



Year end accounts for NSW Teachers Federation

The accounts accompanying this report represent the abridged accounts of the Federation for the calendar year ending 31 December 2009.

A more detailed version of these accounts will be presented to the Annual Conference of the Federation at mid year. The principal responsibility for the financial affairs of the union rests with the Executive.

I would like to express my appreciation to Steve Ruzic, Wendy Fletcher, Juliana Lim, Maryam Mostaghimi, Donna Quac Ung, Tony Jabbour, Ethel Cuevas and Gerard Reilly in the Accounts Section and as well as the members of the Finance Committee. A special mention is made of the work of the custodians, Mary Fogarty and Nola Edsall who on a day to day basis play a significant Custodian role in the Federation financial area. All of these people played a part in ensuring that the Federation's financial affairs meet the stringent requirements placed on this organisation by the provisions of the Industrial Arbitration Act.

John Irving
General Secretary

Summary of the financial statements for the financial year ended 31 December 2009

The financial statements of the NSW Teachers Federation have been audited in accordance with the provisions of Subsection 282 (3) of the Industrial Relations Act 1996 and the following summary is provided for members in accordance with Section 517(2) of the 1991 Act.

A copy of the Auditors' Report, Accounts and Statements will be supplied free of charge to members who request same.

Certificates required to be given under the Act by the Accounting Officer and the Committee of Management have been completed in accordance with the provisions of the Act and contain no qualifications.

In accordance with the requirements of Subsection 282 (3) of the Industrial Relations Act 1996, the attention of members is drawn to the provisions of sub-sections (1) and (2) of Section 512 of the 1991 Act which read as follows:

- (1) A member of an organisation, or a Registrar, may apply to the organisation for specified prescribed information in relation to the organisation.
- (2) An organisation shall, on application made under subsection (1) by a member of the organisation or a Registrar, make the specified information available to the member or Registrar in such a manner, and within such time, as prescribed.

The entity has changed its accounting policy relating to the recognition of superannuation actuarial gains and losses. Such actuarial gains and losses are now recognised outside of profit or loss in other comprehensive income. Previously, actuarial gains and losses were recognised through profit or loss. Both options are permissible under AASB 119 *Employee Benefits*. Actuarial net return on super benefit assets of the SASS, SSS, SANCS and Staff Super Fund schemes are still recognised in the profit and loss in the statement of comprehensive income.

Independent Auditor's Report to the Members of NSW Teachers Federation

We have audited the accompanying summarised financial report of NSW Teachers Federation, comprising the summary of statement of financial position as at 31 December 2009, the summary statement of comprehensive income for the year then ended, and related notes, which was derived from the financial report of NSW Teachers Federation for the year ended 31 December 2009. We expressed an unmodified auditor's opinion on that financial report in our auditor's report dated 13 March 2010.

Responsibility of the Committee of Management for the financial statements

The Committee of Management (Executive) of NSW Teachers Federation is responsible for the preparation and presentation of the summarised financial report.

Auditor's responsibility

Our responsibility is to express an opinion on the summarised financial report based on our procedures, which were conducted in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements.

Independence

In conducting our audit, we have complied with the applicable independence requirements of the Accounting Professional and Ethical Standards Board.

Auditor's opinion

In our opinion, the information reported in the summarised financial report is consistent, in all material respects, with the financial report from which it was derived. For a better understanding of the financial position of NSW Teachers Federation as at 31 December 2009, its financial performance for the year end and the scope of our audit, the summarised financial report should be read in conjunction with the unabridged financial report and the auditor's report thereon.

Grant Thornton Audit Pty Ltd
Chartered Accountants

M A Adam-Smith
Director - Audit & Assurance Services

Sydney, 13 March 2010

Summary statement of financial position as at 31 December 2009

| | CONSOLIDATED | | PARENT | |
|--------------------------|--------------|------------|------------|------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| EQUITY | 38,145,342 | 28,473,542 | 38,195,342 | 28,523,542 |
| Current assets | 27,188,616 | 24,478,358 | 26,053,318 | 23,345,382 |
| Non-current assets | 28,252,845 | 29,087,829 | 28,945,011 | 29,786,548 |
| TOTAL ASSETS | 55,441,462 | 53,566,187 | 54,998,329 | 53,131,930 |
| Current liabilities | 9,261,725 | 10,220,161 | 9,063,060 | 10,064,153 |
| Non-current liabilities | 8,034,394 | 14,872,484 | 7,739,927 | 14,544,235 |
| TOTAL LIABILITIES | 17,296,120 | 25,092,645 | 16,802,987 | 24,608,388 |
| NET ASSETS | 38,145,342 | 28,473,542 | 38,195,342 | 28,523,542 |

