

**CFMEU Construction And
General Division (Tasmanian
Divisional Branch)**

Financial Statements
For the year ended 31 December 2010

CFMEU Construction & General Division (Tasmanian Divisional Branch)

Contents

Certificate by State Secretary

Operating Report

Committee of Managements' Statement

Independent Audit Report to the Members

Detailed Income and Expenditure Statement

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

CFMEU Construction & General Division (Tasmanian Divisional Branch)

Certificate by State Secretary

For the year ended 31 December, 2010

Certificate by State Secretary

I Anthony Ross Benson being the Secretary of the Construction, Forestry, Mining and Energy Union, Construction and General Division, Tasmania Divisional Branch certify:

- that the documents lodged herewith are copies of the full report referred to in s268 of the RAO Schedule; and
- that the full report was presented to members on the branch's website on the week ending 20th May 2011; and
- that the full report will be presented to a meeting of the committee of management of the reporting unit at the 2nd meeting on the 15th June 2011; in accordance with section 266 of the RAO schedule.

A R Benson, State Secretary

Date

CFMEU Construction & General Division -Tasmanian Branch.

CFMEU Construction & General Division (Tasmanian Divisional Branch)

Operating Report

For the year ended 31 December, 2010

Your Committee of Management submit the financial accounts of the CFMEU Construction & General Division Tasmanian Divisional Branch (the Union) for the financial year ended 31 December, 2010.

Committee Members

The names of committee members during the financial year are (unless otherwise stated held office for the full year): W.White, M.Huxley, D.Cracknell (President), D.Post, J Morgan, M.Norris, M.Van De Kamp, P.Ridgeway, P.Rainey, P.McCarthy, K. Spouse, R.Smedley, S.Hevey, T.Jenkins, T.Benson (Secretary), N. Williamson and T.Jones.

Principal Activities

The principal activities of the Union during the financial year were: implementation of Divisional Executive Decisions, maintenance of Union Rules, Registrations and Affiliations, co-ordinating seminars and courses for Branch Officers to inform them of current relevant developments, representing the Divisions interest on various state and national committees and organisations, and the provision of member support with industrial and related issues.

There were 793 financial members, and 4 salaried employees, plus one paid by honorarium as at 31 December 2010.

Significant Changes in Activities and Financial Position

The Tasmanian union branch recorded an increase in total income for 2010 of \$47,996 over the 2009 year. Additional income of \$25,000 from CBUS superannuation fund was the main factor in increased total revenue. Membership subscriptions were \$4,596 higher, due to an increase in financial members.

Total costs increased by \$24,939 from 2009 with wages costs the main contributor, up by \$12,000. Overall the branch recorded a surplus of \$20,132 in 2010 compared to a deficit of \$2,924 in 2009.

Rights of Members to Resign

All members of the Union have the right to resign in accordance with Rule 11 of the Union Rules (National) and s174 of the RAO Schedule.

Signed in accordance with a resolution of the Members of the Committee on 10th May 2011.



CFMEU Construction & General Division (Tasmanian Divisional Branch)
Committee of Management Statement
For the year ended 31 December, 2010

On 10th May 2011 the Committee of Management of CFMEU - Construction and General Division (Tasmanian Divisional Branch) passed the following resolution in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 31st December 2010:
The Committee of Management declares in relation to the GPFR that in its opinion:

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable;
- (e) during the financial year to which the GPFR relates and since the end of year:
 - (i) meetings of committee of management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the RAO schedule and the RAO Regulations;
 - (iv) the financial records of the reporting unit have have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of the reporting unit duly made under section 272 of the RAO schedule has been furnished to the member.

Signed for the Committee of Management



Date: 10th May 2011

CFMEU Construction & General Division (Tasmanian Divisional Branch)
Independent Audit Report

Scope

I have audited and inspected the accounting records kept by the Construction, Forestry, Mining & Energy Union, Construction & General Division, Tasmanian Divisional Branch in respect of the year ended 31 December 2010, and have received all the information and explanations for the purposes of my audit.

In my opinion:

1. There were kept by the union in respect of the year under review, satisfactory records detailing the sources and nature of income of the Union (including income from members) and the nature and purposes of expenditure in accordance with s252 of the RAO schedule, and
2. The attached general purpose financial report has been prepared in accordance with s253 of the RAO schedule. The accounts set out on the accompanying pages have been prepared from the accounting records of the Union Branch and are properly drawn up so as to give a true and fair view of:
 - (a) the financial affairs of the Union as at 31 December 2010; and
 - (b) the Income and Expenditure and surplus of the Union for the year ended on that date.

Audit opinion

In my opinion, the financial report presents fairly, in accordance with the accounting policies described in Note 1 to the financial statements, the financial position of CFMEU Construction & General Division (Tasmanian Divisional Branch) as at 31 December, 2010 and the results of its operations for the year then ended.

