

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2009**

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

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**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009**

(a) Principal Activities:

The Branch's principal activities during the financial year were:
To provide industrial services to the members consistent with the objects of the Branch particularly the object of protecting & improving the interests of the members.

Results of Principal Activities:

The Branch's principal activities resulted in maintaining and improving the services provided to its members, promoting and protecting the broad interests of salaried medical practitioners and advocating the provision and development of quality health services.

Significant changes in Branch's Principal Activities:

There were no significant changes in the nature of Branch's principal activities during the financial year.

(b) Operating Results:

The profit of the Branch amounted to \$7,317.13 for the financial year.

Significant changes in Branch's financial affairs:

No matters or circumstances arose during the reporting year which significantly affected the financial affairs of the Branch.

(c) Right of Members to resign:

Manner of resignation S254(2)(c)

Members may resign from the Branch in accordance with rule 11, which reads as follows:
A member of the Branch may resign from membership by written notice, addressed and delivered to Branch Secretary.

Notice of resignation from membership of Branch takes effect:

- 1) where the member ceases to be eligible to become a member of the Branch:
 - (i) on the day on which the notice is received by the Branch; or
 - (ii) on the day specified in the notice, which is a day not earlier than the day when the member ceases to be eligible to become a member;

whichever is later;

or

- 2) in any other case:

- (i) at the end of two weeks, after the notice is received by the Branch; or
- (ii) on the day specified in the notice;

whichever is later;

Any dues payable but not paid by a former member of the Branch, in relation to a period before the member's resignation from the Branch took effect, may be sued for and recovered in the name of the Branch, in a court of competent jurisdiction, as a debt due to the Branch.

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**OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009**

A notice delivered to the person mentioned in sub-rule (1) shall be taken to have been received by the Branch when it is delivered.

A notice of resignation that has been received by the Branch is not invalid because it was not addressed and delivered in accordance with sub-rule(1)

A resignation from membership of the Branch is valid even if it is not affected in accordance with this Rule if the member is informed in writing by or on behalf of the Branch that the resignation has been accepted.

In special circumstances the Branch may by resolution accept the resignation of a member and release the member from any or all outstanding obligations to the Branch, notwithstanding that the provisions of these Rules have not been complied with.

(d) Number of members

The number of persons who, at the end of the financial year were recorded on the Register of Members was 1893.

(e) Number of employees

The Branch has no employees.

(f) Members of Committee of Management

The persons who held office as members of the Committee of Management of the Branch during the financial year were:-

| | |
|---------------------|---------------------|
| Dr. Tony Sara | President |
| Dr. Thomas Karplus | Secretary |
| Dr. David Rosenfeld | Assistant Secretary |
| Dr. David Milliss | Treasurer |

AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
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OPERATING REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009

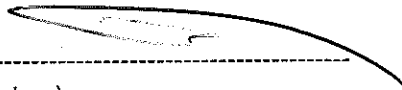
(g) **Superannuation Trustees**

No member of the Committee of Management of the Branch is

- (i) a trustee of a superannuation entity or an exempt public sector superannuation scheme; or
- (ii) a director of a company that is a trustee of a superannuation entity or an exempt public sector superannuation scheme; or

where a criterion for the member being the trustee or director is that the member, is a member of a registered organisation.

Signed in accordance with a resolution of the Committee of Management.



Dr. T. Karplus (Secretary)

Date: 31 / 12 / 09

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | Note | 2009 \$ | 2008 \$ |
|--------------------------------|------|------------------------|------------------------|
| Revenue | 2 | 90,277.63 | 70,975.70 |
| Auditor's remuneration | 3 | (1,700.00) | (3,230.00) |
| Capitation Fees- ASMOF Federal | | (73,560.00) | (54,801.82) |
| Depreciation expenses | | - | (246.29) |
| Service Fees ASMOF NSW | | (7,500.00) | (7,500.00) |
| Other expenses | | (200.50) | (126.40) |
| Profit for the year | | <u>7,317.13</u> | <u>5,071.19</u> |
| Income tax expense | | - | - |
| Profit after income tax | | <u><u>7,317.13</u></u> | <u><u>5,071.19</u></u> |

