

THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION

THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION

FINANCIAL REPORT
FINANCIAL YEAR ENDED 30 JUNE 2018

THE MOTOR INN, MOTEL AND ACCOMMODATION ASSOCIATION

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s.268 *Fair Work (Registered Organisations) Act 2009*

CERTIFICATE BY PRESCRIBED DESIGNATED OFFICER

Certificate for the year ended 30 June 2018

I Richard Munro being the Executive Director of The Motor Inn, Motel and Accommodation Association certify:

- that the documents lodged herewith are copies of the full report for The Motor Inn, Motel and Accommodation Association for the period ended 30 June 2018 referred to in s.268 of the *Fair Work (Registered Organisations) Act 2009*; and
- that the full report was provided to members of the reporting unit on 30 October 2018 and
- that the full report was presented to *a general meeting of members* on 20 November 2018 in accordance with s.266 of the *Fair Work (Registered Organisations) Act 2009*.

Signature of prescribed designated officer:

A handwritten signature in black ink, appearing to read 'Richard Munro', written in a cursive style.

Richard Munro
Executive Director

Date: 26 November 2018

OPERATING REPORT

The Committee of Management of The Motor Inn, Motel and Accommodation Association presents its operating report for the financial year ended 30 June 2018.

Review of principal activities, the results of those activities and any significant changes in the nature of those activities during the year: [s.254(2)(a)]

The principal activities of the Association are to support and represent the interests of the members of the Association as a registered organisation of employers under the Fair Work (Registered Organisations) Act 2009, operating in tandem with its counterpart entity, the Accommodation Association of Australia; that representation was continued throughout the year; there were no significant changes in the nature of those activities during the year.

Significant changes in financial affairs: [s.254(2)(b)]

The Association had no financial transactions during the reporting period. During the year there were no significant changes to the financial affairs of the Association.

Right of members to resign

All members have a right to resign from the Association in accordance with Rule 41 and Section 174(1) of the Fair Work (Registered Organisations) Act 2009. In accordance with Section 174(1) a member of the Association may resign from membership by written notice addressed and delivered to a person designated for the purpose in the rules of the Association.

Officers or members who are superannuation entity trustee(s) or director of a company that is a superannuation entity trustee (where a criterion for the officer or member being a trustee or such director is that the officer or member is an officer or member of the Association)

During the financial year there were no officers or members of the Association who was a trustee of, or a director of a company that is a trustee of, a superannuation entity or an exempt public sector superannuation scheme.

Number of members

At the end of the financial year the total number of members was 665.

Number of employees

The Association did not employ any persons in the reporting period. The administrative services of the Association are provided by employees of the Accommodation Association of Australia.

Names of Committee of Management members and period positions held during the financial year

Julian Clark - President
Col Hughes - Deputy President
Bruce Copland - Treasurer
Simon McGrath
Barry Robinson
Ian Sandilands - Resigned 4 April 2018
Tomas Johnsson - Resigned 29 May 2018
Zed Sanjana - Resigned 4 April 2018

This operating report was prepared by Richard Munro, MIMAA Executive Director.



Richard Munro, Executive Director
26 October 2018

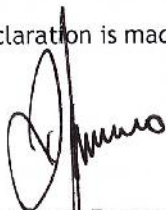
COMMITTEE OF MANAGEMENT'S STATEMENT

On 26 October 2018 the Committee of Management of The Motor Inn, Motel and Accommodation Association passed the following resolution in relation to the general purpose financial report (GPFR) of the Association for the year ended 30 June 2018.

The Committee of Management declares in relation to the GPFR that in its opinion:

- (a) the financial report and notes comply with the Australian Accounting Standards;
- (b) the financial report and notes comply with the reporting guidelines of the General Manager of the Fair Work Commission;
- (c) the financial report and notes give a true and fair view of the financial performance, financial position and cash flows of the Association for the financial year ended 30 June 2018;
- (d) due to the financial support of the Association's counterpart entity, the Accommodation Association of Australia, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable; and
- (e) during the financial year ended 30 June 2018 and since the end of the financial year:
 - (i) meetings of the Committee of Management were held in accordance with the rules of the Association; and
 - (ii) the financial affairs of the Association have been managed in accordance with the rules of the Association; and
 - (iii) the financial records of the Association have been kept and maintained in accordance with the Fair Work (Registered Organisations) Act 2009; and
 - (iv) as the Association has no branches the requirement to keep financial records of the Association, as far as practicable, in a consistent manner to each of the other reporting units of the Association, is not applicable; and
 - (v) no information has been sought in any request of a member of the Association or a Registrar under section 272 of the Fair Work (Registered Organisations) Act 2009; and
 - (vi) no order for inspection of the financial records has been made by the Fair Work Australia under section 273 of the Fair Work (Registered Organisations) Act 2009.
- (f) no revenue has been derived from undertaking recovery of wages activity during the reporting period

This declaration is made in accordance with a resolution of the Committee of Management.



