



C.E.P.U. - COMMUNICATIONS DIVISION

TELECOMMUNICATIONS AND SERVICES BRANCH (S.A. / N.T.)

2005 / 2006

FINANCIAL STATEMENTS

AND AUDITORS' REPORT

John Lee

BRANCH SECRETARY.

10th August, 2006.

FINANCIAL STATEMENTS

OF THE

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY,
INFORMATION, POSTAL, PLUMBING & ALLIED SERVICES
UNION OF AUSTRALIA.**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH - S.A. / N.T.

ABN: 36 425 294 277

For the Year Ended 31st March, 2006.

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

BRANCH COMMITTEE OF MANAGEMENT OPERATING REPORT

This Operating Report records the activities of the Branch Committee of Management for the SOUTH AUSTRALIAN / NORTHERN TERRITORY TELECOMMUNICATIONS AND SERVICES BRANCH of the CEPU Communications Division for the financial year ended 31st March, 2006; the results of those activities; plus any significant changes in the nature of those activities during the year.

1. PRINCIPAL ACTIVITIES OF THE BRANCH COMMITTEE OF MANAGEMENT :

The Principal activities of the Branch Committee of Management during the preceding year fell into the following categories :-

- Implementation of National, Divisional and Branch decisions;
- Industrial support, including representation of individual members' grievances, advice on legal and legislative matters, initiating Union elections as provided for in the Rules of the Union, within the scope of any statutory or legal obligations;
- The administration of Awards, the certification of Industrial Agreements, and the variation of Awards;
- The administration of the Branch Membership;
- The administration of the Branch's financial affairs;
- Monthly Newsletters and other communications to members, the media, and the broader community.

2. CHANGES IN THE BRANCH'S FINANCIAL AFFAIRS :

There were no significant changes in the Branch's financial affairs during the year.

3. PRINCIPAL FACTORS AFFECTING FINANCIAL PERFORMANCE WERE :

The principal factors affecting financial performance were :-

- * increased income from leasing the Hurtle Square premises surplus to the Union's requirement;
- * increased costs from :-
 - office alterations prior to leasing &
 - visiting and training of members particularly in country areas as a result of changes in workplace legislation.

4. RIGHT OF MEMBERS TO RESIGN :

All Branch members have the right to resign from the Union in accordance with **Rule 32** of the Communications Division Rules (**and Section 174 of the workplace relations act**), namely by providing written notice addressed and delivered to the Branch Secretary via Post, Facsimile, e-Mail, or in person.

5. DIRECTORSHIPS OF SUPERANNUATION FUNDS:

Except for Mr. Gerard Kandelaars, who held a position of Board Member on the Telstra Superannuation Scheme, to the best of our knowledge and belief no other Officer of the Branch is, by virtue of their Office on the Branch Committee of Management of the Telecommunications and Services Branch (S.A. / N.T.) ,

- i) a Trustee of a superannuation entity or exempt public sector superannuation scheme;
- ii) a Director of a company that is a Trustee of a superannuation entity or an exempt public sector superannuation scheme; and
- iii) where a criterion for the Office of a Trustee or Director is that the Office is an Officer of a registered organization.

6. MEMBERSHIP OF THE BRANCH :

As at the 31st March, 2006, the membership of the Telecommunications and Services Branch (S.A. / N.T.) was 804.

7. EMPLOYEES OF THE BRANCH :

As at the 31st March, 2006, the Telecommunications and Services Branch (S.A. / N.T.) employed:-
Two (2) Full Time Employees,
One (1) Part Time Employee.

