

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
QUEENSLAND AND NORTHERN TERRITORY BRANCH**

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009	2008
INCOME		\$	\$
Affiliation Levies		260850	250250
Other Income		-	1818
Membership Contributions		231615	175741
Campaign Contribution		69545	-
Interest Received		11432	17427
		<hr/>	<hr/>
		573442	445236
EXPENDITURE			
Advertising		-	98
Affiliation Fees – IEUA		195682	182636
Affiliation Fees – Others		2312	1769
Audit Fees		3650	2200
Bank Charges		317	445
Branch Expenditure		2564	2874
Conference Seminar Training Costs		851	444
Depreciation		1287	1452
General Expenses		959	173
Industrial Campaign Expenses		2822	72924
Insurance		3392	1544
Legal Fees		4140	2010
Meeting Expenses		2264	207
Payroll Tax		1621	1200
Postage & Freight		707	664
Printing, Stationery & Photocopying		5074	7729
Provision for Employee Entitlements		(4488)	4488
Publications		5654	2824
Rent		6000	6000
Salaries – Officers		39132	47181
Staff Training		2526	-
Superannuation		2660	4189
Telephone & Facsimile		4491	2973
Travel & Allowances – Officers		31761	16502
– Executive & Council		31704	20321
Vehicle Expenses		15085	11559
Web Site Costs		-	2800
Work Cover		1964	2125
Building Union Strength		18567	12635
Funding of Cope		4000	4000
Shanghai Relationship		6335	191
Overseas Projects		3000	-
		<hr/>	<hr/>
		396033	416157
Operating Surplus/(Deficit) for Year		<hr/>	<hr/>
		177409	29079

The above should be read in conjunction with the accompanying notes

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**BALANCE SHEET
AS AT 31 DECEMBER 2009**

	Note	2009	2008
CURRENT ASSETS		\$	\$
Cash at Bank		546357	328364
Trade Debtors		16207	14123
Receivables – Affiliation		-	-
– Other		100	49020
		562664	391507
NON-CURRENT ASSETS			
Office Furniture & Equipment – at cost		8346	8346
Less: Accumulated Depreciation		3198	1911
		5148	6435
TOTAL ASSETS		567812	397942
CURRENT LIABILITIES			
Trade Creditors		1247	73
Sundry Creditors & Accruals		139670	141647
Subscriptions in Advance		1920	1582
GST Payable		13960	1293
Loan – Queensland Independent Education Union		15411	30664
Provision for Employee Entitlements		-	4488
TOTAL LIABILITIES		172208	179747
NET ASSETS		395604	218195
Represented By:			
ACCUMULATED FUNDS			
Balance as at 1 January 2009		218195	189116
Operating Surplus/(Deficit) for Year		177409	29079
Balance as at 31 December 2009		395604	218195

The above should be read in conjunction with the accompanying notes

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
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**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009	2008
Cash Flows from Operating Activities			
Receipts – Subscriptions & Affiliation		539639	482559
Receipts – Interest Received		11432	17427
Payments to Suppliers & Employees		(317825)	(386396)
Net Cash Outflow from Operating Activities	5	233246	113590
Loan – Qld Independent Education Union		(15253)	11090
Purchase of Non Current Assets		-	(1754)
Net Increase/(Decrease) in Cash held		217993	122926
Cash at beginning of the Financial Year		328364	205438
Cash at the end of the Financial Year		546357	328364

The above should be read in conjunction with the accompanying notes

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
QUEENSLAND AND NORTHERN TERRITORY BRANCH**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose financial report has been prepared in accordance with Accounting Standards, other mandatory professional reporting requirements and The Fair Work (Registered Organisations) Act 2009.

The accounts are prepared on an accrual basis and in accordance with the historical cost convention. The accounting policies have been consistently applied unless otherwise stated.

(a) Income Tax

The association is exempt from income tax under section 50 – 15 of the Income Tax Assessment Act 1997. The ongoing applicability of this ruling is at the discretion of the Australian Taxation Office.

(b) Depreciation

Depreciation is calculated on a straight line basis so as to write off the full net cost of each depreciable non-current asset over its expected useful life.

