

COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
ABN 38 968 067 748

CONCISE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2006

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DISCUSSION AND ANALYSIS OF THE FINANCIAL STATEMENTS

Information on Community And Public Sector Union SPSF Group Victorian Branch Concise Financial Report:

The financial statements and disclosures in the concise financial report have been derived from the 2006 financial report of Community And Public Sector Union SPSF Group Victorian Branch.

A copy of the full financial report and auditors report can be sent to any member, free of charge, upon request.

This discussion and analysis is provided to assist members in understanding the concise financial report. The discussion and analysis is based on Community And Public Sector Union SPSF Group Victorian Branch financial statements and the information contained in the concise financial report has been derived from the full 2006 Financial Report of Community And Public Sector Union SPSF Group Victorian Branch.

Income Statement:

The surplus attributable to members for the year is \$196,871 compared to a surplus of \$429,282 in 2005. This surplus is mainly due to revenue by growing 4% since 2005 while expenses have increased by 12% over the same period. The significant increase in expenses was due to the cost of new IR campaigns and legal cases initiated on behalf of members.

Balance Sheet:

Our balance sheet position continues to remain strong with net asset position improving by 77%. Cash and cash equivalents are higher than 2005 due to positive cash inflows for subscription payments. Total assets increased by \$292,090 or 22% mainly due to an increase in cash on hand and fixed assets while total liabilities increased by \$95,219 or 8% mainly due to increase in provision of leave entitlements and trade creditors. As a consequence members fund increased by \$196,869 from the 2005 year.

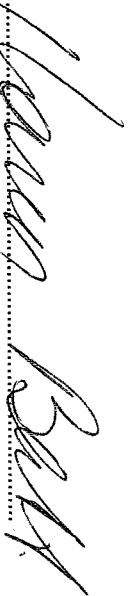
Cash Flow Statement:

Our cash flow and liquidity continues to strengthen with the cash position growing by \$207,389 (27%). Cash assets increased from \$760,841 as at 30 June 2005 to \$968,230 as at 30 June 2006.

Cash flows from operations reduced by 24% during the year from a surplus cash of \$602,002 in 2005 to a surplus of cash of \$457,780 in 2006. This reduction was mainly a result of the increase in overall expenses.

Designated Officer

Karen Batt



Dated: 18TH OCT 2006

COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
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OPERATING REPORT

Your Branch Council present the report on the union for the financial year ended 30 June 2006.

Members of Branch Council

The names of the members of the Committee of Management in office at any time during or since the end of the financial year are:

Branch Executive

Karen Batt

Jim Walton

Kelvin Goodall

Judy Mead

Peter Lilywhite

Branch Councillor

Michael Tiliacos

Pierre Rispoli

Chris Naqvi

Christine Hughes

Mary Roose

Deidre Carille

Mary Sullivan

Rosalina Bruzese

Jeremy Barnes (resigned on 7 July 2006)

Andrew Liston

Richard Wadsworth

Pushi Brown

Cheryl Douglas

Roy Burns

Alice Tudehope (resigned in December 2005)

Ron Dean

Elizabeth Free

Gavan Cook

Catherine Davies

Alan Gee

Helen Fatourous

Lydia Spicer

Michael Donohoe

David Nugara

Christine Mitchell

Alan Woodroffe

Ian Goulden (resigned in February 2006)

Rod Spence

Bill Lyons

Mark Nestor

Steve Walsh

Peter Kershaw

Susan Taylor

Jenny Leishman

Paul Coglian

Ronald Kennelly

Ian Thomas

The members of the Branch Council have been in office since the start of the financial year to the date of this report unless otherwise stated.

Operating Results

The surplus of the union for the financial year amounted to \$196,871 (2005: \$429,282).

Review of Operations

A review of the operations of the union during the financial year and the results of those operations found that during the year, the entity continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

Significant Changes in State of Affairs

No significant changes in the state of affairs of the entity occurred during the financial year.

COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
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OPERATING REPORT (continued)

Principal Activity

The principal activity of the union during the financial year was promoting union activities within the Victorian state public services sector.

No significant change in the nature of these activities occurred during the year.

After Balance Date Events

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the union, the results of those operations, or the state of affairs of the entity in future financial years.

Union's Details

The union has 51 (2005: 43) employees at 30 June 2006

At 30 June 2006, the total number of financial members, inclusive of the Retired Officers Division was 13,512 (2005: 13,397).

Rights of members to resign

A member may resign from membership of the Union by notice in writing, addressed to the Branch Secretary, if the member cease to be eligible to become a member of the Union or the member give notice not less than two weeks before the resignation is to take effect.

Directorships of Superannuation Fund

To the best of our knowledge and belief, no officer of the organisation, by virtue of their office of the Community And Public Sector Union SPSF Group Victorian Branch is:

- (i) a trustee of a superannuation entity or exempt public sector superannuation scheme; or
- (ii) a director of a company that is the trustee of a superannuation entity or an exempt public sector superannuation scheme; and
- (iii) where a criterion for the officer being the trustee or director is that the officer is an officer of a registered organisation.