Summary consolidated statement of comprehensive income as at 31 December 2009

| | CONSOLIDATED | | PARENT | |
|---|--------------|--------------|------------|--------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Subscriptions: | | | | |
| - Membership | 28,486,740 | 28,082,902 | 28,486,740 | 28,082,902 |
| - Public Education Fund Levy | 1,365,120 | 1,284,533 | 1,365,120 | 1,284,533 |
| Other income | 3,685,128 | 3,949,492 | 2,815,980 | 3,258,021 |
| Other expenses | 30,409,275 | 30,612,250 | 29,647,669 | 29,974,859 |
| PROFIT BEFORE INCOME TAX | 3,140,743 | 2,721,332 | 3,043,782 | 2,667,252 |
| Income tax expense | (96,961) | (54,080) | - | - |
| PROFIT ATTRIBUTABLE TO MEMBERS OF THE ENTITY | 3,043,782 | 2,667,252 | 3,043,782 | 2,667,252 |
| Actuarial gain/(loss) on super funds | 6,630,181 | (16,700,467) | 6,630,181 | (16,700,467) |
| Decrease in revaluation reserve | (2,163) | (1,540) | (2,163) | (1,540) |
| TOTAL OTHER COMPREHENSIVE INCOME | 6,628,018 | (16,702,007) | 6,628,018 | (16,702,007) |
| TOTAL COMPREHENSIVE INCOME | 9,671,800 | (14,034,755) | 9,671,800 | (14,034,755) |

Public Edu

The following summary accounts are a brief summary of the activities of the Public Education Fund for the year ended 31 December 2009.

The purpose of the Fund is to positively promote and advertise the professional achievements of public school and college teachers and the public education system. Monies raised are expended in a manner determined by Executive and consistent with the specific purpose of the Fund.

A copy of the Auditors' Report, Accounts and Statements will be supplied free of charge to members who request same.

John Irving
General Secretary

Summary statement of financial position as at 31 December 2009

The Public Education Fund is not a separate legal entity and hence these Financial Statements are also included in the Financial Statements of the NSW Teachers Federation.

These Public Education Fund Financial Statements are prepared and audited as a "Special Purpose Financial Report" as a result, no accounting standards or other mandatory standards have been intentionally applied.

| | 2009 | 2008 |
|--------------------------|-----------|---------|
| | \$ | \$ |
| EQUITY | 1,348,763 | 493,534 |
| Current assets | 1,360,571 | 494,198 |
| Non-current assets | - | 1,836 |
| TOTAL ASSETS | 1,360,571 | 496,034 |
| Current Liabilities | 11,808 | 2,500 |
| TOTAL LIABILITIES | 11,808 | 2,500 |
| NET ASSETS | 1,348,763 | 493,534 |

Australian Education Union (NSW Branch)



These accounts are a summary of the activities of the NSW Branch of the federal union, the Australian Education Union.

The 2009 year was one in which very little activity occurred and the financial activity was mostly limited to the receipt of funds collected on behalf of the Federal branch of the union by the NSW Teachers Federation. These funds were received and then transferred to the federal body.

John Irving

John Irving
Branch Secretary

Summary of the financial statements for the financial year ended 31 December 2009

The financial statements of the Union have been audited in accordance with the provisions of the Fair Work (Registered Organisations) Act 2009 and the following summary is provided for members in accordance with Section 279(2) of the Act.

A copy of the Auditor's Report, Accounts and Statements will be supplied free of charge to members who request same.

Certificates required to be given under the Act by the Accounting Officer and the Committee of Management have been completed in accordance with the provisions of the Act and contain no qualifications. The financial statements, specific disclosures and other information included in the concise financial report are derived from, and are consistent with, the full financial report of Australian Education Union (NSW Branch).

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Section 274 (1) and (2) and (3), which read as follows:

- (1) A member of an organisation, or a Registrar, may apply to the organisation for specified prescribed information in relation to the organisation.
- (2) An organisation shall, on application

made under subsection (1) by a member of the organisation or a Registrar, make the specified information available to the member or Registrar in such a manner, and within such time, as prescribed.

(3) A Registrar may only make an application under subsection (1) at the request of a member of the organisation concerned, and the Registrar shall provide to a member information received because of an application made at the request of the member.

Discussion and analysis of the financial statements

Information on Australian Education Union (NSW Branch) Financial Report
The financial statements and disclosures in the concise financial report have been derived from the 31 December 2009 financial report of Australian Education Union (NSW Branch).

The discussion and analysis is provided to assist members in understanding the concise financial report. The discussion and analysis is based on Australian Education Union (NSW Branch) financial statements and the information contained in the concise financial report has been derived from the full 2009 Financial Report of Australian Education Union (NSW Branch).

Statement of Comprehensive Income

Loss for the year of \$887 was down \$678 from the prior year (2008: loss of \$1,565), largely due to receipt of \$2,000 as grants from NSW Teachers Federation.

