

Toowoomba and Surat Basin Enterprise Pty Ltd
ABN 85 155 004 523

Financial Statements
For the year ended 30 June 2021

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Directors' Report

The Directors present their report on Toowoomba and Surat Basin Enterprise Pty Ltd for the year ended 30 June 2021.

Directors

The names of the Directors in office at any time during, or since the end of the financial year are:

Ms April Cavanagh
Mr Shane Charles
Ms Lisa France
Mr Robert Hart
Mr Peter Lock
Mr Ian MacFarlane
Ms Geraldine MacKenzie (Ceased 15 October 2020)
Ms Kathryn McKeefry
Mr Thomas McVeigh
Mr Stewart Morland
Mr John McVeigh (Appointed 15 October 2020)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of the Toowoomba and Surat Basin Enterprise Pty Ltd (TSBE), (the Company) during the financial year were local business growth and development. No significant change in the nature of these activities occurred during the year. Toowoomba and Surat Basin Enterprise is a business driven advocacy organisation focused on linking business with opportunity and ensuring the region enjoys sustainable economic growth in to the future. Their main revenue streams are from events, membership income and grants.

Review of Operations

The loss of the company for the year ended 30 June 2021 was \$30,682 (2020: \$201,827 profit).

A review of the operations of the company during the financial year and the results of those operations show during the year, the company continued to engage in its principal activity, the result of which are disclosed in the attached financial statements.

Events Subsequent to the End of the Reporting Period

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

Likely Developments and Expected Results of Operations

The future operations of the company are expected to relate to the principal activity outlined above. The company has been impacted by COVID-19 and the impact of this has been discussed further in Note 2.

Environmental Regulation

The company's operations are not subject to any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Dividends

No ordinary dividends were paid, recommended or declared during the year (2020: \$nil).

Directors' Report

Indemnification of Officers

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company. However Directors and Officers are insured under the Toowoomba Regional Council's insurance policy.

Proceedings on Behalf of Company

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* is set out on page 3.

Signed in accordance with a resolution of the Directors:

Date:
Toowoomba



Mr Shane Charles
Director

15 October 2021

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of Toowoomba and Surat Basin Enterprise Pty Ltd

This auditor's independence declaration has been provided pursuant to s.307C of the *Corporations Act 2001*.

Independence declaration

As lead auditor for the audit of Toowoomba and Surat Basin Enterprise Pty Ltd for the financial year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



Vaughan Stemmett
as delegate of the Auditor-General

15 October 2021

Queensland Audit Office
Brisbane

Statement of Comprehensive Income
 For the year ended 30 June 2021

	Note	2021 \$	2020 \$
Revenue			
Grants	3(a)	1,860,639	1,790,221
Income	3(b)	1,777,971	1,444,151
Total Revenue		<u>3,638,610</u>	<u>3,234,373</u>
Other Income	4	<u>126,335</u>	<u>70,518</u>
Total Income		<u>3,764,946</u>	<u>3,304,891</u>
Expenses			
Accountancy		10,070	17,860
Advertising		43,963	21,980
Auditor's remuneration	6	7,496	10,217
Bad debt		610	10,880
Depreciation		145,896	142,105
Employee benefits	5(a)	2,167,870	1,774,604
Other expenses	5(b)	1,412,022	1,107,634
Loss on disposal of assets		-	7,359
Finance cost - Interest on Lease		7,702	10,425
Total Expenses		<u>3,795,628</u>	<u>3,103,064</u>
Operating result for the year		<u>(30,682)</u>	<u>201,827</u>
Other Comprehensive Income		<u>-</u>	<u>-</u>
Total Comprehensive Income attributable to the members of the company		<u>(30,682)</u>	<u>201,827</u>

