

**AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
JUNE 30, 2012**

# AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

## PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 30 JUNE 2012

	2012 \$	2011 \$
<b>INCOME</b>		
Consulting fees	30,000.00	24,000.00
<b>OTHER INCOME</b>		
<b>Branch Fees</b>		
New South Wales	15,000.00	13,230.00
Queensland	13,000.00	11,025.00
Tasmania	6,400.00	5,512.50
Victoria	27,000.00	23,415.00
Western Australia	8,769.55	7,612.50
	70,169.55	60,795.00
Sundry Income	1,321.82	1,330.92
	71,491.37	62,125.92
	101,491.37	86,125.92
<b>EXPENSES</b>		
Accountancy	1,200.00	1,080.00
Bank Charges	197.35	126.60
Consultants Fees	78,036.32	69,000.00
General Expenses	1,626.82	251.19
Insurance	4,425.32	4,347.52
Legal & Professional Fees	2,713.20	-
Printing & Stationery	234.06	-
Subscriptions	1,321.82	1,321.82
Travelling Expenses	3,143.99	2,484.27
	92,898.88	78,611.40
<b>Profit before income tax</b>	<b>8,592.49</b>	<b>7,514.52</b>

# AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

## BALANCE SHEET AS AT 30 JUNE 2012

	2012 \$	2011 \$
<b>SHARE CAPITAL AND RESERVES</b>		
Retained earnings	20,274.40	11,681.91
<b>TOTAL SHARE CAPITAL AND RESERVES</b>	<u>20,274.40</u>	<u>11,681.91</u>
Represented by:		
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash at Bank - National	16,152.60	11,993.87
Trade Debtors	5,306.90	-
<b>TOTAL CURRENT ASSETS</b>	<u>21,459.50</u>	<u>11,993.87</u>
<b>TOTAL ASSETS</b>	<u>21,459.50</u>	<u>11,993.87</u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Trade Creditors	-	33.00
GST on supplies	1,185.10	278.96
<b>TOTAL CURRENT LIABILITIES</b>	<u>1,185.10</u>	<u>311.96</u>
<b>TOTAL LIABILITIES</b>	<u>1,185.10</u>	<u>311.96</u>
<b>NET ASSETS</b>	<u>20,274.40</u>	<u>11,681.91</u>

# AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

## CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2012

		2012 \$	2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	(a)	97,058	87,158
Payments to suppliers and employees		<u>(92,899)</u>	<u>(78,578)</u>
<b>Net cash provided by (used in) operating activities</b>		<u>4,159</u>	<u>8,580</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant and equipment		-	-
Payments for property, plant and equipment		<u>-</u>	<u>-</u>
<b>Net cash provided by investing activities</b>		<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from financial liabilities		-	-
Repayment of financial liabilities		<u>-</u>	<u>-</u>
<b>Net cash used in financing activities</b>		<u>-</u>	<u>-</u>
Net decrease in cash held		4,159	8,580
Cash at beginning of financial year		<u>11,994</u>	<u>3,414</u>
Cash at end of financial year		<u><u>16,153</u></u>	<u><u>11,994</u></u>

### Note (a)

#### Receipts from Customers include

Branch Fees			
ARTIO New South Wales		15,000	13,230
Queensland Transport Association		13,000	11,025
Tasmania Transport Association		6,400	5,513
Victorian Transport Association		27,000	23,415
Western Australia Road Transport Association		8,770	7,612

# AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS AS AT 30<sup>TH</sup> JUNE, 2012

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This financial report covers Australian Road Transport Industrial Organisation as an individual entity..

#### **Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, mandatory reporting requirements and the Fair Work (Registered Organisations) Act 2009.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The accounting policies adopted are consistent with those of the previous year unless otherwise stated.

#### **Income Tax Expense**

The organisation is registered as an “Industrial Organisation” and has an exemption from income tax under Section 23(f) of the Income Tax Assessment Act.

#### **Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

#### **Plant and equipment**

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets’ employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

# AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS AS AT 30<sup>TH</sup> JUNE, 2012

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### **Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

#### **Financial instruments**

##### **Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the organisation commits itself to either purchase or sell the asset.

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified 'at fair value through profit or loss' in which case transaction costs are expensed to profit or loss immediately.

##### **Impairment of Assets**

At each reporting date, the organisation reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the organisation estimates the recoverable amount of the cash-generating unit to which the asset belongs.

##### **Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

##### **Revenue and Other Income**

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

# **AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION**

## **NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS AS AT 30<sup>TH</sup> JUNE, 2012**

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Revenue from the provision of membership subscriptions is recognised on an accrual basis over the financial year.

All revenue is stated net of the amount of goods and services tax (GST).

#### **Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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 in the balance sheet are shown inclusive of GST.

#### **Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

### **2. INFORMATION PROVIDED TO MEMBERS OR REGISTRAR**

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, as amended, the attention of Members is drawn to the provisions of Sub-Sections (1), (2) and (3) of Section 272 which reads 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).

## AUDITORS REPORT

### TO THE MEMBERS: AUSTRALIAN ROAD TRANSPORT INDUSTRIAL ORGANISATION

#### Scope

We have audited the accompanying accounts being the Operating Report, Committee of Management Statement, Income Statement, Balance Sheet, Statement of Changes in Equity, Statement of Cash Flows and notes to and forming part of the accounts of Australian Road Transport Industrial Organisation for the year ended 30<sup>th</sup> June, 2012. The organisation's officers are responsible for the preparation and presentation of the accounts and the information they contain. We have conducted an independent audit of these accounts in order to express an opinion on them to the members of the organisation.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the accounts are free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the accounts, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the accounts are presented fairly in accordance with Accounting Standards, statutory requirements and mandatory professional reporting requirements so as to present a view which is consistent with our understanding of the financial position and the results of its operation.

The audit opinion expressed in this report has been formed on the above basis.

#### Audit Opinion

In our opinion:

- (i) the organisation maintained satisfactory accounting records detailing the sources and nature of income (including income from members) and the nature and purpose of expenditure;
- (ii) in accordance with Section 257(2) of the Fair Work (Registered Organisations) Act 2009 we were provided with access to all necessary records and documents and received satisfactory explanations from the organisation's officers and employees where necessary; and
- (iii) the general purpose financial report presents fairly in accordance with applicable Australian Accounting Standards and other mandatory professional reporting requirements in Australia and the requirements of Fair Work (Registered Organisations) Act 2009:-
  - the financial position of the organisation as at 30<sup>th</sup> June, 2012, and
  - the results of its operations and cash flows for the year then ended.

ANDERSON & ASSOCIATES



JOHN V. ANDERSON CPA  
Registered Company Auditor  
Public Practice Certificate # 149802  
Signed at Ringwood 3rd October 2012