



Rail, Tram and Bus Union of NSW

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## STATE FINANCIAL STATEMENTS FOR 2015

**Prepared**

**26 May 2016**

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## MEMBERS OF THE COMMITTEE OF MANAGEMENT

The members of the Committee of Management during the year ending 31 December 2015 were:

EXECUTIVE	
President (Honorary)	Joanne McCallum
Secretary	Alex Claassens
Assistant Secretary Rail (Honorary)	Robert Hayden
Assistant Secretary Road (Honorary)	David Woollams
Locomotive Divisional President	Brett Rosser
Locomotive Divisional Secretary	Robert Hayden
Tram & Bus Divisional President	Gary Way
Tram & Bus Divisional Secretary	Chris Preston
Infrastructure Divisional President	Michael Sullivan
Infrastructure Divisional Secretary	James Buckley
Administrative, Supervisory Technical and Professional Divisional President	Mark Thompson
Administrative, Supervisory Technical and Professional Divisional Secretary	Chris Doyle/ Stephen Lourey
Fleet Manufacture, Overhaul, Maintenance and Service Divisional President	Michael Bartlett
Fleet Manufacture, Overhaul, Maintenance and Service Divisional Secretary	David Hastie
Rail Operations Divisional President	Glennnda Blyth/ John Steck
Rail Operations Divisional Secretary	Craig Turner

**THE REGISTERED OFFICE OF THE RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES IS:**

LEVEL 4, 321 PITT STREET  
SYDNEY NSW 2000

## CERTIFICATE BY COMMITTEE OF MANAGEMENT

We, the undersigned members of the committee of management of  
The RAIL, TRAM AND BUS UNION of NEW SOUTH WALES

hereby certify in respect of the financial year ended 31 December, 2015 that:

- (a) In the opinion of the committee of management the accounts prepared show a true and fair view of the financial affairs of the organization as at the end of the financial year to which they related; and
- (b) In the opinion of the committee of management, during the financial year to which the accounts relate, meetings of the committee of management were, in the opinion of the committee, held in accordance with the rules of the organization; and
- (c) To the knowledge of an member of the committee, there have not been, during the financial year to which the accounts relate, instances where records of the organization or other documents (not being documents containing information made available to a member of the organization under section 512 (2) of the 1991 Act, as applied by section 282(3) of the Industrial Relations Act 1996, or copies of those records or other documents, or copies of the rules of the organization, have not been furnished or made available, to members of the organization in accordance with the Act, this Regulation or the rules of the organization, as the case maybe; and
- (d) In relation to the report prepared in accordance with section 514 of the 1991 Act, as applied by section 282(3) of the Industrial Relations Act 1996, by the auditor of the organization in respect of the financial year immediately preceding the financial year to which the accounts relate [i.e. the second most recently concluded financial year] and in relation to any accounts and statements prepared in accordance with section 510 (1) of the 1991 Act to which that report relates, the organization has complied with section 517 (1) of the 1991 Act and whichever of subsections (5) and (6) of that section of that Act is applicable.

This certificate is in accordance with a resolution passed by the committee of management of the organization in relation to the matters to be stated in the certificate and is signed on behalf of the committee of management by at least 2 members of the committee.

<u>Alex Claassens</u> Name	<u>A Claassens</u> Signature	<u>26-5-2016</u> Date
<u>D Wood</u> Name	<u>D Wood</u> Signature	<u>26-05-2016</u> Date

## ACCOUNTING OFFICER STATEMENT

I, Alex Claassens, the accounting officer of the RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES hereby certify that to the best of my knowledge and belief that there were 14,140 persons who were members of the organisation as at the end of the financial year ended 31 December, 2015, and in my opinion:

- (a) the accounts show a true and fair view of the financial affairs of the organisation as at the end of the financial year; and
- (b) a record has been kept of all money paid by, or collected from, members of the organisation, and all money so paid or collected has been credited to the bank account or accounts to which the money is to be credited, in accordance with the rules of the organisation; and
- (c) before any expenditure was incurred by the organisation, approval of the incurring of the expenditure was obtained in accordance with the rules of the organisation; and
- (d) No payment was made out of a fund referred to in clause 57(b)(xiii) or (xv) of the Regulation for a purpose other than the purpose for which the fund was operated;
- (e) All loans or other financial benefits granted to persons holding office in the organisation were authorized in accordance with the rules of the organisation; and
- (f) The register of members of the organisation was maintained in accordance with the Act.



