

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL, ADMINISTRATIVE,
ENERGY, AIRLINES & UTILITIES BRANCH**

**FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2007**

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL, ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

OPERATING REPORT

The Branch Executive, being the Committee of Management for the purposes of the Workplace Relations Act 1996, presents its operating report of the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical, Administrative, Energy, Airlines & Utilities Branch for the financial year ended 30 June 2007.

1. Review of principal activities during the year: the principal operating activities of the Branch continued to be those of industrial activities that are normally carried out by the Trade Union, there are no significant changes in the principal operating activities.
2. Financial affairs: during the year there were no other significant changes to the financial affairs of the Union.
3. All members have a right to resign from the branch in accordance with Rule 32 and Section 174(1) of the Workplace Relations Act 1996. In accordance with Section 174(1) of the Workplace Relations Act a member of an organisation may resign from membership by written notice addressed and delivered to a person designated for the purpose in the rules of the organisation or a branch of the organisation.
4. Members holding positions on Superannuation Boards:
 - ∞ Members Brian Harris and John Ernst hold the positions as directors on the Board of Local Government Superannuation Scheme; member Paul Marzato holds the position as director on the Board of Energy Industry Superannuation Scheme; member Michael Want holds the position as director on the Board of CARE Superannuation Fund.
 - ∞ Member Michael Want is a trustee/director of CARE Superannuation Fund.
5. At the end of the financial year the total registered members were 34,663.
6. The Branch does not employ any staff members.

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL,
ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH**

OPERATING REPORT (Cont'd)

7. The names of the Executive Governing body members during the year ending 30 June 2007 were;

Name	Period of Appointment
Brian Harris	1.7.06 to 29.9.06
Steven Birney	1.7.06 to 30.6.07
Michael Want	1.7.06 to 30.6.07
Peter Anderson-Smith	1.7.06 to 12.4.07
Halim Assoni	1.7.06 to 12.4.07
Rhonda Barton	1.7.06 to 30.6.07
Ray Bourke	1.7.06 to 12.4.07
Phil Bowering	1.7.06 to 30.6.07
Les Coyle	1.7.06 to 30.6.07
Libby Cumming	1.7.06 to 30.6.07
Tony Dean	1.7.06 to 30.6.07
Diane Fahey	1.7.06 to 12.4.07
Mark Gill	1.7.06 to 30.6.07
Chris Gorman	1.7.06 to 12.4.07
Joanne Jamieson	1.7.06 to 12.4.07
Chris Osborne	1.7.06 to 12.4.07
Harry Pittman	1.7.06 to 30.6.07
Val Rietdyk	1.7.06 to 12.4.07
Maryanne Stuart	1.7.06 to 30.6.07
Jim Taylor	1.7.06 to 30.6.07
Marilyn Timmins	1.7.06 to 30.6.07
Melissa Williams	1.7.06 to 12.4.07
Craig Wilson	1.7.06 to 12.4.07
Martin Wayne	1.7.06 to 12.4.07
Benjamin Kruse	12.4.07 to 30.6.07
John Mackay	12.4.07 to 30.6.07
Christine Tutty	12.4.07 to 30.6.07
Belinda Clark	12.4.07 to 30.6.07
John Beacroft	12.4.07 to 30.6.07
Robyn Davis	12.4.07 to 30.6.07
Russell Woods	12.4.07 to 30.6.07
Kenneth Cross	12.4.07 to 30.6.07
Christina Savage	12.4.07 to 30.6.07
Beverley Spearpoint	12.4.07 to 30.6.07
Doug Woodhouse	12.4.07 to 30.6.07
Paul Strutt	12.4.07 to 30.6.07

Signed in accordance with a resolution of the Branch Executive.

.....
BENJAMIN KRUSE

.....
STEVEN BIRNEY

17 September 2007

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL, ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

BRANCH EXECUTIVE'S STATEMENT

On 17 September 2007 the Branch Executive of the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical, Administrative, Energy, Airlines & Utilities Branch, passed the following resolution in relation to the general purpose financial report (GPFR) of the branch for the year ended 30 June 2007.