Signed on : 12th May 2011



M C Watts (BBus CPA)

429 Elizabeth Street, North Hobart. TAS 7000.

CFMEU Construction And General Division (Tasmanian Divisional Branch)
Income and Expenditure Statement
For the year ended 31 December 2010

| | 2010 \$ | 2009 \$ |
|-------------------------------------|----------------|----------------|
| Income | | |
| Administration & Directors Fees | 25,890 | 26,390 |
| Member Contributions | 278,172 | 273,576 |
| Training Fees | 25,237 | 17,818 |
| Sundry Income | 6,406 | 473 |
| Training & Promotion Income | 25,000 | - |
| Interest received | 8,166 | 4,819 |
| Loss On Disposal Of Vehicle | - | (2,201) |
| Total income | 368,871 | 320,875 |
| Expenses | | |
| Advertising and promotion | 2,510 | 100 |
| Affiliation & Capitation | 29,544 | 28,459 |
| Accountancy & Audit fees | 3,000 | 3,000 |
| Bank Fees And Charges | 2,085 | 2,926 |
| Cleaning/rubbish removal | - | 257 |
| Computer Software | 450 | 879 |
| Consultants fees | - | 330 |
| Depreciation - M/V & Eq. | 9,340 | 9,940 |
| Donations - Non-Political | 1,050 | 945 |
| Donations Over \$1,000 | 5,000 | - |
| Electricity | 2,777 | 2,935 |
| Xmas And Member Events | 2,812 | 2,560 |
| Fees & charges | 51 | 93 |
| Fringe benefits tax | 2,361 | 2,361 |
| Honorariums | 7,792 | 7,486 |
| Insurance | 8,426 | 6,753 |
| Redundancy And Leave Expenses | 10,000 | 6,000 |
| Meeting & Executive Expenses | 2,084 | 3,718 |
| M/V - car expenses | 11,144 | 10,433 |
| Payroll tax | 11,971 | 10,289 |
| Printing, Postage & Office Expenses | 10,182 | 15,302 |
| Protective clothing | 2,073 | 2,062 |
| Rates & land taxes | 3,523 | 3,865 |
| Water Charges | 965 | 202 |

The accompanying notes form part of these financial statements.

CFMEU Construction And General Division (Tasmanian Divisional Branch)
Income and Expenditure Statement
For the year ended 31 December 2010

| | 2010 \$ | 2009 \$ |
|---|----------------|----------------|
| Repairs & maintenance | 3,438 | 288 |
| Salaries - ordinary | 50,543 | 46,916 |
| Salaries - Office Bearers | 114,500 | 105,998 |
| Security | 940 | 1,268 |
| Staff training | 743 | 45 |
| Sundry expenses | 1,268 | 410 |
| Superannuation | 23,999 | 21,959 |
| Telephone, Fax & I'net | 12,173 | 15,443 |
| Travel, Accom & Organisers expenses | 11,995 | 10,578 |
| Total expenses | 348,739 | 323,800 |
| Surplus from ordinary activities before income tax | 20,132 | (2,924) |
| Income tax revenue relating to ordinary activities | - | - |
| Net surplus attributable to the union | 20,132 | (2,924) |
| Items recognised directly in equity: | | |
| Net increase in Asset Revaluation Reserve | - | 191,910 |
| Total revenues, expenses and valuation adjustments attributable to the union and recognised directly in equity | - | 191,910 |
| Total changes in equity of the union | 20,132 | 188,986 |
| Opening retained surplus | 316,266 | 319,191 |
| Net surplus attributable to the union | 20,132 | (2,924) |
| Closing retained surplus | 336,398 | 316,266 |

The accompanying notes form part of these financial statements.

CFMEU Construction And General Division (Tasmanian Divisional Branch)
Detailed Statement of Financial Position As At 31 December 2010

| | 2010 | 2009 |
|--|----------------|----------------|
| | \$ | \$ |
| Current Assets | | |
| Cash Assets | | |
| Cash At Bank -CBA | 69,313 | 89,034 |
| Members Equity Term Deposit | 173,630 | 115,459 |
| Petty Cash On Hand | 211 | 30 |
| | 243,154 | 204,523 |
| Total Current Assets | 243,154 | 204,523 |
| Non-Current Assets | | |
| Property, Plant and Equipment | | |
| Building -New Town - At Cost | 198,090 | 198,090 |
| Building New Town- Revaluation Increment | 191,910 | 191,910 |
| Office equipment | 44,074 | 44,074 |
| Less: Accumulated Depreciation | (39,604) | (38,419) |
| Motor vehicles - at cost | 43,555 | 43,555 |
| Less: Accumulated depreciation | (19,086) | (10,931) |
| | 418,938 | 428,278 |
| Total Non-Current Assets | 418,938 | 428,278 |
| Total Assets | 662,092 | 632,801 |

The accompanying notes form part of these financial statements.