Richard Munro, Executive Director

Dated: 26 October 2018

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2018**

	2018	2017
	\$	\$
INCOME	-	-
Entrance and subscription fees	-	-
Capitation fees	-	-
Compulsory levies	-	-
Voluntary contributions	-	-
Donations and grants received	-	-
Financial support from other RU's	-	-
Total Income	-	-
EXPENSES	-	-
Fees for membership subscriptions paid on behalf of employees	-	-
Contributions to other RU's	-	-
Affiliation fees	-	-
Compulsory levies imposed on the RU	-	-
Grants and donations	-	-
Employee expenses to office holders	-	-
Employee expenses to other employees	-	-
Meeting and conference fees	-	-
Legal costs	-	-
Penalties	-	-
Total Expenses	-	-
Profit before income tax	-	-
Tax Expense	-	-
PROFIT FOR THE YEAR	-	-
Other Comprehensive Income for the period	-	-
TOTAL COMPREHENSIVE INCOME	-	-

The accompanying notes form part of these financial statements

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018**

		2018 \$	2017 \$
ASSETS			
Cash and Cash equivalents	6	-	-
Trade receivables		-	-
TOTAL ASSETS		-	-
LIABILITIES		-	-
Trade payables		-	-
TOTAL LIABILITIES		-	-
NET ASSETS		-	-
MEMBERS' FUNDS		-	-
Retained Earnings		-	-
TOTAL MEMBERS' FUNDS		-	-

The accompanying notes form part of these financial statements

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018**

		2018	2017
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		-	-
Receipts from customers		-	-
Payments to suppliers and employees		-	-
Interest received		-	-
Net cash provided by operating activities	Note 6(b)	-	-
CASH FLOWS FROM INVESTING ACTIVITIES		-	-
Investing Activities		-	-
Net cash provided by investing activities		-	-
CASH FLOWS FROM FINANCING ACTIVITIES		-	-
Financing Activities		-	-
Net cash provided by financing activities		-	-
Net increase / (decrease) in cash held		-	-
Cash at beginning of financial year		-	-
Cash at end of financial year	Note 6(a)	-	-

The accompanying notes form part of these financial statements

**STATEMENT OF CHANGES IN MEMBERS FUNDS
FOR THE YEAR ENDED 30 JUNE 18**

	Retained Earnings	TOTAL MEMBERS FUNDS
	\$	\$
Balance at 1 July 2016	-	-
Profit for the year	-	-
Balance at 30 June 2017	-	-
Profit for the year	-	-
Balance at 30 June 2018	-	-

The accompanying notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period, and the Fair Work (Registered Organisation) Act 2009. For the purpose of preparing the general purpose financial statements, the association is a not-for-profit entity.

Basis of Preparation

The financial report is for The Motor Inn, Motel and Accommodation Association and in accordance with the Fair Work (Registered Organisations) Act 2009 the Association is a reporting unit. The Motor Inn, Motel and Accommodation Association is an organisation registered under the Fair Work (Registered Organisations) Act 2009. In accordance with the Act the Association is a body corporate and has perpetual succession. By virtue of this method of incorporation, the Association is not subject to the Corporations Act 2001.

The financial report has been prepared on an accrual basis and in accordance with costs modified by the revaluation of selected financial assets and liabilities for which the fair value basis of accounting has been applied. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the Association in the preparation of the financial report.

(a) Income

Contributions are accounted for on an accruals receipts basis.

(b) Receivables

Receivables are recognised at original invoice amounts. Collectability of receivables is assessed on an ongoing basis. Debts which are known to be uncollectible are written off.

(c) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables on the statement of financial position are shown inclusive of GST.

(d) Future Australian Accounting Standards Requirements

New standards, amendments to standards or interpretations that were issued prior to the sign off date are applicable to the future reporting period that are expected to have no future financial impact on the Association.