ALEX CLAASSENS  
Secretary

Signed at Sydney on the 26 MAY 2016

## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## STATEMENT COMPREHENSIVE INCOME

For the Year Ended 31st December 2015

	Notes	2015 \$	2014 \$
<b>INCOME</b>			
Rent – Caravans		131,799	118,415
Rent – Units		150,929	146,991
Interest Received		70	-
<b>TOTAL INCOME</b>		<b>282,798</b>	<b>265,406</b>
<b>EXPENSES</b>			
Administration Expenses	2	206,162	202,375
Depreciation Expenses		132,790	129,132
Other Expenses	3	35,362	24,312
<b>TOTAL EXPENSES</b>		<b>374,314</b>	<b>355,819</b>
<b>NET (LOSS)</b>		<b>(91,516)</b>	<b>(90,413)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>(91,516)</b>	<b>(90,413)</b>

The accompanying notes form part of these financial statements

## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## STATEMENT OF CHANGES IN MEMBER'S EQUITY

As at 31st December 2015

	Retained Profits	Asset Revaluation	Total
		\$	\$
Balance 01/01/2014	2,626,896	1,016,604	3,643,500
Net (Loss) for the Year	(90,413)	-	(90,413)
Other Comprehensive Income for the Year	-	-	-
Total Comprehensive Income for the Year	(90,413)	-	(90,413)
Balance 31/12/2014	2,536,483	1,016,604	3,553,087
Net (Loss) for the Year	(91,516)	-	(91,516)
Other Comprehensive Income for the Year	-	-	-
Total Comprehensive Income for the Year	(91,516)	-	(91,516)
Balance 31/12/2015	2,444,967	1,016,604	3,461,571

The accompanying notes form part of these financial statements

## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## STATEMENT OF FINANCIAL POSITION

As at 31st December 2015

	Notes	2015 \$	2014 \$
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	4	114,688	84,360
Other	5	-	16,345
<b>TOTAL CURRENT ASSETS</b>		<b>114,688</b>	<b>100,705</b>
<b>NON-CURRENT ASSETS</b>			
Investment Property	6	3,410,500	3,500,250
Sussex Inlet Property & Equipment	7	924,871	928,511
<b>TOTAL NON-CURRENT ASSETS</b>		<b>4,335,371</b>	<b>4,428,761</b>
<b>TOTAL ASSETS</b>		<b>4,450,059</b>	<b>4,529,466</b>
<b>CURRENT LIABILITIES</b>			
Payables	8	14,950	2,401
<b>TOTAL CURRENT LIABILITIES</b>		<b>14,950</b>	<b>2,401</b>
<b>NON-CURRENT LIABILITIES</b>			
Payables	8	973,538	973,978
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>973,538</b>	<b>973,978</b>
<b>TOTAL LIABILITIES</b>		<b>988,488</b>	<b>976,379</b>
<b>NET ASSETS</b>		<b>3,461,571</b>	<b>3,553,087</b>
<b>ACCUMULATED FUNDS</b>			
Reserves	9	1,016,604	1,016,604
Accumulated Surplus	10	2,444,967	2,536,483
<b>ACCUMULATED FUNDS</b>		<b>3,461,571</b>	<b>3,553,087</b>

The accompanying notes form part of these financial statements



## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## STATEMENT OF CASH FLOWS

For the Year Ended 31st December 2015

	Notes	This Year Inflows (Outflows)	This Year Inflows (Outflows)
		2015	2014
		\$	\$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Rent Received		311,001	265,406
Interest Received		70	
Payments to Suppliers and Employees		(241,343)	(226,158)
Net Cash Provided by (Used in) Operating Activities	B	69,728	39,248
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payment for Assets		(39,400)	(14,375)
Net Cash Provided by (Used in) Investing Activities		(39,400)	(14,375)
Net Increase (Decrease) in Cash Held		30,328	24,873
Cash at beginning of the Year		84,360	59,487
Cash at the End of Year	A	114,688	84,360

**NOTES TO THE STATEMENT OF CASH FLOW****Note A - Reconciliation of Cash**

Cash at the end of the financial year as show in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

Cash at Bank and on Deposit	114,688	84,360
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**Note B – Reconciliation of Cash Flow from Operations with Profit from Ordinary Activities**

Profit from Ordinary Activities	(91,516)	(90,413)
Depreciation	132,790	129,132
Change in Assets and Liabilities		
(Increase) / Decrease in Prepaid	16,345	(3,742)
Increase / (Decrease) in Creditors	12,109	4,271
Cash Flows from Operations	69,728	39,248

The accompanying notes form part of these financial statements

**RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES****NOTES TO THE FINANCIAL STATEMENTS****For the Year Ended 31st December 2015****NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statement is a general purpose financial statement that has been prepared in accordance with Australia Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB), other mandatory professional reporting requirements and the Industrial Relations Act 1996.

