785
Functions and events	64,552	74,095
Sponsorship	117,591	106,045
Training, commission and consultancy fees	35,660	36,953
EPA workshops	74,691	81,890
Code of Practice - CBD Waste	3,600	31,379
Interest income	15,610	14,899
Other revenue	2,648	2,649
Waste and Recycling Expo	15,956	13,004
	<u>723,945</u>	<u>762,699</u>
EXPENDITURE		
Advertising	2,000	0
Audit and accounting fee	4,700	5,100
Bank charges	3,456	3,242
EPA workshops	72,589	75,340
Cleaning and maintenance	7,514	6,781
Code of Practice - CBD Waste	4,375	21,675
Contracting fees	390,634	343,445
Computer expenses	4,154	3,716
Depreciation	17,414	17,340
Electricity, water and rates	8,785	8,157
Functions and events	72,574	78,337
Insurance	7,130	7,941
Legal fees	18,816	41,516
Office expenses	4,089	3,255
Postage, printing, stationery and copier costs	5,338	6,007
Security	480	542
Strata levies and other building costs	6,196	4,500
Telephone and faxes	4,018	3,524
Training	33,535	31,736
Travel and meeting expenses	11,463	16,256
	<u>679,260</u>	<u>678,410</u>
Surplus for the year	<u>44,685</u>	<u>84,289</u>