8. BRANCH COMMITTEE OF MANAGEMENT :

As at 31st March, 2006, the following persons were members of the Telecommunications and Services Branch (S.A. / N.T.) Branch Committee of Management :-

John William LEE	Branch Secretary	01/04/2005 - 31/03/2006
Gerard Anthony KANDELAARS	Branch President	01/04/2005 - 31/03/2006
Steven John COTTON	Branch Vice President	01/04/2005 - 31/03/2006
Helen Joyce MACMULLEN	Branch Vice President	01/04/2005 - 31/03/2006
Gary John GILSON	Committee of Management Member	01/04/2005 - 31/03/2006
Gregory Richard DOMEIKA	Committee of Management Member	01/04/2005 - 31/03/2006
Anthony Raymond MOSS	Committee of Management Member	01/04/2005 - 31/03/2006
Michael Robert GILES	Committee of Management Member	01/04/2005 - 31/03/2006

On the 1st August, 2005, the term of the following two Committee of Management members expired :-

Wayne Murray WATKINS	Committee of Management Member	01/04/2005 - 01/08/2005
Ian Nelson REYNOLDS	Committee of Management Member	01/04/2005 - 01/08/2005

Signed in accordance with the resolution of the Telecommunications & Services Branch (S.A. / N.T.) dated 9th August, 2006.

.....

John William LEE
BRANCH SECRETARY.

10th August, 2006.

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

BRANCH COMMITTEE CERTIFICATE

I, Gerard Anthony Kandelaars, being a Member of the Committee of Management of the Electronic, Energy, Information, Postal Plumbing & Allied Services Union of Australia, (CEPU); Communications Division; Telecommunications & Services Branch (S.A. / N.T.); declare on behalf of the Committee that :-

- (a) the financial statements and notes comply with the Accounting and Reporting Standards as applicable in Australia;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the Branch for the financial year to which they relate;
- (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 to which the general purpose financial report relates and since the end of that year:
 - (i) meetings of the Branch Committee were held in accordance with the rules of the organisation including the rules of the Branch; and
 - (ii) the financial affairs of the Branch have been managed in accordance with the rules of the organisation including the rules of the Branch; and
 - (iii) the financial records of the Branch have been kept and maintained in accordance with RAO Schedule and the RAO Regulations; and
 - (iv) the financial records of the reporting units have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
 - (vi) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

Signed in accordance with a resolution of the Committee dated 9th August, 2006.

.....
Gerard Anthony KANDELAARS
BRANCH PRESIDENT / MEMBER OF COMMITTEE.

10th August, 2006.

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

CONCISE FINANCIAL ACCOUNTS

For The Year Ended 31st March, 2006.

The Financial Accounts of the Branch have been audited in accordance with the provisions of the Workplace Relations Act, 1996, and the following concise financial accounts are provided for Members.

The Concise Report has been derived from the full report and cannot be expected to provide as full an understanding as the full report.

A Copy of the full audited Accounts will be supplied free of charge to Members who request them.

STATEMENT BY THE AUDITOR.

- The Concise Financial Report pages 5 to 6, has been audited by us:
- In our opinion. the Concise Report is consistent with the full financial report; and
- The full Audit Report on the General Purpose Accounts stated that in the opinion of the Auditor the accounts were presented fairly in accordance with Accounting and Reporting Standards as applicable in Australia, and the requirements of the Workplace Relations Act -1996.

INDEPENDENCE.

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

J. H. DOYLE & CO.

.....
C. Wellington
REGISTERED AUDITOR.

10th August, 2006.

COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

CONCISE FINANCIAL ACCOUNTS

BALANCE SHEET

For The Year Ended 31st March, 2006.

	NOTE	31 March, 2006. \$	31 March, 2005. \$
CURRENT ASSETS			
Cash	3	48,364	31,192
Receivables	4	<u>7,101</u>	<u>-</u>
TOTAL CURRENT ASSETS		<u>55,464</u>	<u>31,192</u>
NON-CURRENT ASSETS			
Investments	5	251,686	286,714
Property, Plant & Equipment	6	<u>699,009</u>	<u>696,678</u>
TOTAL NON-CURRENT ASSETS		<u>950,695</u>	<u>983,391</u>
TOTAL ASSETS		<u>1,006,159</u>	<u>1,014,583</u>
CURRENT LIABILITIES			
Payables	7	39,040	22,867
Provisions	8	<u>49,000</u>	<u>41,500</u>
TOTAL CURRENT LIABILITIES		<u>88,040</u>	<u>64,367</u>
TOTAL LIABILITIES		<u>88,040</u>	<u>64,367</u>
NET ASSETS		<u>\$918,119</u>	<u>\$950,216</u>
ACCUMULATED FUNDS			
Asset Revaluation Reserve	9	167,443	167,443
General Fund		503,517	535,614
Special Fund		<u>247,159</u>	<u>247,159</u>
TOTAL ACCUMULATED FUNDS		<u>\$918,119</u>	<u>\$950,216</u>