The Branch Executive declares in relation to the GPFR that in its opinion:

- (a) the financial report and notes comply with the Australian Accounting Standards;
- (b) the financial report and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the branch for the financial year ended 30 June 2007;
- (d) there are reasonable grounds to believe that the branch will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 30 June 2007 and since the end of the financial year:
 - (i) meetings of the Branch Executive were held in accordance with the rules of the organisation and the rules of the branch; and
 - (ii) the financial affairs of the branch have been managed in accordance with the rules of the organisation and the rules of the branch; and
 - (iii) the financial records of the branch have been kept and maintained in accordance with the RAO Schedule and the RAO Regulations; and
 - (iv) the financial records of the branch have been kept, as far as practicable, in a consistent manner to each of the other branches and national office of the organisation; and
 - (v) no information has been sought in any request of a member of the branch or a Registrar under section 272 of the RAO Schedule; and
 - (vi) no order for inspection of the financial records has been made by the Commission under section 273 of the RAO Schedule.
- f) during the financial year ended 30 June 2007 the branch did not participate in any recovery of wages activity.

For the Branch Executive:

.....
BENJAMIN KRUSE

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL,
ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH**

17 September 2007

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 \$	2006 \$
INCOME			
Contributions		67,381	74,159
Less Service Fee United Services Union		(67,381)	(74,159)
Distributions from Available-for-Sale Financial Assets		12,683	115,668
Gain on sale of Available-for-Sale Financial Assets		125,907	-
Interest Income		5,725	3,920
Rent Received		25,591	22,504
Shipping Mortality Fee		1,106	2,000
Surplus on Disposal of Motor Vehicle		-	1,679
Sundry		89	-
Significant item – Contribution received for funding of Capitation Fees		<u>218,182</u>	<u>-</u>
TOTAL INCOME		<u>389,283</u>	<u>145,771</u>
EXPENDITURE			
Depreciation		<u>5,733</u>	<u>9,581</u>
Other Expenses			
ASU National Office – Capitation Fees		746,564	753,492
Bank Charges		942	1,235
Campaign		160,075	163,905
Donations		3,206	3,026
Professional Services	8	14,700	19,000
Federal Election Target Seat Campaign		<u>120,000</u>	<u>-</u>
		<u>1,045,487</u>	<u>940,658</u>
TOTAL EXPENDITURE		<u>1,051,221</u>	<u>950,239</u>
DEFICIT FOR YEAR		<u>(661,938)</u>	<u>(804,468)</u>

(The attached Notes form part of the financial statements)

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL,
ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH**

BALANCE SHEET AS AT 30 JUNE 2007

	Note	2007 \$	2006 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	-	18,392
Receivables	5	64,060	93,756
Investments	6	-	804,550
Total Current Assets		<u>64,060</u>	<u>916,698</u>
Non Current Assets			
Property, Plant and Equipment	7	184,900	190,633
Total Non Current Assets		<u>184,900</u>	<u>190,633</u>
TOTAL ASSETS		<u>248,960</u>	<u>1,107,331</u>
LIABILITIES			
Current Liabilities			
Bank Overdraft	4	820	-
Payables	9	214,730	299,223
Provision for Recording Union History		29,842	29,842
Total Current Liabilities		<u>245,392</u>	<u>329,065</u>
TOTAL LIABILITIES		<u>245,392</u>	<u>329,065</u>
NET ASSETS		<u>3,568</u>	<u>778,266</u>
ACCUMULATED FUNDS AND RESERVES			
Accumulated Funds		3,568	665,506
Available-for-sale Investment Reserve	13	-	112,760
ACCUMULATED FUNDS AND RESERVES		<u>3,568</u>	<u>778,266</u>

(The attached Notes form part of the financial statements)

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

STATEMENT OF CHANGES IN ACCUMULATED FUNDS AND RESERVES FOR THE YEAR ENDED 30 JUNE 2007

	Accumulated Funds	Available- for- Sale Investment Reserve	Total
	\$	\$	\$
Balance at 1 July 2005	1,561,922	-	1,561,922
Adjustment on adoption of AASB 132 and AASB 139	(91,948)	91,948	-
Net increase in value of Available-for-sale financial assets	-	20,812	20,812
Net Deficit for the Year	<u>(804,468)</u>	<u>-</u>	<u>(804,468)</u>
Balance at 30 June 2006	665,506	112,760	778,266
Net increase in value of Available-for- sale financial assets	-	13,147	13,147
Transfer to income statement on sale of Available-for-sale financial assets		(125,907)	(125,907)
Net Deficit for the Year	<u>(661,938)</u>	<u>-</u>	<u>(661,938)</u>
Balance at 30 June 2007	<u>3,568</u>	<u>-</u>	<u>3,568</u>