CFMEU Construction And General Division (Tasmanian Divisional Branch)
Detailed Statement of Financial Position As At 31 December 2010

| | 2010 \$ | 2009 \$ |
|--|----------------|----------------|
| Current Liabilities | | |
| Payables | | |
| Unsecured: | | |
| Other Creditors -Capitation Payable | (8,385) | (1,692) |
| Trade Creditors | 11,746 | 6,274 |
| | 3,361 | 4,582 |
| Current Tax Liabilities | | |
| GST payable control account | 4,258 | 3,438 |
| Amounts withheld from salary and wages | 3,305 | 3,744 |
| FBT Payable | 2,360 | 2,361 |
| | 9,923 | 9,543 |
| Provisions | | |
| Provision for Annual Leave | 2,500 | 2,500 |
| Provision for Long Service Leave | 18,000 | 12,000 |
| Provision for Redundancy | 100,000 | 96,000 |
| | 120,500 | 110,500 |
| Total Current Liabilities | 133,785 | 124,625 |
| Total Liabilities | 133,785 | 124,625 |
| Net Assets | 528,308 | 508,176 |
| Members' Funds | | |
| Reserves | | |
| Assets revaluation reserve | 191,910 | 191,910 |
| Accumulated surplus (deficit) | 336,398 | 316,266 |
| Total Members' Funds | 528,308 | 508,176 |

The accompanying notes form part of these financial statements.

CFMEU Construction And General Division (Tasmanian Divisional Branch)

Statement of Cash Flows

For the year ended 31 December 2010

| | 2010 | 2009 |
|--|-----------------------|-----------------------|
| | \$ | \$ |
| Cash Flow From Operating Activities | | |
| Receipts from customers | 360,705 | 318,257 |
| Payments to Suppliers and employees | (330,240) | (313,131) |
| Interest received | 8,166 | 4,819 |
| Net cash provided by (used in) operating activities (note 2) | <u>38,631</u> | <u>9,945</u> |
| Cash Flow From Investing Activities | | |
| Payment for: | | |
| Net Payments for property, plant and equipment | <u>-</u> | <u>(20,156)</u> |
| Net cash provided by (used in) investing activities | <u>-</u> | <u>(20,156)</u> |
| Net increase (decrease) in cash held | 38,631 | (10,211) |
| Cash at the beginning of the year | <u>204,523</u> | <u>214,734</u> |
| Cash at the end of the year (note 1) | <u><u>243,154</u></u> | <u><u>204,523</u></u> |

The accompanying notes form part of these financial statements.

CFMEU Construction And General Division (Tasmanian Divisional Branch)

Statement of Cash Flows

For the year ended 31 December 2010

2010

2009

Note 1. Reconciliation Of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

| | | |
|-----------------------------|----------------|----------------|
| Cash At Bank -CBA | 69,313 | 89,034 |
| Members Equity Term Deposit | 173,630 | 115,459 |
| Petty Cash On Hand | 211 | 30 |
| | <u>243,154</u> | <u>204,523</u> |

Note 2. Reconciliation Of Net Cash Provided By/Used In Operating Activities To Net Profit

| | | |
|---|----------------------|---------------------|
| Operating profit (loss) after tax | 20,132 | (2,924) |
| Depreciation | 9,340 | 9,940 |
| (Profit) / Loss on sale of property, plant and equipment | 2,201 | 2,201 |
| Changes in assets and liabilities net of effects of purchases and disposals of controlled entities: | | |
| Increase (decrease) in other creditors | (1,221) | 5,744 |
| Increase (decrease) in sundry provisions | 10,380 | (5,015) |
| Net cash provided by operating activities | <u>38,631</u> | <u>9,945</u> |

The accompanying notes form part of these financial statements.

CFMEU Construction & General Division (Tasmanian Divisional Branch)

Notes to the Financial Statements

For the year ended 31 December, 2010

Note 1: Statement of Accounting Policies

The accounts have been prepared in accordance with the Statement of Accounting Concepts and applicable Accounting Standards. The accounts have been prepared on the basis of historical costs and do not take into account changing money values or, except where stated, current valuations of non-current assets. The accounting policies have been consistently applied, unless otherwise stated. The report is a general purpose financial report and has been prepared under the RAO schedule.

In accordance with the requirements of s272 of the RAO schedule, members attention is drawn to the following:

- (1) A member of a reporting unit, or Registrar, may apply to the reporting unit for specified prescribed information in relation to the reporting unit to be made available to the person making the application.
 - (2) The application must be made 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).
-