- TO BE READ IN CONJUNCTION WITH THE AUDIT REPORT -

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

CONCISE FINANCIAL ACCOUNTS

STATEMENT OF CHANGES IN EQUITY

For The Year Ended 31st March, 2006

	Year Ended 31/03/2006 \$	Year Ended 31/03/2005 \$
GENERAL FUND		
Opening Balance	535,614	547,401
Surplus (Deficit)	(32,097)	(11,787)
CLOSING BALANCE	<u>\$503,517</u>	<u>\$535,614</u>

INCOME STATEMENT

For The Year Ended 31st March, 2006

	Year Ended 31/03/2006 \$	Year Ended 31/03/2005 \$
Revenues from Ordinary Activities	361,272	326,348
Affiliation Fees	(8,368)	(6,421)
Audit Fees	(3110)	(3,100)
Commission & Debt Collection	(1,658)	(2,087)
Depreciation Expenses	(3,668)	(3,948)
Employee Benefit Expenses	(180,924)	(161,027)
Payroll Tax	(9,263)	(9,389)
Insurance	(4,232)	(7,549)
Organising Expenses Reimbursed	(20,000)	(20,000)
National Office Capitation Fees	(67,635)	(63,289)
Rates & Taxes	(8,663)	(11,426)
Renovations to building	(21,425)	---
Telephone	(7,539)	(7,692)
Travel	(8,794)	(6,267)
Other Expenses from Ordinary Activities	<u>(48,090)</u>	<u>(35,940)</u>
Profit/(Loss) from Ordinary Activities Attributable to Members	(32,097)	(11,787)
Building Revaluation Increase	---	<u>167,443</u>
TOTAL CHANGE IN FUNDS	<u>\$32,097</u>	<u>\$155,656</u>

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

STATEMENT OF CASH FLOWS

For The Year Ended 31st March, 2006.

	Year Ended 31/03/2006 \$	Year Ended 31/03/2005 \$
CASH FLOWS FROM OPERATING ACTIVITES		
Receipts from Members	304,895	283,960
Other Operating Receipts	43,305	29,037
Payments to Suppliers and Employees	(375,192)	(331,842)
Interest Received	15,135	3,475
	<hr/>	<hr/>
NET CASH PROVIDED BY OPERATING ACTIVITES	<u>(\$11,857)</u>	<u>(\$15,370)</u>
CASH FLOWS FROM INVESTING ACTIVITES		
Fixed Asset Purchases	(5,999)	(1,010)
Proceeds on Sale of Fixed Assets	--	91
	<hr/>	<hr/>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>(\$5,999)</u>	<u>(\$920)</u>
CASH FLOWS FROM FINANCING ACTIVITES		
Cash from Special Fund	16,974	--
	<hr/>	<hr/>
NET CASH USED IN FINANCING ACTIVITES	<u>16,974</u>	<u>--</u>
NET INCREASE (DECREASE) IN CASH HELD	<u>(\$882)</u>	<u>(\$16,290)</u>
Cash at the Beginning of the Financial Year	70,745	87,035
	<hr/>	<hr/>
CASH AT THE END OF THE FINANCIAL YEAR	<u>\$69,863.</u>	<u>\$70,745</u>

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
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- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

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BRANCH COMMITTEE OF MANAGEMENT OPERATING REPORT

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2. CHANGES IN THE BRANCH'S FINANCIAL AFFAIRS :

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3. PRINCIPAL FACTORS AFFECTING FINANCIAL PERFORMANCE WERE :

The principal factors affecting financial performance were :-

- * increased income from leasing the Hurtle Square premises surplus to the Union's requirement;
- * increased costs from :-
 - office alterations prior to leasing &
 - visiting and training of members particularly in country areas as a result of changes in workplace legislation.