(The attached Notes form part of the financial statements)

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY,
AIRLINES & UTILITIES BRANCH
CASH FLOW STATEMENT FOR THE
YEAR ENDED 30 JUNE 2007**

	Note	2007 \$	2006 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from Members		67,381	74,159
Payment of ASU National Office Capitation Fees		(741,612)	(565,213)
Payments to Suppliers and Employees		(422,967)	(201,085)
Interest Received		5,725	3,920
Rent Received		22,504	22,504
Other Receipts		<u>219,377</u>	<u>49,902</u>
NET CASH USED IN OPERATING ACTIVITIES	11(b)	<u>(849,592)</u>	<u>(615,813)</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for Purchase of Investments		-	(1,678)
Proceeds from Sale of Investments		830,380	617,000
Proceeds from Sale of Motor Vehicles, Plant & Equipment, Furniture & Fittings		<u>-</u>	<u>8,182</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES		<u>830,380</u>	<u>623,504</u>
NET INCREASE (DECREASE) IN CASH		(19,212)	7,691
CASH AT BEGINNING OF YEAR		<u>18,392</u>	<u>10,701</u>
CASH AT END OF YEAR	11(a)	<u>(820)</u>	<u>18,392</u>

(The attached Notes form part of the financial statements)

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007

1. SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Workplace Relations Act 1996.

Compliance with Australian equivalents to International Financial Reporting Standards ensures that the financial report comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS) except for:

- ∞ Segment reporting because AASB 114 "Segment Reporting" does not apply to not-for-profit organisations.
- ∞ Impairment of assets under AASB 136 "Impairment of assets"

BASIS OF PREPARATION

The financial report is for the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch and in accordance with the Workplace Relations Act, 1996 the Branch is a reporting unit. The Australian Municipal, Administrative, Clerical and Services Union is an organisation registered under the Workplace Relations Act. In accordance with the Act the Union is a body corporate and has perpetual succession. By virtue of this method of incorporation, the Union and the Branch are not subject to the Corporations Act 2001.

The financial report has been prepared on the basis of historical costs modified by the revaluation of selected financial assets and liabilities for which the fair value basis of accounting has been applied. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the Branch in the preparation of the financial report.

(a) Revenue

Contributions are accounted for on a cash receipts basis. Otherwise the concept of accrual accounting has been adopted in the preparation of the accounts.

(b) Income tax

No provision for Income Tax is necessary as Industrial Trade Unions are exempt from Income Tax under Section 50-15 of the Income Tax Assessment Act 1997.

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY,
AIRLINES & UTILITIES BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007 (Cont'd)**

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(c) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and any impairment in value.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over their useful lives to the Branch commencing from the time the asset is ready for use. The depreciation rates used for each class of asset are:

Buildings	2%
-----------	----

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date.

Gains and losses on disposals are calculated as the difference between the net disposal proceeds and the asset's carrying amount and are included in the income statement in the year that the item is derecognised.

(d) Impairment

The carrying amounts of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. An impairment loss is recognised in the income statement for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less cost to sell and value in use. For the purpose of assessing value in use of assets not held primarily to generate cash, this represents depreciated current replacement cost, as the Branch is a not-for profit organisation.

(e) Investments

All investments and other financial assets are initially stated at cost, being the fair value of consideration given plus acquisition costs. Purchases and sales of investments are recognised on trade date, which is the date on which the entity commits to purchase, or sell the asset. Accounting policies for each category of investments and other financial assets subsequent to initial recognition are set out below.

Available-for-sale financial assets

Investments, which are classified as available for sale, are measured at fair value. Unrealised gains or losses on these investments are recognised directly to equity in the Available-for-Sale Investment Reserve until the investment is sold or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported for that asset is included in the income statement.

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007 (Cont'd)

1. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(f) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables on the balance sheet are shown inclusive of GST.