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**BALANCE SHEET
AS AT 31 DECEMBER 2009**

| | Note | 2009 \$ | 2008 \$ |
|----------------------------------|------|------------------|------------------|
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 4 | 10,182.25 | 9,165.89 |
| Trade and other receivables | 5 | 4.55 | 3.78 |
| Other current assets | 6 | 6,410.96 | 6,410.96 |
| TOTAL CURRENT ASSETS | | <u>16,597.76</u> | <u>15,580.63</u> |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 7 | - | - |
| TOTAL NON-CURRENT ASSETS | | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | | <u>16,597.76</u> | <u>15,580.63</u> |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 8 | 6,000.00 | 11,000.00 |
| Other current liabilities | 9 | 1,800.00 | 3,100.00 |
| TOTAL CURRENT LIABILITIES | | <u>7,800.00</u> | <u>14,100.00</u> |
| TOTAL LIABILITIES | | <u>7,800.00</u> | <u>14,100.00</u> |
| NET ASSETS | | <u>8,797.76</u> | <u>1,480.63</u> |
| MEMBERS' FUNDS | | | |
| Retained earnings | 10 | 8,797.76 | 1,480.63 |
| TOTAL EQUITY | | <u>8,797.76</u> | <u>1,480.63</u> |

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | Accumulated Profits (Accumulated Losses) \$ | Total \$ |
|---|---|-------------|
| Balance at 1 January 2008 | (3,591) | (3,591) |
| Accumulated Profit (Accumulated Losses) attributable to members | 5,071 | 5,071 |
| Balance at 31 December 2008 | 1,481 | 1,481 |
| Accumulated Profit (Accumulated Losses) attributable to members | 7,317 | 7,317 |
| Balance at 31 December 2009 | 8,798 | 8,798 |

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

1 Statement of Significant Accounting Policies

The financial report is a General Purpose Financial Report (GPFR) and it has been prepared in accordance with Fair Work (Registered Organisations) Act 2009.

The GPFR is for an entity known as AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (NEW SOUTH WALES BRANCH) as an individual entity.

The GPFR complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety.

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

Reporting basis and conventions

The GPFR has been prepared on an accruals basis and is based on historical costs.

Going Concern

The GPFR has been prepared on a going concern basis. The committee of management has not identified or aware of any events or conditions which may result in the ability of the branch to continue as a going concern.

Accounting Policies

Income Tax

The branch, being a registered Trade Union, is exempt from income tax on all of its income.

Property, Plant and Equipment

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

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

Depreciation

All fixed assets are depreciated on a straight line basis at rates calculated to allocate the cost less the estimated residual value over the estimated useful life of each asset.

Cash and Cash Equivalents

Cash in the balance sheet comprises cash at bank.

Revenue

Interest revenue is recognised upon receipt.

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 by the Branch as a purchaser that is not recoverable from the Australian Tax Office, 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 Statement of Financial Position are shown inclusive of GST where incurred.

Capitation Fees

Capitation fees received have been accepted as the correct amounts payable to the Branch.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

Information to be provided to Members or to the General Manager of FWA

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009 the attention of Members is drawn to the provision of sub-sections (1) (2) and (3) of Section 272 which read as follows:

Section 272 Information to be provided to Members or the General Manager of FWA

272(1) [Application for Information] A Member of a reporting unit, or the General Manager of FWA, 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.

272(2) [Form of Application] 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.

272(3) [Compliance] A Reporting unit must comply with an application made under subsection (1).

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 | 2008 |
|---|------------------|------------------|
| | \$ | \$ |
| 2 Revenue | | |
| Operating activities | | |
| Capitation Fees-ASMOF NSW | <u>90,277.27</u> | <u>70,920.00</u> |
| | <u>90,277.27</u> | <u>70,920.00</u> |
| Non-operating activities | | |
| Interest Received | <u>0.36</u> | <u>55.70</u> |
| | <u>90,277.63</u> | <u>70,975.70</u> |
| 3 Auditor's Remuneration | | |
| Audit Fees | <u>1,700.00</u> | <u>3,230.00</u> |
| 4 Cash and Cash Equivalents | | |
| Commonwealth Banking Corpn. | <u>10,182.25</u> | <u>9,165.89</u> |
| Reconciliation of cash | | |
| Cash at the end of the financial year as shown in the cash flow statement is reconciled to the related items in the balance sheet as follows: | | |
| 5 Trade and Other Receivables | | |
| Current | | |
| Input Tax Credits | <u>4.55</u> | <u>3.78</u> |