(e) Accounting Standards Issued but Not Yet Effective

There have been no accounting standards issued which will impact the financial report in future periods and which are not yet effective.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

2. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Critical accounting estimates and assumptions

The Association makes estimates and assumptions concerning the future. The resulting accounting estimates by definition seldom equal the related actual results. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

(b) Critical judgments in applying the Association's accounting principles

There are no critical judgements that have a significant risk of causing a material adjustment to the carrying amounts of the assets and liabilities.

3. INFORMATION TO BE PROVIDED TO MEMBERS OR THE GENERAL MANAGER OF FAIR WORK AUSTRALIA

In accordance with the requirements of the Fair Work (Registered Organisations) Act 2009, the attention of members is drawn to the provisions of Sections 272 of Fair Work (Registered Organisations) Act 2009 which read as follows:

1. A member of a reporting unit, or the General Manager, may apply to the Association for specified prescribed information in relation to the Association 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 Association.
3. The Association must comply with an application made under subsection (1).

4. PROFESSIONAL SERVICES

	2018	2017
	\$	\$
Remuneration of Auditors for:		
- Audit of the Financial Report	1,500	-

Audit fee is paid from related party (Accommodation Association of Australia Inc.).

The auditor of The Motor Inn, Motel and Accommodation Association is BDO East Coast Partnership.

5. RELATED PARTY TRANSACTIONS

There have been no related party transactions during the course of the financial year.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

6. CASH

a) Cash at year end

	2018 \$	2017 \$
Cash at Bank	-	-

b) Reconciliation of profit for the year to net cash flows from operating activities:

	2018 \$	2017 \$
Profit for year	-	-
Non-cash flows in surplus	-	-
Changes in Operating Assets and Liabilities	-	-
NET CASH USED IN OPERATING ACTIVITIES	-	-

7. FINANCIAL RISK MANAGEMENT

	2018 \$	2017 \$
Financial Instruments	-	-
Financial Assets	-	-
Financial Liabilities	-	-

a) General objectives, policies and processes

The Association is exposed to risks that arise from its use of financial instruments. This note describes the Association's objectives, policies and processes for managing those risks and the methods used to measure them.

There have been no substantive changes in the Association's exposure to financial instrument risk, its objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

The Committee of Management has overall responsibility for the determination of the Association's risk management objectives and policies. The Committee of Management does not make any investment decisions as the Association has no investments.

b) Credit Risk

Credit risk is the risk that the other party to a financial instrument will fail to discharge their obligation resulting in the Association incurring a financial loss. This usually occurs when debtors fail to settle their obligations owing to the Association.

There is no concentration of credit risk with respect to current and non-current receivables. The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provision for doubtful debts.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

8. ADMINISTRATION OF FINANCIAL AFFAIRS BY A THIRD PARTY

The finances of the Motor Inn, Motel and Accommodation Association are administered by the Accommodation Association of Australia Inc.

At board meeting of the Accommodation Association of Australia Inc on August 14th, 2014, the Accommodation Association of Australia Inc. board voted to continue such support. A letter outlining this has been received by the Council of the Motor Inn, Motel and Accommodation Association.

The board of the Accommodation Association of Australia Inc wish to continue such support.

Work specifically identified includes compliance matters relating to the Fair Work Commission, and the provision of operational and administrative support.

The services provided by the Accommodation Association of Australia Inc over the past financial year have included:

- Administration of the membership including governance matters
- Operational support of the Council and Membership.
- Provision of consultation services relating to governance and compliance matters.
- Provision of auditing services.

No other terms, conditions or other specifications have been communicated or requested.

9. GOING CONCERN

In accordance with AASB 101, an entity shall prepare financial statements on a going concern basis unless management either intends to liquidate the entity or to cease trading, or has no realistic alternative but to do so. The accounts of the Association have been prepared on a going concern basis as the Accommodation Association of Australia Inc will continue to fund the operations of the Association in order to enable it to continue as a going concern.

10. FINANCIAL DEPENDENCY

Motor Inn, Motel and Accommodation Association is presently financially dependent on the Accommodation Association of Australia Inc and this has been acknowledged and documented by both parties.

11. EVENTS AFTER THE REPORTING PERIOD

There were no events that occurred after June 2018, and / or prior to the signing of the financial statements that would affect the ongoing structure and financial activities of the Association.