The financial report is prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this report:

**(a) Related Party and Financial Support**

These financial statements relate to The Australian Rail, Tram and Bus Industry Union, New South Wales ("State Union"), which is an industrial organisation for the purposes of the Industrial Relations Act 1996 (NSW) and is a separate legal entity to the Australian Rail, Tram and Bus Industry Union, New South Wales Branch which is a reporting unit for the purposes of the Fair Work (Registered Organisations) Act 2009 ("Branch").

Members of the Branch are also members of the State Union. The Branch accounts for the whole of the members' income and is responsible for all expenditure other than income and expenditure which related specifically to the assets of the State Union.

The Branch financially supports the State Union by assisting, as required with the maintenance of State Union assets in exchange for use of such assets.

**(b) Property, Plant & Equipment.**

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

**Plant and equipment**

Plant and equipment are included at cost. The carrying amount is reviewed annually by the Committee of Management to ensure it is not in excess of recoverable amount.

**Property for own use**

Freehold land and buildings are measured on the fair value basis, being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. It is the policy of the entity to have periodic independent valuations, with annual appraisals being made by the committee. The last independent valuations were carried out on 18 March 2014 and the committee have approved these revaluations at 31 Dec 2013, except for Sussex Inlet which was revaluated on 19 November 2009.

**RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES**

**NOTES TO THE FINANCIAL STATEMENTS**

**For the Year Ended 31st December 2015**

**NOTE 1 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

**(c) Income Tax**

No provision for income tax is necessary, as "Trade Unions" are exempt from income tax under Section 50.1 of the Income Tax Assessment Act 1997.

**(d) Significant accounting judgements and estimates**

No accounting assumptions or estimates have been identified that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

**(e) New and Future Australian Accounting Standards**

**Adoption of New Australian Accounting Standard requirements**

No accounting standard has been adopted earlier than the application date stated in the standard.

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

**Future Australian Accounting Standards Requirements**

No new standards, amendments to standards or interpretations that were issued prior to the sign-off date and are applicable to the future reporting period are expected to have a future financial impact.

**(f) Financial Liabilities**

Financial liabilities are classified as other financial liabilities. Financial liabilities are recognised and derecognised upon 'trade date'. Other financial liabilities, including borrowings and trade and other payables, are initially measured at fair value, net of transaction costs.

**Derecognition of financial liabilities**

The reporting unit derecognises financial liabilities when, and only when, the reporting units obligations are discharged, cancelled or they expire. The difference between the carrying amounts of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31st December 2015

	2015 \$	2014 \$
<b>NOTE 2 – ADMINISTRATION EXPENSES</b>		
Bank Fees	2,478	-
Contractors	132,292	139,015
Property Expenses		
Electricity	16,426	22,589
Rates & Taxes	13,582	13,548
Repair & Maintenance	38,810	21,073
Office Expenses		
Printing, Stationery & Computer Software	-	2,012
Telephone	2,574	4,138
	<u>206,162</u>	<u>202,375</u>
<b>NOTE 3 – OTHER EXPENSES</b>		
General Expenses	101	472
Insurance – Workers Compensation	32,455	19,616
Motor Vehicle Expenses	2,806	4,224
	<u>35,362</u>	<u>24,312</u>
<b>NOTE 4 – CASH AND CASH EQUIVALENTS</b>		
Cash on Hand	50	50
Cash at Bank and on Deposit	114,638	84,310
	<u>114,688</u>	<u>84,360</u>
<b>NOTE 5 – OTHER CURRENT ASSETS</b>		
Prepayments	-	16,345
<b>NOTE 6 - PROPERTY</b>		
Pitt St – Level 4 – Valuation	3,590,000	3,590,000
Less: Provision for Depreciation	(179,500)	(89,750)
	<u>3,410,500</u>	<u>3,500,250</u>

## RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

## NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31st December 2015

	2015 \$	2014 \$
<b>NOTE 7 – SUSSEX INLET PROPERTY &amp; EQUIPMENT</b>		
Leasehold Improvements – at Valuation	937,500	937,500
Furniture	252,974	213,574
Plant & Equipment	50,000	50,000
Motor Vehicle	21,168	21,168
Less: Accumulated Depreciation	(336,771)	(293,731)
	<u>924,871</u>	<u>928,511</u>