The branch does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 | 2008 |
|---|--------------------|--------------------|
| | \$ | \$ |
| 6 Other Current Assets | | |
| Current | | |
| Prepayments | <u>6,410.96</u> | <u>6,410.96</u> |
| 7 Property, Plant and Equipment | | |
| PROPERTY, PLANT AND EQUIPMENT | | |
| Property, Plant and Equipment: | | |
| At cost | 63,086.35 | 63,086.35 |
| Accumulated depreciation | <u>(63,086.35)</u> | <u>(63,086.35)</u> |
| Total Plant and Equipment | <u>-</u> | <u>-</u> |
| 8 Trade and Other Payables | | |
| Current | | |
| Sundry Creditors | <u>6,000.00</u> | <u>11,000.00</u> |
| Financial liabilities at amortised cost classified as trade and other payables | | |
| Trade and other payables: | | |
| - Total current | <u>6,000.00</u> | <u>11,000.00</u> |
| Financial liabilities as trade and other payables | <u>6,000.00</u> | <u>11,000.00</u> |
| 9 Other Liabilities | | |
| Current | | |
| Accrued Charges | <u>1,800.00</u> | <u>3,100.00</u> |

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 | 2008 |
|---|-----------------|-----------------|
| | \$ | \$ |
| <hr/> | | |
| 10 Accumulated surplus | | |
| Retained earnings (Accumulated losses) at the beginning of the financial year | 1,480.63 | (3,590.56) |
| Net Profit attributable to the Branch | 7,317.13 | 5,071.19 |
| Retained earnings at the end of the financial year | <u>8,797.76</u> | <u>1,480.63</u> |

11 Financial Instruments

Financial Risk Management

The branch's financial instruments consist primarily of deposits with banks.

The branch does not have any derivative instruments at 31 December 2009.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 | 2008 |
|--|-------------------------|------------------------|
| | \$ | \$ |
| <hr/> | | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from Capitation Fees | 99,305.00 | 78,012.00 |
| Interest Received | 0.36 | 55.70 |
| General Administration Expenses & Direct Expenses | <u>(98,289.00)</u> | <u>(82,220.61)</u> |
| Net cash provided by (used in) operating activities | <u>1,016.36</u> | <u>(4,152.91)</u> |
| | | |
| Net increase (decrease) in cash held | 1,016.36 | (4,152.91) |
| Cash at beginning of year | <u>9,165.89</u> | <u>13,318.80</u> |
| Cash at end of financial year | <u><u>10,182.25</u></u> | <u><u>9,165.89</u></u> |

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 | 2008 |
|---|-------------------|-------------------|
| | \$ | \$ |
| Cash Flow Information | | |
| Reconciliation of cash | | |
| Cash at the end of the financial Year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows: | | |
| Commonwealth Banking Corpn. | 10,182.25 | 9,165.89 |
| | <u>10,182.25</u> | <u>9,165.89</u> |
| Reconciliation of net cash provided by operating activities | | |
| Operating Profit (Loss) | 7,317.13 | 5,071.19 |
| Non-cash flows in Profit (Loss) from ordinary activities: | | |
| Depreciation | - | 246.29 |
| Changes in assets and liabilities | | |
| (Increase) Decrease in Current Receivables | (0.77) | (3.78) |
| Increase (Decrease) in Accrued Charges | (1,300.00) | 200.00 |
| Increase (Decrease) in Payables | <u>(5,000.00)</u> | <u>(9,666.61)</u> |
| Cash inflows (outflows) from operations | <u>1,016.36</u> | <u>(4,152.91)</u> |

The accompanying notes form part of these financial statements.