The accompanying notes form part of these financial statements

Statement of Financial Position

As at 30 June 2021

	Note	2021 \$	2020 \$
Assets			
Current Assets			
Cash and cash equivalents	7	1,587,797	1,473,042
Trade and other receivables	8	88,897	101,847
Other current assets		74,939	16,540
Total Current Assets		<u>1,751,633</u>	<u>1,591,430</u>
Non-Current Assets			
Property, plant and equipment	9	81,913	101,793
Right-of-use asset	10	204,173	288,041
Total Non-Current Assets		<u>286,086</u>	<u>389,834</u>
TOTAL ASSETS		<u>2,037,719</u>	<u>1,981,264</u>
Liabilities			
Current Liabilities			
Trade and other payables	11	252,801	160,555
Provisions	12	95,375	75,774
Other liabilities	13	552,425	486,714
Lease liability		116,866	98,993
Total Current Liabilities		<u>1,017,467</u>	<u>822,035</u>
Non-Current Liabilities			
Trade and other payables	11	37,717	47,053
Lease liability		98,738	197,696
Total Non-Current Liabilities		<u>136,454</u>	<u>244,749</u>
Total Liabilities		<u>1,153,921</u>	<u>1,066,784</u>
Net Assets		<u>883,797</u>	<u>914,480</u>
Equity			
Contributed Equity		2	2
Accumulated Surplus		883,795	914,478
Total Equity		<u>883,797</u>	<u>914,480</u>

The accompanying notes form part of these financial statements

Statement of Changes in Equity
 For the year ended 30 June 2021

	Issued Capital (Ordinary Shares)	Accumul- ated Surplus	Total
	\$	\$	\$
Balance at 1 July 2019	<u>2</u>	<u>712,651</u>	<u>712,653</u>
Comprehensive Income			
Operating result	<u>-</u>	<u>201,827</u>	<u>201,827</u>
Total Comprehensive Income for the year	<u>-</u>	<u>201,827</u>	<u>201,827</u>
Balance at 30 June 2020	<u><u>2</u></u>	<u><u>914,478</u></u>	<u><u>914,480</u></u>
Comprehensive Income			
Operating result	<u>-</u>	<u>(30,682)</u>	<u>(30,682)</u>
Total Comprehensive Income for the year	<u>-</u>	<u>(30,682)</u>	<u>(30,682)</u>
Balance at 30 June 2021	<u><u>2</u></u>	<u><u>883,795</u></u>	<u><u>883,797</u></u>

The accompanying notes form part of these financial statements

Statement of Cash Flows
 For the year ended 30 June 2021

	Note	2021 \$	2020 \$
Cash flows from operating activities			
<i>Inflows</i>			
Receipts from customers		3,767,145	3,348,848
Interest received		15,159	21,627
<i>Outflows</i>			
Payments to suppliers and employees		(3,521,961)	(3,151,285)
Net cash provided by/(used in) operating activities		<u>260,342</u>	<u>219,190</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(21,389)	(81,837)
Proceeds from sale of plant and equipment		-	18,182
Loans to related parties		-	(4,409)
Net cash provided by/(used in) investing activities		<u>(21,389)</u>	<u>(68,064)</u>
Cash flows from financing activities			
Proceeds from car loan		-	61,740
Repayment of car loan		(9,337)	(2,114)
Repayment of leases		(114,862)	-
Net cash provided by/(used in) financing activities		<u>(124,199)</u>	<u>59,626</u>
Net increase/(decrease) in cash held		<u>114,754</u>	<u>210,752</u>
Cash and cash equivalents at the beginning of the financial year		<u>1,473,042</u>	<u>1,262,291</u>
Cash and cash equivalents at the end of the financial year	7	<u>1,587,797</u>	<u>1,473,042</u>

The accompanying notes form part of these financial statements

Notes to the Financial Statements

For the year ended 30 June 2021

Note 1: Summary of significant accounting policies

Basis of preparation

These general purpose financial statements have been prepared, except for cash flow information, on an accrual basis in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations and in compliance with the *Corporations Act 2001*. These financial statements are presented in Australian Dollars.