Movement in Carrying Amount -

	Pitt St – Level 4 \$	Sussex Inlet \$
Balance at Beginning of Year	3,500,250	928,511
Addition	-	39,400
Disposal	-	-
Revaluation	-	-
Depreciation	(89,750)	(43,040)
Carrying Amount at End of Year	<u>3,410,500</u>	<u>924,871</u>

	2015 \$	2014 \$
<b>NOTE 8 - PAYABLES</b>		
<b>CURRENT</b>		
Accounts Payable	15,118	2,401
GST Payable	(168)	-
	<u>14,950</u>	<u>2,401</u>
<b>NON-CURRENT</b>		
Payable to Other Reporting Units –	<u>973,538</u>	<u>973,978</u>

**NOTE 9 – RESERVES**

Asset Revaluation Reserve	1,016,604	1,016,604
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**NOTE 10 – ACCUMULATED FUNDS**

Unappropriate Profit Brought Forward	2,444,967	2,536,483
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**NOTE 11 – FINANCIAL INSTRUMENTS****Interest Rate Risk**

The Union's exposure to interest rate risk and the effective average interest rate for each class of financial Assets and financial liabilities are set out below

	Floating Interest Rate	Non Interest	Total
	\$	\$	\$
<b>31 December 2014</b>			
Cash	84,310	50	84,360
	84,310	50	84,360
<b>31 December 2015</b>			
Cash	114,638	50	114,688
	114,638	50	114,688

**NOTE 12 – PROVIDING INFORMATION**

In accordance with the requirements of the Industrial Relations Act 1991 the attention of members is drawn to the provisions of Section 512 which reads as follows:

- (1) A member of an organisation, or the Industrial Registrar, may apply to the organisation for specified information prescribed by the regulations in relation to the organisation.
- (2) An organisation must, on the making of such an application, make the specified information available to the member or the Industrial Registrar in the manner, and within the time prescribed by the regulations.

**NOTE 13 – RECOVERY OF WAGES**

The council has not derived any revenue during the year as a result of any recovery of wages activity it may have undertaken on behalf of members.

**NOTE 14: GOING CONCERN**

The reporting unit's ability to continue as a going concern is not reliant on any other reporting units other than referred to in Note 1.

**NOTE 15: FINANCIAL SUPPORT**

The reporting unit has not agreed to provide any financial support to any reporting units

**NOTE 16: ASSETS & LIABILITIES**

The reporting unit has not acquired any asset or liability as a result of an amalgamation, a restructure of branches, determination or revocation.







## INDEPENDENT AUDIT REPORT TO THE MEMBERS OF RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES

### *Report on the Financial Report*

We have audited the accompanying financial report of Rail, Tram and Bus Union of New South Wales ("the Union"), which comprises the statement of financial position as at 31 December 2015, the statement of comprehensive income, the statement of changes in members equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information to the financial report and the statement by the Committee of Management.

### *Committee of Management and Accounting Officer's Responsibility for the Financial Report*

The Committee of Management and Accounting Officer of the Union are responsible for the preparation of the financial report that gives a true and fair view in accordance with *Australian Accounting Standards* and the Industrial Relations Act 1996 and is appropriate to meet the needs of members. This includes responsibility for such internal controls as the Committee of Management and Accounting Officer determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

### *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*. Those standards require that we comply with relevant ethical requirements relating to audit engagements, and plan and perform the audit to obtain reasonable assurance about 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 Union's preparation of the financial report that gives a true and fair view 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 Union's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management and Accounting Officer, 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 *Accounting Professional and Ethical Standards Board* and the *Industrial Relations Act 1996*.



**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF RAIL, TRAM AND BUS UNION OF NEW SOUTH WALES**

*Opinion*

In our opinion the financial statements of the union:

- (i) give a true and fair view of the financial position for the year ended 31 December 2015 and of its performance and cash flows for the year ended on that date; and
- (ii) comply with *Australian Accounting Standards* and the *Industrial Relations Act 1996*.

We report that;

- (i) there were kept in respect of the year ended 31 December 2015, satisfactory records detailing the sources and nature of income (including income from members) and the nature and purposes of expenditure; and
- (ii) the attached financial statement including the Certificate of the Committee of Management and Accounting Officer is prepared in accordance with Section 510 of the *Industrial Relations Act 1991 (NSW)*, as applied by Section 283 (3) of the *Industrial Relations Act 1996* and has been properly prepared from accounting records of the union.

Dated at Sydney the 26th day of May 2016.

**ESV Accounting and Business Advisors**

**Tim Valtwies**  
Partner