(g) Accounting Standards Issued But Not Yet Effective

There have been no accounting standards issued which will impact the financial report in future periods and which are not yet effective.

2. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The Branch makes estimates and assumptions concerning the future. The resulting accounting estimates by definition seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of asset and liabilities.

(b) Critical judgments in applying the Branch's accounting principles

There are no critical judgements that have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities.

3. INFORMATION TO BE PROVIDED TO MEMBERS OR REGISTRAR

In accordance with the requirements of the Workplace Relations Act, 1996, the attention of members is drawn to the provisions of Sections 272 of Schedule 1B which read as follows:

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

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007 [Cont'd]**

	2007	2006
	\$	\$
4. CASH AND CASH EQUIVALENTS		
Cash at Bank	-	18,392
	<u>-</u>	<u>18,392</u>
Bank Overdraft	<u>820</u>	<u>-</u>
5. RECEIVABLES		
Current		
Sundry Deposits	7,500	7,500
Sundry Debtors	<u>56,560</u>	<u>86,256</u>
	<u>64,060</u>	<u>93,756</u>
6. INVESTMENTS		
Cash and Cash Equivalents		
Cash at Call Account	<u>-</u>	<u>23,938</u>
Wholesale Funds at Call		
Challenger Australian Share Fund (at fair value)	-	326,919
Chifley Investment Fund (at fair value)	-	207,255
Kaplin Master Trust Equities Fund (at fair value)	<u>-</u>	<u>246,438</u>
	<u>-</u>	<u>780,612</u>
Total Investments	<u>-</u>	<u>804,550</u>
7. PROPERTY, PLANT AND EQUIPMENT		
Property		
Property – Unit 6, ACTU Building, Canberra		
At Cost	286,665	286,665
Less Accumulated Depreciation	<u>101,765</u>	<u>96,032</u>
	<u>184,900</u>	<u>190,633</u>
TOTAL PROPERTY PLANT AND EQUIPMENT	<u>184,900</u>	<u>190,633</u>

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY,
AIRLINES & UTILITIES BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007 [Cont'd]**

	2007	2006
	\$	\$
8. PROFESSIONAL SERVICES		
Remuneration of Auditors for:		
- Audit of the Financial Report	12,500	11,500
- Audit of the Financial Report - Prior Years	<u>2,200</u>	<u>7,500</u>
	<u>14,700</u>	<u>19,000</u>
9. PAYABLES		
ASU National Office Capitation Fees	202,173	207,107
United Services Union	-	80,060
Other	<u>12,557</u>	<u>12,056</u>
	<u>214,730</u>	<u>299,223</u>

10. RELATED PARTY TRANSACTIONS

Transactions with related parties are on normal terms and conditions no more favorable than those available to other parties, unless otherwise stated.

The ultimate controlling entity of the Branch is the Australian Municipal, Administrative, Clerical and Services Union

Transactions with Ultimate Controlling Entity

- (a) ASU National Office Capitation Fees are disclosed as an expense in the Income Statement and as a payment in the Cash Flow Statement.
- (b) ASU National Office Capitation Fees payable are disclosed at Note 9 of the accounts.

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007 [Cont'd]

	2007 \$	2006 \$
11. CASH FLOW INFORMATION		
a) For the purposes of the Cash Flow Statement, cash at the end of the year is reconciled to the following items in the balance sheet:		
Cash on Hand	-	-
Cash at Bank (Overdraft)	(820)	18,392
	<u>(820)</u>	<u>18,392</u>
b) RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH DEFICIT FOR YEAR		
Deficit for year	(661,938)	(804,468)
Non-cash flows in deficit		
Depreciation	5,733	9,581
Reinvestment of income from managed funds	(12,683)	(115,668)
Surplus on disposal of motor vehicles	-	(1,679)
Gain on sale of Available-for-sale Financial assets	(125,907)	-
Changes in Assets and Liabilities		
(Decrease) in Provision for Union History	-	(30,158)
Increase (Decrease) in Creditors	(84,493)	287,223
Decrease (Increase) in Sundry Debtors	29,696	39,356
NET CASH USED IN OPERATING ACTIVITIES	<u>(849,592)</u>	<u>(615,813)</u>

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2007 [Cont'd]