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

COMMITTEE OF MANAGEMENT'S STATEMENT


On behalf of the Committee and in accordance with a resolution passed by the Committee, I, the undersigned, hereby declare that:-

- (a) the financial statements and notes comply with the Australian Accounting Standards;
- (b) the financial statements and notes comply with the reporting guidelines of the General Manager of Fair Work Australia (FWA);
- (c) the financial statements and notes give a true and fair view of the financial performance, financial position and cash flows of the reporting unit for the financial year to which they relate;
- (d) there are reasonable grounds to believe that the reporting unit will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year to which GPFR relates and since the end of that year:
 - (i) meetings of the committee of the management were held in accordance with the rules of the organisation including the rules of the branch concerned; and
 - (ii) the financial affairs of the reporting unit have been managed in accordance with the rules of the organisation including the rules of the branch concerned; and
 - (iii) the financial records of the reporting unit have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009 and the Fair Work (Registered Organisations) Regulations 2009; and
 - (iv) the financial records of the reporting unit have been kept, as far as practicable, in a manner consistent with each of the other reporting units of the organisation; and
 - (v) the information sought in any request of a member of a reporting unit or the General Manager of FWA duly made under section 272 of the Fair Work (Registered Organisations) Act 2009 has been furnished to the member or General Manager of FWA; and
 - (vi) there has been compliance with any order for inspection of financial records made by Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009.
- (f) the Branch has not undertaken recovery of wages activity during the financial year.



Dr. T. Karplus (Secretary)

Date Resolution passed: 15/06/2010


Dr A. SARA (PRESIDENT) Page 15

Dated: 15/06/10

15/06/2010

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

Scope

The General Purpose Financial Report comprises the balance sheet, income statement, statement of changes in equity, cash flow statement and accompanying notes to the financial statements, and the committee of management's statement for AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (NEW SOUTH WALES BRANCH) for the year ended 31 December 2009.

The committee of the branch is responsible for the preparation and true and fair presentation of the financial report. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit Approach

I conducted an independent audit in order to express an opinion to the members of the branch. My audit was conducted in accordance with Australian Auditing Standards, in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgment, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

I performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the requirements imposed by Part 3 of Chapter 8 of Fairwork (Registered Organisations) Act 2009, including compliance with Australian Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with my understanding of the association's financial position, and of its performance as represented by the results of its operations and cash flows.

I formed my audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the.

While I considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, my audit was not designed to provide assurance on internal controls.

Independence

In conducting my audit, I followed applicable independence requirements of Australian professional ethical pronouncements.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

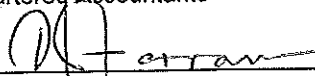
Audit Opinion

In my opinion:

The general purpose financial report of AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION (NEW SOUTH WALES BRANCH) is presented fairly in accordance with applicable Australian Accounting Standards and the requirements imposed by Part 3 of Chapter 8 of Fair Work (Registered Organisations) Act 2009, of the financial position as at 31/12/2009, and the results of its operations and its cash flows for the year then ended.

Name of Firm: CARRUTHERS FARRAM & CO
Chartered Accountants

Name of Principal:



Douglas John Farram (Registered Company Auditor)
Member of Institute of Chartered Accountants and Holder of a Current Public Practice Certificate

Address: Suite 4, Level 4, 105 Pitt Street SYDNEY NSW 2000

Dated this 16th day of June 2010

**AUSTRALIAN SALARIED MEDICAL OFFICERS' FEDERATION
(NEW SOUTH WALES BRANCH)
A.B.N 34 115 887 098**

**PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

| | 2009 \$ | 2008 \$ |
|---|------------------------|------------------------|
| REVENUE | | |
| OTHER REVENUE | | |
| Interest Received | 0.36 | 55.70 |
| Capitation Fees-ASMOF NSW | 90,277.27 | 70,920.00 |
| | <u>90,277.63</u> | <u>70,975.70</u> |
| EXPENDITURE | | |
| Audit Fees | 1,700.00 | 3,230.00 |
| Bank Charges | 200.50 | 126.40 |
| Depreciation- Office Furniture & Equipment | - | 246.29 |
| Capitation Fees-ASMOF Federal | 73,560.00 | 54,801.82 |
| Service Fees ASMOF NSW | 7,500.00 | 7,500.00 |
| | <u>82,960.50</u> | <u>65,904.51</u> |
| Profit before income tax | 7,317.13 | 5,071.19 |
| Income tax expense | - | - |
| Profit after income tax | <u>7,317.13</u> | <u>5,071.19</u> |
| Retained earnings (Accumulated losses) at the beginning of the financial year | 1,480.63 | (3,590.56) |
| Retained earnings at the end of the financial year | <u><u>8,797.76</u></u> | <u><u>1,480.63</u></u> |

The accompanying notes form part of these financial statements.