4. RIGHT OF MEMBERS TO RESIGN :

All Branch members have the right to resign from the Union in accordance with **Rule 32** of the Communications Division Rules (**and Section 174 of the workplace relations act**), namely by providing written notice addressed and delivered to the Branch Secretary via Post, Facsimile, e-Mail, or in person.

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Except for Mr. Gerard Kandelaars, who held a position of Board Member on the Telstra Superannuation Scheme, to the best of our knowledge and belief no other Officer of the Branch is, by virtue of their Office on the Branch Committee of Management of the Telecommunications and Services Branch (S.A. / N.T.) ,

- iv) a Trustee of a superannuation entity or exempt public sector superannuation scheme;
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5. MEMBERSHIP OF THE BRANCH :

As at the 31st March, 2006, the membership of the Telecommunications and Services Branch (S.A. / N.T.) was 804.

6. EMPLOYEES OF THE BRANCH :

As at the 31st March, 2006, the Telecommunications and Services Branch (S.A. / N.T.) employed:-
Two (2) Full Time Employees,
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7. BRANCH COMMITTEE OF MANAGEMENT :

As at 31st March, 2006, the following persons were members of the Telecommunications and Services Branch (S.A. / N.T.) Branch Committee of Management :-

John William LEE	Branch Secretary	01/04/2005 - 31/03/2006
Gerard Anthony KANDELAARS	Branch President	01/04/2005 - 31/03/2006
Steven John COTTON	Branch Vice President	01/04/2005 - 31/03/2006
Helen Joyce MACMULLEN	Branch Vice President	01/04/2005 - 31/03/2006
Gary John GILSON	Committee of Management Member	01/04/2005 - 31/03/2006
Gregory Richard DOMEIKA	Committee of Management Member	01/04/2005 - 31/03/2006
Anthony Raymond MOSS	Committee of Management Member	01/04/2005 - 31/03/2006
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On the 1st August, 2005, the term of the following two Committee of Management members expired :-

Wayne Murray WATKINS	Committee of Management Member	01/04/2005 - 01/08/2005
Ian Nelson REYNOLDS	Committee of Management Member	01/04/2005 - 01/08/2005

Signed in accordance with the resolution of the Telecommunications & Services Branch (S.A. / N.T.) dated 9th August, 2006.

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John William LEE
BRANCH SECRETARY.

10th August, 2006.

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

BRANCH COMMITTEE CERTIFICATE

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- (a) the financial statements and notes comply with the Accounting and Reporting Standards as applicable in Australia;
- (b) the financial statements and notes comply with the reporting guidelines of the Industrial Registrar;
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the Branch for the financial year to which they relate;
- (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 to which the general purpose financial report relates and since the end of that year:
 - (i) meetings of the Branch Committee were held in accordance with the rules of the organisation including the rules of the Branch; and
 - (ii) the financial affairs of the Branch have been managed in accordance with the rules of the organisation including the rules of the Branch; and
 - (iii) the financial records of the Branch have been kept and maintained in accordance with RAO Schedule and the RAO Regulations; and
 - (iv) the financial records of the reporting units have been kept, as far as practicable, in a consistent manner to each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of the reporting unit or a Registrar duly made under section 272 of the RAO Schedule has been furnished to the member or Registrar; and
 - (vi) there has been compliance with any order for inspection of financial records made by the Commission under section 273 of the RAO Schedule.

Signed in accordance with a resolution of the Committee dated 9th August, 2006.

.....
Gerard Anthony KANDELAARS
BRANCH PRESIDENT / MEMBER OF COMMITTEE.

10th August, 2006.

COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).
- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

STATEMENT OF FINANCIAL POSITION

For The Year Ending 31st March, 2006.