Signed in accordance with a resolution of the Branch Council:

Designated Officer 
Karen Batt

Dated this 18TH Oct 2006

**COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
ABN 38 968 067 748**

**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Notes	2006 \$	2005 \$
Revenue	4	<u>4,973,357</u>	<u>4,760,293</u>
Employee benefits and related expenses		(3,401,490)	(2,998,552)
Office operation and maintenance		(219,098)	(225,327)
Motor vehicle expenses		(69,947)	(58,533)
Communication		(176,338)	(155,599)
Professional fee		(82,891)	(80,667)
Library		(9,619)	(5,663)
Meetings		(84,373)	(77,852)
Printing and publications		(197,746)	(213,797)
Affiliation and capitation		(274,756)	(250,780)
Computer expenses		(16,977)	(16,840)
Training and campaigns		(65,033)	(64,347)
Other expenses		<u>(178,218)</u>	<u>(183,054)</u>
		<u>(4,776,486)</u>	<u>(4,331,011)</u>
Surplus attributable to members		<u><u>196,871</u></u>	<u><u>429,282</u></u>

The accompanying notes form part of this concise financial report.

**COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
 ABN 38 968 067 748**

**BALANCE SHEET
 AS AT 30 JUNE 2006**

	2006 \$	2005 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	968,230	760,841
Trade and other receivables	90,561	87,834
Inventories	<u>17,350</u>	<u>-</u>
TOTAL CURRENT ASSETS	1,076,141	848,675
NON-CURRENT ASSETS		
Property, plant and equipment	<u>557,687</u>	<u>493,063</u>
TOTAL NON-CURRENT ASSETS	557,687	493,063
TOTAL ASSETS	1,633,828	1,341,738
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	463,439	344,189
Short-term borrowings	32,138	98,830
Short-term provisions	<u>619,987</u>	<u>550,936</u>
TOTAL CURRENT LIABILITIES	1,115,564	993,955
NON-CURRENT LIABILITIES		
Long-term borrowings	14,503	46,641
Long-term provisions	<u>51,797</u>	<u>46,049</u>
TOTAL NON-CURRENT LIABILITIES	66,300	92,690
TOTAL LIABILITIES	1,181,864	1,086,645
NET ASSETS	451,964	255,093
EQUITY		
Members' Fund	<u>451,964</u>	<u>255,093</u>
Accumulated surplus	<u>451,964</u>	<u>255,093</u>
TOTAL EQUITY	451,964	255,093

The accompanying notes form part of this concise financial report.

COMMUNITY AND PUBLIC SECTOR UNION SPSP GROUP VICTORIAN BRANCH
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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2006

	2006 \$	2005 \$
Balance at the beginning of the financial year	<u>255,093</u>	<u>(174,189)</u>
Surplus for the year	196,871	429,282
Changes in reserve	<u>-</u>	<u>-</u>
Balance at the end of the financial year	<u><u>451,964</u></u>	<u><u>255,093</u></u>

The accompanying notes form part of this concise financial report.

COMMUNITY AND PUBLIC SECTOR UNION SPSF GROUP VICTORIAN BRANCH
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CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006

	2006	2005
	\$	\$
CASH FLOW FROM OPERATING ACTIVITIES		
Receipts from members	5,208,257	5,030,123
Sundry receipts	143,444	274,578
Grant received	82,500	25,000
Payments related to grant	-	(29,026)
Payments to suppliers and employees	(4,829,991)	(4,567,109)
Payments to the Federal Office	(187,168)	(182,376)
Interest received	40,738	20,808
Receipts from the Federal Office	-	30,004
Net cash inflows from operating activities	<u>457,780</u>	<u>602,002</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	23,680	-
Payment for property, plant and equipment	<u>(175,241)</u>	<u>(118,541)</u>
Net cash outflows from investing activities	<u>(151,561)</u>	<u>(118,541)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Proceed from bank loan	-	43,000
Repayment of borrowings	<u>(24,087)</u>	<u>(74,534)</u>
Repayment of hire purchase liability	<u>(74,743)</u>	<u>-</u>
Net cash outflows from financing activities	<u>(98,830)</u>	<u>(31,534)</u>
Net increase in cash and cash equivalents held	207,389	451,927
Cash and cash equivalents at beginning of financial year	<u>760,841</u>	<u>308,914</u>
Cash and cash equivalents at end of financial year	<u><u>968,230</u></u>	<u><u>760,841</u></u>

The accompanying notes form part of this concise financial report.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

NOTE 1: BASIC OF PREPARATION OF THE CONCISE FINANCIAL REPORT

The concise financial report has been prepared in accordance with Accounting Standard AASB 1039: Concise Financial Reports and the Workplace Relations Act 1996.

The financial statements, specific disclosures and other information included in the concise financial report are derived from and are consistent with the full report of Community And Public Sector Union SPSF Group Victorian Branch.

The concise financial report cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of Community And Public Sector Union SPSF Group Victorian Branch as the full financial report.

The entity changed its policies on 1 July 2005 to comply with the Australian equivalents to International Financial Reporting Standards ("A-IFRS"). The transition to A-IFRS is accounted for in accordance with Accounting Standard AASB 1: First time Adoption of Australian Equivalents to International Financial Reporting Standards, with 1 July 2004 as the date of transition. An explanation of how the transition from superseded policies to A-IFRS has affected the entity's financial position, financial performance and cash flows is discussed at Note 3.

A full description of the accounting policies adopted by the entity is provided in the 2006 Financial Statements which form part of the full report.

NOTE 2: INFORMATION TO BE PROVIDED TO MEMBERS OR 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).

NOTE 3: TRANSITION TO A-IFRS

For all the periods up to and including the year ended 30 June 2005, the entity prepared its financial statements in accordance with Australian generally accounting principles (AGAAP). These financial statements for the year ended 30 June 2006 are the first entity is required to prepare in accordance with AIFRS. Accordingly, the entity has prepared financial statements that comply with AIFRS applicable for the reporting period. In complying with AIFRS, there has been adjustments or restatement of balances for the year ended 30 June 2005 (Note 5).