(c) Cash

For the purpose of the statement of cash flows, cash includes deposits at call which are readily convertible to cash on hand and are used in the cash management function on a day to day basis, net of outstanding bank overdrafts.

(d) Goods and Services Tax

Business expenses and assets are recognized net of the amount of GST except where the amount of GST accrued is not recoverable from the Australian Taxation Office.

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

2. INFORMATION TO BE PROVIDED TO MEMBERS OR THE GENERAL MANAGER OF FAIR WORK AUSTRALIA

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Section 272 of Fair Work (Registered Organisations) Act 2009, which read as follows:

- (1) A member of a reporting unit, or the General Manager of Fair Work Australia, 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 be 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 sub-section (1).

3. RELATED PARTIES

The Queensland Independent Education Union provided staff and administrative services to the Independent Education Union – Queensland & Northern Territory Branch during the period.

The councillors and the executive of the Queensland Independent Education Union are all members of the Independent Education Union – Queensland and Northern Territory Branch, Branch Executive and Management Committee respectively.

4. FINANCIAL REPORTING BY SEGMENTS

The Union derives its income from affiliation fees levied to members, which are in turn forwarded to the Union's federal office. The branch operates within Queensland and the Northern Territory.

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

**5. RECONCILIATION OF OPERATING SURPLUS/(DEFICIT) TO NET CASH
INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES**

	2009	2008
	\$	\$
Net Operating Profit/(Loss) for Year	177409	29079
Change in Operating Assets & Liabilities		
Increase/(Decrease) in Sundry Creditors/GST	12202	135316
(Increase)/Decrease in Receivables	46836	(56745)
Increase/(Decrease) in Provisions	(4488)	4488
Depreciation	<u>1287</u>	<u>1452</u>
Net Cash Inflow/(Outflow) from Operating Activities	<u>233246</u>	<u>113590</u>

6. RECOVERY OF WAGES

There was no recovery of wages activity during the period.

7. SUBSEQUENT EVENTS

No matters have arisen since the 31.12.2009 which would have a material effect on these financial statements.

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
QUEENSLAND AND NORTHERN TERRITORY BRANCH**

INDEPENDENT AUDIT REPORT

To the members of the Independent Education Union of Australia Queensland and Northern Territory Branch.

We have audited the general purpose financial report of the Independent Education Union of Australia Queensland and Northern Territory Branch, which comprises the balance sheet as at 31 December 2009, and the income statement, statement of changes in accumulated funds and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes and branch committee of management's statement for the year then ended.

Branch Committee of Management and the Branch Secretary's Responsibility for the Financial Report

The branch committee of management and the branch secretary of the Branch are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Fair Work (Registered Organisations) Act 2009. This responsibility also 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 the accounting policies used and the reasonableness of accounting estimates made by the branch committee of management 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.

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
QUEENSLAND AND NORTHERN TERRITORY BRANCH**

INDEPENDENT AUDIT REPORT (cont'd)

Independence

In conducting our audit, we have complied with the independence requirements of the Australian professional accounting bodies and the Fair Work (Registered Organisations) Act 2009.

Audit Opinion

In our opinion the general purpose financial report of the Independent Education Union of Australia Queensland and Northern Territory Branch is presented fairly in accordance with applicable Australian Accounting Standards and other mandatory professional reporting requirements in Australia and the requirements imposed by Part 3 Chapter 8 of the Fair Work (Registered Organisations) Act 2009.

MORRIS & BATZLOFF
Chartered Accountants

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Norman J Hoare
Partner
Registered Company Auditor
Member of Institute of Chartered Accountants
and Holder of Current Public Practice Certificate
96 Lytton Road
EAST BRISBANE QLD 4169

03rd February 2010

**THE INDEPENDENT EDUCATION UNION OF AUSTRALIA
QUEENSLAND AND NORTHERN TERRITORY BRANCH**

FINANCIAL STATEMENTS – 31 DECEMBER 2009

Income Statement	2
Balance Sheet	3
Statement of Cash Flows	4
Notes to and forming part of the Financial Statements	5
Independent Audit Report	8