	NOTE	31 March, 2006. \$	31 March, 2005. \$
CURRENT ASSETS			
Cash	3	48,364	31,192
Receivables	4	<u>7,101</u>	<u>-</u>
TOTAL CURRENT ASSETS		<u>55,464</u>	<u>31,192</u>
NON-CURRENT ASSETS			
Investments	5	251,686	286,714
Property, Plant & Equipment	6	<u>699,009</u>	<u>696,678</u>
TOTAL NON-CURRENT ASSETS		<u>950,695</u>	<u>983,391</u>
TOTAL ASSETS		<u>1,006,159</u>	<u>1,014,583</u>
CURRENT LIABILITIES			
Payables	7	39,040	22,867
Provisions	8	<u>49,000</u>	<u>41,500</u>
TOTAL CURRENT LIABILITIES		<u>88,040</u>	<u>64,367</u>
TOTAL LIABILITIES		<u>88,040</u>	<u>64,367</u>
NET ASSETS		<u>\$918,119</u>	<u>\$950,216</u>
ACCUMULATED FUNDS			
Asset Revaluation Reserve	9	167,443	167,443
General Fund		503,517	535,614
Special Fund		<u>247,159</u>	<u>247,159</u>
TOTAL ACCUMULATED FUNDS		<u>\$918,119</u>	<u>\$950,216</u>

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

STATEMENT OF CHANGES IN EQUITY

For The Year Ended 31st March, 2006.

	Year Ended 31/03/2006 \$	Year Ended 31/03/2005 \$
GENERAL FUND		
Opening Balance	535,614	547,401
Surplus (Deficit)	<u>(32,097)</u>	<u>(11,787)</u>
CLOSING BALANCE	<u>\$503,517</u>	<u>\$535,614</u>

STATEMENT OF FINANCIAL PERFORMANCE

For The Year Ended 31st March, 2006.

	31 March 2006 \$	31 March 2005 \$
INCOME		
Members Contributions	295,731	293,746
Rent	17,294	--
Interest	15,135	3,475
Other Income	<u>33,113</u>	<u>29,128</u>
TOTAL INCOME	361,272	326,348
LESS EXPENDITURE		
Affiliation Fees - Fed. Office	67,635	63,289
Affiliation Fees - A.L.P. & S.A Unions	8,368	6,421
Audit & Accountancy Fees	3,110	3,100
Bank Fees, State & Federal Taxes	1,957	2,553
Cleaning	1,295	1,092
Subs. Collection Fees	1,658	2,087
Computer Expenses	3,504	1,225
Depreciation	3,668	3,948
Donations (less than \$1000)	1,803	412
Entertainment & Public Relations	1,103	911
Heat, Light & Power	7,788	5,410
Insurance - General	4,232	7,549
Insurance - Workcover	2,671	2,725
Legal Expenses & Industrial Expenses	3,143	375
Branch Committee - Officials Exes & Honora	1,961	2,018
Travel Allowances & Air Fares	8,794	6,267

- TO BE READ IN CONJUNCTION WITH THE AUDIT REPORT & NOTES TO ACCOUNTS -

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

STATEMENT OF FINANCIAL PERFORMANCE (CONT.)

Motor Vehicle Expenses	2,875	1,776
Office & Sundry Expenses	805	1,916
Organising Expenses	20,000	20,000
Payroll Tax	9,263	9,389
Fringe Benefits Tax	247	--
Postage	3,472	3,016
Printing & Stationery	7,285	5,401
Publications	304	676
Provision for Annual Leave	5,500	(8,075)
Provision for Long Service Leave	2,000	1,678
Rates & Taxes	8,663	11,426
Repairs & Maintenance	5,333	6,436
Building Renovations	21,425	--
Salaries - Officials	82,884	91,449
Salaries - Other	50,735	56,927
Superannuation (Note 10)	39,805	19,048
Training & Education	2,545	--
Telephone & Facsimile	7,539	7,692
TOTAL EXPENDITURE	<u>393,369</u>	<u>338,135</u>
DEFICIT FOR THE PERIOD	<u>(\$32,097)</u>	<u>(\$11, 787)</u>

COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A./N.T.)

ABN: 36 425 294 277

STATEMENT OF CASH FLOWS

For The Year Ended 31st March, 2006.