Agency collections income of \$2,281,920 decreased 3.7% from the prior year (2008: \$2,368,743) due to reduced activity on a federal level.

Statement of Financial Position

Total assets decreased by \$425,076 from \$428,517 in 2008 to \$3,441 in 2009, representing a decrease of 99%. This decrease was mainly attributable to a decrease in trade and other payables for the same amount.

Total liabilities have decreased by \$424,189 from \$427,189 in 2008 to \$3,000 in 2009 due to a decrease in trade and other receivables for the same amount.

Equity has decreased by 67% from \$1,328 in 2008 to \$441 in 2009. This was due to the net loss for the year decreasing retained earnings by \$887.

Cash Flow Statement

Cash has increased by \$380 from \$3,050 in

2008 to \$3,430 in 2009 representing an increase of 12%. The net cash inflow from operating activities has decreased by \$101 from \$481 in 2008 to \$380 in 2009 due to increased payments in the course of operations.

Statement of financial position as at 31 December 2009

| | 2009 | 2008 |
|----------------------------------|--------------|----------------|
| | \$ | \$ |
| CURRENT ASSETS | | |
| Cash and cash equivalents | 3,430 | 3,050 |
| Trade and other receivables | 11 | 425,467 |
| TOTAL CURRENT ASSETS | 3,441 | 428,517 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 3,000 | 427,189 |
| TOTAL CURRENT LIABILITIES | 3,000 | 427,189 |
| TOTAL LIABILITIES | 3,000 | 427,189 |
| NET ASSETS | 441 | 1,328 |
| EQUITY | | |
| Retained earnings | 441 | 1,328 |
| TOTAL EQUITY | 441 | 1,328 |

Statement of comprehensive income for the year ended 31 December 2009

| | 2009 | 2008 |
|--|------------------|------------------|
| | \$ | \$ |
| Revenues | | |
| Grants | 2,000 | - |
| Interest received | 182 | 555 |
| Agency collections | 2,281,920 | 2,368,743 |
| Total revenues | 2,284,102 | 2,369,298 |
| Expenses | | |
| Audit of financial report | 3,000 | 2,050 |
| Capitation fees paid to Federal Office | 2,281,920 | 2,368,743 |
| Total WRA Regulations disclosures | 2,284,920 | 2,370,793 |
| Travel costs | - | - |
| Finance costs | 69 | 70 |
| Total expenses | 2,284,989 | 2,370,863 |
| Loss for the year | (887) | (1,565) |
| Other comprehensive income | - | - |
| Total comprehensive income | (887) | (1,565) |

Statement of changes in equity for the year ended 31 December 2009

| | Retained Earnings | TOTAL |
|-------------------------------------|-------------------|--------------|
| | \$ | \$ |
| Balance at 31 December 2007 | 2,893 | 2,893 |
| Total comprehensive income for 2008 | (1,565) | (1,565) |
| Balance at 31 December 2008 | 1,328 | 1,328 |
| Total comprehensive income for 2009 | (887) | (887) |
| Balance at 31 December 2009 | 441 | 441 |

Statement of cash flows for the financial year ended 31 December 2009

| | 2009 | 2008 |
|---|--------------|--------------|
| | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Grants received | 2,000 | - |
| Agency Collections | 2,281,920 | 1,944,053 |
| Interest received | 171 | 550 |
| Payments in the course of operations | (2,283,711) | (1,944,122) |
| Net cash provided by operating activities | 380 | 481 |
| CASH FLOWS FROM INVESTING ACTIVITIES | - | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | - | - |
| Net increase in cash held | 380 | 481 |
| Cash at beginning of year | 3,050 | 2,569 |
| Cash at end of the year | 3,430 | 3,050 |

ation Fund

Summary statement of comprehensive income for the financial year ended 31 December 2009

| | 2009 | 2008 |
|-----------------------------------|------------------|------------------|
| | \$ | \$ |
| Income | | |
| Levies from members | 1,365,120 | 1,284,533 |
| Other income | 323 | 50 |
| | 1,365,443 | 1,284,583 |
| Less expenditure | | |
| Media expenses | 160,708 | 539,058 |
| Other expenses | 349,507 | 282,084 |
| | 510,215 | 821,142 |
| SURPLUS FOR THE YEAR | 855,228 | 463,441 |
| Other comprehensive income | - | - |
| TOTAL COMPREHENSIVE INCOME | 855,228 | 463,441 |
| Media expenses: | | |
| Billboard | - | - |
| Radio | 60,158 | 8,172 |
| TV | - | 360,715 |
| Press | 50,877 | 30,321 |
| Production fees | 6,858 | 59,410 |
| Internet | - | 80,440 |
| Other | 42,815 | - |
| TOTAL | 160,708 | 539,058 |