

FEDERALLY REGISTERED

**INDEPENDENT EDUCATION UNION OF
AUSTRALIA**

NEW SOUTH WALES/ACT BRANCH

FINANCIAL STATEMENTS

FOR YEAR ENDED 31 DECEMBER 2012

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INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

OPERATING REPORT

The Committee of Management presents its operating report of the Independent Education Union of Australia, New South Wales/ACT Branch.

Principal Activities

The principal activities, performed by the state registered branch, of the organization during the financial year were:

- (i) The provision of services to members
- (ii) The representation of members before Fair Work Australia on award matters and disputes.
- (iii) The provision of support for the Federal Union agenda in education, equity and industrial issues.

The result of these activities were reviewed and conducted to the satisfaction of the members.

There were no significant changes in the nature of these activities occurred during the year.

Operating Result

The performance and result of operation for the year was as follows

	31 December 2012	31 December 2011
	\$	\$
<u>Revenue</u>		
Income from Operating Activities	0	1
Surplus (Deficit) for year	(2079)	(1974)

Review of Operation

The organization continued to engage in its principal activities, the results of which are disclosed in the attached financial statements. It is anticipated that the ensuing year operation will remain the same.

Right of Members to Resign

Members retain the right to resign from the Independent Education Union of Australia, New South Wales/ACT Branch in accordance to Rule 21 of the Branch Rules.

Number of Members

The number of members of the Branch at the end of the financial year was 30,533 (New South Wales state branch).

Number of Employees

There were no employees for the federally registered branch for the year ended 31 December 2012.

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

OPERATING REPORT (CONT'D)

COMMITTEE MEMBERS

The names of members of the Committee of Management during the year ended 31 December 2012 are:

Richard Shearman	Branch Secretary (Resigned 16 June 2012)
John Quessy	Branch Secretary (Appointed 16 June 2012)
Gloria Taylor	Branch Deputy Secretary
John Quessy	Branch Assistant Secretary (Resigned 16 June 2012)
Carol Matthews	Branch Assistant Secretary
Mark Northam	Branch Assistant Secretary (Appointed 16 June 2012)
Chris Wilkinson	President
Michelle Omeros	Vice President Non-Systemic
Bernadette Baker	Vice President Systemic
Gabrielle Connell	Vice President Early Childhood Services
Carolyn Collins	Vice President Support Staff
Francis Mahanay	Vice President – ACT
Marie MacTavish	Financial Officer
Peter Moore	Financial Officer
Marty Fitzpatrick	General Executive Member
Michael Hagan	General Executive Member
Peter Mullins	General Executive Member
Ralph Hunt	General Executive Member
Denise McHugh	General Executive Member
Kevin Phillips	General Executive Member
Patricia Murnane	General Executive Member
Patrick Devery	General Executive Member
John O'Neill	General Executive Member
Ann Rogers	General Executive Member

Committee members have been in office since the start of the reporting period unless otherwise stated.

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

OPERATING REPORT (CONT'D)

The officers or members of the Branch who are trustees of a super entity, or are directors of a company that is a trustee of a super entity are:-


Richard Shearman	Branch Secretary	NGS Super
Gloria Taylor	Branch Deputy Secretary	NGS Super
John Quessy	Branch Assistant Secretary (Resigned 29 March 2012)	NGS Super
Kevin Phillips	General Executive Member	NGS Super
Chris Wilkinson	President	NGS Super
Helen Spry	Member	NGS Super
Bernadette Baker	General Executive Member	ACSR Fund

Signed in accordance with a resolution of the Committee of Management



 JOHN QUESSY

Dated: 5.4.13



 GLORIA TAYLOR

Dated: 5/4/13

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

INCOME STATEMENT
FOR YEAR ENDED 31 DECEMBER 2012

	2012	2011
	\$	\$
REVENUE		
Interest received	0	1
TOTAL REVENUE	0	0
Less: EXPENDITURE	(2079)	(1975)
Audit and related charges 5	-----	-----
NET SURPLUS/(DEFICIT)	(2079)	(1974)
	=====	=====