	31 March, 2006.	31 March, 2005.
	\$	\$
GENERAL FUND		
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Members	304,895	283,960
Other Operating Receipts	43,305	29,037
Payments to Suppliers and Employees	(375,192)	(331,842)
Interest Received	15,135	3,475
	<hr/>	<hr/>
NET CASH PROVIDED BY OPERATING ACTIVITIES	2(b) (\$11,857)	(\$15,370)
	<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed Asset Purchases	(5,999)	(1,010)
Proceeds on Sale of Fixed Assets	--	91
	<hr/>	<hr/>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(\$5,999)	(\$920)
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash from Special Fund	16,974	--
	<hr/>	<hr/>
NET CASH USED IN FINANCING ACTIVITIES	16,974	--
	<hr/>	<hr/>
NET INCREASE (DECREASE) IN CASH HELD	(\$882)	(\$16,290)
	<hr/>	<hr/>
Cash at the Beginning of the Financial Year	70,745	87,035
	<hr/>	<hr/>
CASH AT THE END OF THE FINANCIAL YEAR	2(a) \$69,863	\$70,745

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
POSTAL, PLUMBING & ALLIED SERVICES UNION OF AUSTRALIA (CEPU).**

- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

NOTES TO AND FORMING PART OF THE ACCOUNTS

For The Year Ended 31st March, 2006.

NOTE 1.1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES.

This financial report is a general purpose financial report that has been prepared in accordance with Financial Accounting and Reporting Standards applicable in Australia and the requirements of the Workplace Relations Act - 1996 as amended.

Excepting for contributions received in advance, the financial report has been prepared on an accruals basis and is based on historical costs, modified by the revaluation of selected non-current assets.

The following is a summary of the material accounting policies adopted by the Branch in the preparation of the financial report. The accounting policies have been consistently applied unless otherwise stated.

- (a) **Income Tax**
The Branch is exempt from Income Tax under S. 50-15 of the Income Tax Assessment Act - 1997.
- (b) **Plant and Equipment**
Motor Vehicles and Plant and Equipment are carried at cost less accumulated depreciation.
- (c) **Contributions**
Excepting for contributions received in advance, contributions are accounted for on a cash basis.
- Employee Benefits**
- (d) Provision for Employee Benefits in the form of Long Service Leave, Accrued Annual Leave, etc., have been made for the accrued entitlements of all Employees on the basis of their terms of Employment.

NOTE 1.2 INFORMATION TO BE PROVIDED TO MEMBERS OF REGISTRAR.

In accordance with the requirements of the Workplace Relations Act - 1996 the attention of members is drawn to the provisions of subsection (1), (2) and (3) of sections 272, 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).

- TO BE READ IN CONJUNCTION WITH THE AUDIT REPORT -

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
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NOTES TO AND FORMING PART OF THE ACCOUNTS

For The Year Ended 31st March, 2006.

NOTE 2 CASH FLOW INFORMATION – GENERAL FUND.

	31/03/2006	31/03/2005
	\$	\$
(a) CASH ON HAND AT END OF THE YEAR AS BELOW:		
Petty Cash	600	600
ACCU Bank Accounts	44,819	49,823
C/Wealth Bank Accounts	<u>24,444</u>	<u>20,322</u>
	<u>\$69,863</u>	<u>\$70,745</u>
(b) RECONCILIATION OF CASH FLOW FROM OPERATIONS WITH DEFICIT:		
Operating Deficit	(32,097)	(11,787)
Depreciation and Gain on Sale	3,668	3,948
Adjustment on Scrapping	---	(91)
	<u>(28,429)</u>	<u>(7,930)</u>
CHANGES IN ASSETS & LIABILITIES		
Decrease (Increase) in accounts Receivable	(7,101)	---
Increase (Decrease) in Creditors & Accruals	7,009	8,742
Decrease/Increase in Employee Provisions	7,500	(6,397)
Increase (Decrease) in Subs in Advance	<u>9,164</u>	<u>(9,785)</u>
CASH FLOWS FROM OPERATIONS	<u>(\$11,857)</u>	<u>(\$15,370)</u>

NOTE 3. CASH.

Commonwealth Bank – Cheque A/c	14,595	10,816
Commonwealth Bank – Members Relief	9,849	9,506
ACCU – General Account	23,320	10,270
Petty Cash	<u>600</u>	<u>600</u>
	<u>\$48,364</u>	<u>\$31,192</u>

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NOTES TO AND FORMING PART OF THE ACCOUNTS

For The Year Ended 31st March, 2006.

