



Accrual Accounting Policy

4 September 2015

Application

This policy applies to IEUA Federal Office and all Branches.

Purpose

The purpose of this policy is to prescribe the use of accrual accounting practices in management financial record keeping and reporting to ensure best practice in presentation and information disclosure.

Context

Section 252 of the Fair Work (Registered Organisations) Act 2009 requires Branches of an organisation to have consistent accounting policies. This Policy prescribes the way certain transactions are recorded in order to support consistency and to support a management reporting framework that provides the most useful information for decision makers.

Procedure

By 1 January 2017, each Branch shall adopt accrual accounting techniques for the recording of income and expenditure transactions.

Items of income and expenditure should be accrued or recognised in profit and loss in accordance with standard techniques involving accrual accounting where practicable.

This policy, however, notes that there are technical and operational issues in relation to the use of a pure accrual process for wages and salaries and membership payments in a membership organisation such as the IEUA.

Definitions

Branch means a Branch of the IEUA or a reporting unit as defined by the Fair Work (RO) Act 2009 including the Federal Office of the IEUA.

Version	Created	Created by	Approved	To be reviewed
Original	4 September 2015	Federal Executive	4 September 2015	September 2017
Revised				