BALANCE SHEET
AS AT 31 DECEMBER 2012

	Notes	2012	2011
		\$	\$
ACCUMULATED FUNDS			
Opening balance		15,201	17,175
Add: surplus(deficit) for the year		(2079)	(1974)
		-----	-----
		13,122	15,201
		-----	-----
Represented by:			
CURRENT ASSETS			
Cash at Bank	4	13,122	15,201
		-----	-----
		13,122	15,201
		=====	=====

STATEMENT OF CHANGES IN EQUITY
FOR YEAR ENDED 31 DECEMBER 2012

	2012	2011
	\$	\$
Accumulated surplus at beginning of year	15,201	17,175
Surplus/(Deficit) attributable to members	(2079)	(1974)
	-----	-----
Balance at 31 December 2012	13,122	15,201
	=====	=====

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 \$	2011 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipt from investing activities		0	1
Cash payments in the course of Operations		(2079)	(1975)
		-----	-----
Net cash provided by operating activities	3 (b)	(2079)	(1974)
		-----	-----
NET INCREASE(DECREASE) IN CASH HELD			
Cash at beginning of financial year		15,201	17,175
		-----	-----
Cash at end of financial year	3 (a)	13,122	15,201
		-----	-----

The accompanying notes form part of this financial report

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

1. STATEMENT OF ACCOUNTING POLICIES

The Accounts have been prepared in accordance with Applicable Accounting Standards, other mandatory professional reporting requirements and the Fair Work (Registered Organisations) Act 2009. The accounts have also 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 following is a summary of the significant accounting policies adopted by the Branch in the preparation of the accounts.

- (a) Membership contributions are accounted for in the financial year to which they relate. No contributions received during the year.
- (b) No provision for Income Tax is necessary as the Branch is exempt from Income Tax under Section 23 f of the Income Tax Assessment Act.
- (c) Property, Plant & Equipment
Each class of property, plant and equipment is at cost carried less, where applicable, any accumulated depreciation and any impairment in value. The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance date.
- (d) Employee Benefits
Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at accounts expected to be paid when the liability is settled, plus related cost. This results in an amount not materially different to that achieved by discounting future cash flows.

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

2. INFORMATION TO BE PROVIDED TO MEMBERS OR GENERAL
MANAGER

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), (2) and (3) of Section 272 of the Fair Work (Registered Organisations) Act 2009 which read as follows:

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

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

	2012	2011
	\$	\$

3. CASH FLOW INFORMATION

(a) Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Balance Sheet.

Cash at Bank	13,122	15,201
	-----	-----

(b) Reconciliation of cash flow from ordinary activities

Surplus/(Deficit) from ordinary activities	(2079)	(1974)
	-----	-----
Cash flows from ordinary activities	(2079)	(1974)
	=====	=====

4. FINANCIAL INSTRUMENTS

(a) Interest Rate Risk

The Branch exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates is minimal as all financial assets and liabilities are non-interest bearing.

(b) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognized financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the Balance Sheet and Notes to the financial reports.

The Branch does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Branch.

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

5.	AUDIT AND RELATED CHARGES	<u>2012</u>	<u>2011</u>
		\$	\$
	Bank balance Cert.	-	50
	Auditor's fee	2079	1925
		-----	-----
		2079	1975
		=====	=====

6. SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the union, the results of those operations, or the state of affairs of the union in future financial years.

7. PAYMENT OF CAPITATION FEES

Under Rule 7(f) of the Rules of the Independent Education Union of Australia, the New South Wales Independent Education Union is an Associated Body. Rule 7(e) provides for the payment of an approved amount by an Associated Body to the Union or Branch of the union designated by the Federal Council or Federal Executive. Such approved amount has been paid by the New South Wales Independent Education Union in respect of all financial members of the New South Wales/ACT Branch of the Independent Education Union of Australia. There were no members of the Branch who were not also members of the associated body and therefore no capitation fees were payable.