NOTE 4. INVESTMENTS.

Rent outstanding	<u>7,101</u>	<u>--</u>
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NOTE 5, INVESTMENTS.

Shares in ACCU	2	2
ACCU – LSL Account	21,499	39,553
ACCU – Special Fund Account	<u>230,185</u>	<u>247,159</u>
	<u>\$251,686</u>	<u>\$286,714</u>

NOTE 6. PROPERTY, PLANT & EQUIPMENT.

1. Land & Buildings.

At 31/03/2005 the Land and Buildings are in the name of "Australian Telecommunications Employees Association / Australian Telephone & Phonogram Officers Association". For financial reporting purposes they are shown in the S.A. / N.T. Branch Accounts.

	31/03/2006	31/03/2005
Land & Buildings		
At Independent Valuation (NOTE 6.3)	\$685,000	\$685,000

2. Office Furniture & Equipment.

At Cost	80,970	75,072
Accumulated Depreciation	<u>(66,961)</u>	<u>(63,293)</u>
	<u>14,009</u>	<u>11,779</u>
Property, Plant & Equipment	<u>\$699,009</u>	<u>\$696,779</u>

**COMMUNICATIONS, ELECTRICAL, ELECTRONIC, ENERGY, INFORMATION,
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NOTES TO AND FORMING PART OF THE ACCOUNTS

For The Year Ended 31st March, 2006.

3. Land & Buildings Valuation.

- the purpose of the valuation was for a market value assessment for internal purposes.
- the amount of the valuation was \$1.37 million held as 1 undivided 2nd part, ie \$685,000.
- the date of the valuation was 06/04/2005.
- the independent valuer was J. Richardson of Fudali Waterhouse PRD.

NOTE 7. CREDITORS & BORROWINGS.

Accounts Payable	24,298	17,288
Contributions in Advance	14,742	5,579
	<u>\$39,040</u>	<u>\$22,867</u>

NOTE 8. PROVISIONS.

	31 March, 2006.	31 March, 2005.
Provision for Annual Leave	17,000	11,500
Provision for Long Service Leave	32,000	30,000
	<u>\$49,000</u>	<u>\$41,500</u>

NOTE 9. RESERVES.

Asset Revaluation Reserve (Revaluation of Freehold Land & Buildings)	167,443	167,443
	<u>167,443</u>	<u>167,443</u>

NOTE 10. SUPERANNUATION.

Officials	22,942	12,703
Other Staff	16,863	6,345
	<u>39,805</u>	<u>19,048</u>

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NOTES TO AND FORMING PART OF THE ACCOUNTS

For The Year Ended 31st March, 2006.

NOTE 11. SEGMENT REPORTING.

The Branch operates as a trade union and provides employee support to members.

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- COMMUNICATIONS DIVISION -

TELECOMMUNICATIONS & SERVICES BRANCH (S.A. / N.T.)

ABN: 36 425 294 277

AUDITORS' REPORT

SCOPE.

We have audited the Accounts being the Statement of Financial Position, Statement of Changes in Equity, Statement of financial Performance, Cash Flows Statement and Notes to and forming part of the Accounts of the Communications, Electrical, Electronic, Energy, Information, Postal, Plumbing & Allied Services Union of Australia (CEPU), Communications Division, Telecommunications & Services Branch (S.A. / N.T.), for the year ended 31st March, 2006.

The Branch Committee is 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 Branch.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the Accounts are free from 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 financial accounting and reporting standards applicable in Australia and statutory requirements so as to present a view of the Branch which is consistent with our understanding of its financial position and the results of its operations.

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

INDEPENDENCE.

In conducting our Audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

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AUDITORS' REPORT (CONT.)

AUDIT OPINION.

In our opinion the financial report:

- presents fairly in accordance with financial accounting and reporting standards applicable in Australia, the financial position of the Branch as at 31st March, 2006, and the results of its operations and its cash flows for the year ended then; and
- is in accordance with the requirements of the Workplace Relations Act 1996

J. H. DOYLE & CO.

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C. Wellington
REGISTERED AUDITOR FCPA

ADELAIDE, S.A.

10th August, 2006.