12. SECTION 272 FAIR WORK (REGISTERED ORGANISATION) ACT 2009.

In accordance with the requirement of the Fair Work (Registered Organisation) Act 2009, the attention of members is drawn to the provision of subsection (1) to (3) of section 272, which read as follows:

Information to be provided to members:

- (1) A member of the association may apply to the association for specified prescribed information in relation to the association to be made available to the person making the application.
- (2) The application must be made 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 association.
- (3) The association must comply with an application made under subsection (1).

-end of report-


OFFICER DECLARATION STATEMENT

I, Richard Munro, being the Executive Director of the Motor Inn, Motel and Accommodation Association, declare that the following activities did not occur during the reporting period ending 30 June 2018.

The reporting unit did not:

- agree to receive financial support from another reporting unit to continue as a going concern (refers to agreement regarding financial support not dollar amount)
- agree to provide financial support to another reporting unit to ensure they continue as a going concern (refers to agreement regarding financial support not dollar amount)
- acquire an asset or liability due to an amalgamation under Part 2 of Chapter 3 of the RO Act, a restructure of the branches of an organisation, a determination or revocation by the General Manager, Fair Work Commission
- receive periodic or membership subscriptions
- receive capitation fees from another reporting unit
- receive any other revenue from another reporting unit
- receive revenue via compulsory levies
- receive donations or grants
- receive revenue from undertaking recovery of wages activity
- incur fees as consideration for employers making payroll deductions of membership subscriptions
- pay capitation fees to another reporting unit
- pay any other expense to another reporting unit
- pay affiliation fees to other entity
- pay compulsory levies
- pay a grant that was \$1,000 or less
- pay a grant that exceeded \$1,000
- pay a donation that was \$1,000 or less
- pay a donation that exceeded \$1,000
- pay to a person fees or allowances to attend conferences or meetings as a representative of the reporting unit
- incur expenses due to holding a meeting as required under the rules of the organisation
- pay legal costs relating to litigation
- pay legal costs relating to other legal matters
- pay a penalty imposed under the RO Act or the Fair Work Act 2009
- have a receivable with other reporting unit(s)
- have a payable with other reporting unit(s)
- have a payable to an employer for that employer making payroll deductions of membership subscriptions
- have a payable in respect of legal costs relating to litigation
- have a payable in respect of legal costs relating to other legal matters
- have a fund or account for compulsory levies, voluntary contributions or required by the rules of the organisation or branch
- transfer to or withdraw from a fund (other than the general fund), account, asset or controlled entity
- have a balance within the general fund
- provide cash flows to another reporting unit and/or controlled entity
- receive cash flows from another reporting units and/or controlled entity
- have another entity administer the financial affairs of the reporting unit
- make a payment to a former related party of the reporting unit

Richard Munro, Executive Director



Dated: 26 October 2018

INDEPENDENT AUDITOR'S REPORT

To the members of The Motor Inn, Motel and Accommodation Association

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of The Motor Inn, Motel and Accommodation Association (the reporting unit), which comprises the statement of financial position as at 30 June 2018, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, the Committee of Management Statement and the subsection 255(2A) report.

In our opinion the accompanying financial report of The Motor Inn, Motel and Accommodation Association, presents fairly, in all material respects the reporting unit's financial position as at 30 June 2018 and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards and any other requirement imposed by these Reporting Guidelines or Part 3 of Chapter 8 of the Fair Work (Registered Organisations) Act 2009.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the reporting unit in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Committee of Management are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the reporting unit's operating report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of the Committee of Management for the Financial Report

The Committee of Management of the reporting unit are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Fair Work (Registered Organisations) Act 2009*, and for such internal control as the Committee of Management determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee of Management are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

- As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Reporting Unit's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Committee of Management.
- Conclude on the appropriateness of the Committee of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Reporting Unit's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Reporting Unit to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Reporting Unit to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Reporting Unit audit. We remain solely responsible for our audit opinion.

We communicate with the Committee of Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during our audit.

This description forms part of our auditor's report.

Declaration by the auditor

I, Ian Hooper, declare that I am an approved auditor, a member of the Chartered Accountants Australia New Zealand and hold a current Public Practice Certificate.

BDO East Coast Partnership

BDO

A handwritten signature in black ink, appearing to read 'Ian Hooper', written over a horizontal line.

Ian Hooper
Partner

Sydney, 26 October 2018

Registration number AA2017/131