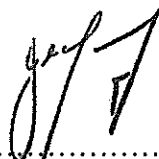
INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

STATEMENT BY COMMITTEE OF MANAGEMENT

On the 5 April 2013 Committee of Management of the Independent Education Union of Australia, New South Wales/ACT Branch passed the following resolution (as amended in accordance with advice from the Fair Work Commission) in relation to the general purpose financial report (GPFR) of the reporting unit for the financial year ended 31 December 2012;

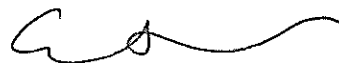
The Committee of Management declares in relation to the GPFR that in its opinion:

- a) The financial statement and notes comply with the Australian Accounting Standards;
- b) The financial statement and notes comply with the reporting guidelines of the General Manager of Fair Work Australia;
- c) The financial statement 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 that year:
 - (i) Meetings of the Committee of Management were held in accordance with the rules of the organisation including the rules of a branch concerned; and
 - (ii) The financial affairs of the reporting unit have been managed in accordance with the rules of the organisation and the rules of the Branch concerned; and
 - (iii) The financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulation 2009; and
 - (iv) The financial records of the reporting unit have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organization; and
 - (v) The information sought in any request of a member of the reporting unit or a General Manager under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or General Manager ; and
 - (vi) No orders have been made by the General Manager under section 273 of the Fair Work (Registered Organisations) Act 2009 during the period.



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JOHN QUESSY

Date : 10/1/14



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CAROL MATTHEWS

Date: 10/1/14 .

INDEPENDENT EDUCATION UNION OF AUSTRALIA
NEW SOUTH WALES/ACT BRANCH

INDEPENDENT AUDIT REPORT.

To the members of the Independent Education Union of Australia, New South Wales/ACT Branch.

Scope

The Financial Report is the responsibility of the Committee of Management and Secretary of the Union.

The financial report comprises the Income Statement, Balance Sheet, Statement of Cash Flows, accompanying notes to the financial statements and the Committee of Management's statement for the Independent Education Union of Australia, New South Wales/ACT Branch for the year ended 31 December 2012.

The Committee of Management and the Secretary of the Branch are responsible for the preparation and true and fair presentation of the financial report in accordance with the Fair Work (Registered Organisations) Act 2009. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

We have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Branch. Our audit has been conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal controls, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatement have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Fair Work (Registered Organisations) Act 2009, including compliance with Accounting Standards and other mandatory professional reporting requirements in Australia a view which is consistent with our understanding of the Branch's financial position and its performance as represented by the results of its operations and cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Committee of Management and the Secretary of the Branch.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal controls.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Fair Work (Registered Organisations) Act 2009.

Audit Opinion

We state that the financial report has been audited and in our opinion the financial report complies with the relevant Australian Accounting Standards.

We report that we have inspected and audited the accounting records of the Independent Education Union of Australia New South Wales/ACT Branch in relation to the financial year ending 31 December 2012 and report that in our opinion satisfactory accounting records were kept by the Branch in relation to the period, including:

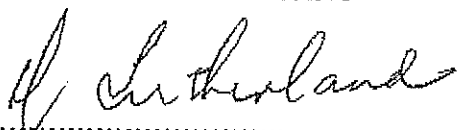
- (i) records of the sources and nature of the income of the Branch (including income from members);
- (ii) records of the nature and purposes of the expenditure of the Branch;
- (iii) all information, being information which was reasonably wanted for the purpose of this audit, which was required and sought by us or by any person authorised by us for the purpose of the audit, was provided;
- (iv) in relation to recovery of wages activity;
no activity of recovery occurred in the financial year.

In our opinion the general purpose financial report is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009:

- (i) the financial affairs of the Branch as at the end of the financial year, and
- (ii) the income and expenditure, and any surplus or deficit of the Branch for the year.

We also understand that to the extent that there was any deficiency, failure or shortcoming in relation to the matters referred to above, we must report particulars and that those particulars, if any, which form part of this report, are attached.

SUTHERLAND & COMPANY



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DOUGLAS W SUTHERLAND, AM., BA, FCA, FCIS
Chartered Accountant
Registered Company Auditor No. 3835

Dated: 8 April 2013