12. FINANCIAL INSTRUMENTS

Interest Rate Risk

The Branch's exposure to interest rate risk and the effective weighted average interest rate for each class of financial assets and financial liabilities is set out below:

30 June 2007	Floating interest rate	Variable interest rate	Non-interest bearing	Total
	\$	\$	\$	\$
Financial Assets				
Cash Assets	-	-	-	-
Receivables	-	-	30,968	30,968
Investments (less than 1 year)	-	-	-	-
	<u>-</u>	<u>-</u>	<u>30,968</u>	<u>30,968</u>
Financial Liabilities				
Bank Overdraft	-	-	(820)	(820)
Payables	-	-	214,730	214,730
	<u>-</u>	<u>-</u>	<u>213,910</u>	<u>213,910</u>
Net financial assets/(liabilities)	<u>-</u>	<u>-</u>	<u>(182,942)</u>	<u>(182,942)</u>
30 June 2006	Floating interest rate	Variable interest rate	Non-interest bearing	Total
	\$	\$	\$	\$
Financial Assets				
Cash Assets	18,392	-	-	18,392
Receivables	-	-	86,256	86,256
Investments (less than 1 year)	-	804,550	-	804,550
	<u>18,392</u>	<u>804,550</u>	<u>86,256</u>	<u>909,198</u>
Weighted average Interest rate	1.75%	12.55%		
Financial Liabilities				
Payables	-	-	299,223	299,223
Net financial assets/(liabilities)	<u>18,392</u>	<u>804,550</u>	<u>(212,967)</u>	<u>609,975</u>

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY,
AIRLINES & UTILITIES BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2007 [Cont'd]**

12. FINANCIAL INSTRUMENTS

Credit Risk Exposure

Credit risk is the risk that counterparties to a financial asset will fail to discharge their obligations, causing the Branch to incur a financial loss.

The credit risk exposure of the Branch to financial assets which have been recognised in the Balance Sheet is generally the carrying amounts, net of any provisions for doubtful debts.

The carrying amounts of cash and non-interest bearing monetary financial assets and liabilities (eg receivables and payables) approximate net fair values.

	2007	2006
	\$	\$
13. RESERVES		
Available-for-Sale Reserve		
Investment		
Balance at 1 July 2006	112,760	91,948
Change in fair value during the year	13,147	20,812
Gain on sale of Available-for-sale Investments	<u>(125,907)</u>	<u>-</u>
Balance at 30 June 2007	<u>-</u>	<u>112,760</u>

This reserve records unrealised gains and losses on Available-for-Sale investments which are measured at fair value.

14. FINANCIAL DEPENDENCE

The Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch is dependent upon the ongoing financial support of the New South Wales Local Government, Clerical, Administrative, Energy, Airlines & Utilities Union in order to pay its debts as and when they fall due.

15. REGISTERED OFFICE

The registered office and principal place of business of the Branch is;
Level 8
321 Pitt Street
Sydney NSW 2000

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY, AIRLINES & UTILITIES BRANCH

INDEPENDENT AUDITOR'S REPORT

To the members of the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch

We have audited the accompanying financial report of the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch, which comprises the balance sheet as at 30 June 2007 income statement, statement of changes in accumulated funds and reserves, cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the branch executive's statement.

Branch Executive's and Branch Secretary's Responsibility for the Financial Report

The branch executive and branch secretary of the Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the Workplace Relations Act 1996. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the Workplace Relations Act 1996.

AUSTRALIAN MUNICIPAL, ADMINISTRATIVE, CLERICAL AND SERVICES UNION

**NEW SOUTH WALES LOCAL GOVERNMENT, CLERICAL ADMINISTRATIVE, ENERGY,
AIRLINES & UTILITIES BRANCH**

INDEPENDENT AUDIT REPORT

Audit Opinion

In our opinion the financial report of Australian Municipal, Administrative, Clerical and Services Union, New South Wales Local Government, Clerical Administrative, Energy, Airlines & Utilities Branch is in accordance with the Workplace Relations Act 1996, including:

- (i) giving a true and fair view of the branch's financial position as at 30 June 2007 and its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (iii) complying with any other requirements of the RAO.

A J Williams & Co

Chartered Accountants

David McLean

Registered Company Auditor.
SYDNEY NSW 2000

17 September 2007