With respect to compliance with Australian Accounting Standards and Interpretations, the company has applied those requirements applicable to not-for-profit entities, as the company is a not-for-profit public sector entity. Except where stated, the historical cost convention is used.

Comparative figures

Where required by Australian Accounting Standards, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Going Concern

The company is dependent upon continued funding from Toowoomba Regional Council to ensure that the entity can continue to operate as a going concern. Toowoomba Regional Council has agreed to provide ongoing financial support to ensure the company can meet its debts as they fall due.

Income tax

No provision for income tax has been raised as the entity is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

Goods and services tax (GST)

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 Taxation 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 in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing, which are disclosed as operating cash flows.

Critical accounting estimates and judgements

The preparation of the financial statements requires the determination and use of certain critical accounting estimates, assumptions and management judgements about the carrying amounts of assets and liabilities. Such estimates, judgements and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Estimates and assumptions that have a potential significant effect are outlined in the following notes:

Right of Use Asset - Note 10

Notes to the Financial Statements

For the year ended 30 June 2021

Note 1: Summary of significant accounting policies (continued)

Contingent Liabilities

There are no past events that have given rise to possible obligation, therefore no contingent liabilities have been recognised

New and revised accounting standards

The company adopts all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for the current reporting period. The adoption of the new and revised accounting standards has not resulted in any significant impact on the reported financial position, financial performance or cash flows of the company.

AASB 1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities will be effective for reporting period beginning on or after 1 July 2021. This standard introduces the 'Simplified Disclosures' framework for Tier 2 entities that will replace the current 'Reduced Disclosure Requirements' (RDR) framework. The standard will not have a material impact on recognition or measurement, but will result in a different presentation of the financial report.

All other Australian Accounting Standards that have recently been issued or amended but are not yet effective have had no material impact on the company's accounting policies or on these financial statements. The company does not intend to adopt any of these pronouncements before their effective dates.

Authorisation of financial statements for issue

The financial statements are authorised for issue by the Directors at the date of signing the Director's Declaration.

Notes to the Financial Statements

For the year ended 30 June 2021

Note 2: Impacts from COVID-19 pandemic

COVID-19's impacts upon Toowoomba and Surat Basin Enterprise Pty Ltd (TSBE) in the financial year 2021 were minimal. The largest impact was in reduced attendance at TSBE events, especially when there were lockdowns in South East Queensland which restricted travel to the region. There were also instances of presenters unable to cross the border from New South Wales and Victoria which affected the planned presentations. Finally, one proposed TSBE Health event had to be moved to the following financial year due to the impacts of COVID-19.

Note 3: Revenue

(a) Grants

Grant Income - Toowoomba Regional Council	474,271	464,971
Grant Income	<u>1,386,368</u>	<u>1,325,250</u>
	<u>1,860,639</u>	<u>1,790,221</u>

Grants Income	Nature and timing of revenue recognition
Grants	TSBE receives a number of grants from varying entities to support their work in linking business with opportunity and ensuring the region enjoy sustainable economic growth in to the future. Revenue from grants is recognised upon receipt in line with AASB1058.
Grants - Toowoomba Regional Council	TSBE receives grants from Toowoomba Regional Council. In return for the grants, they have to perform specific financial reporting and budgeting duties as well as continue to undertake tasks which are essential to the successful operation of the entity. They have KPIs which they have to meet which will ensure that TSBE continues to function successfully. TSBE has been committing to these tasks and intends to continue to do so. Grants are recognised as revenue when received.

(b) Income

Branch Income (Hot Desk)	79,663	67,296
Directory Advertising	-	3,950
Events Income	361,257	250,672
Membership Income	1,337,051	1,119,506
Wages Reimbursed	-	2,727
	<u>1,777,971</u>	<u>1,444,151</u>

All grants and income is stated net of the amount of goods and services tax (GST).

Revenue Streams	Nature and timing of revenue recognition
Events	Revenue from events is recognised when the event takes place. In the financial year ended 30 June 2020, a number of events were postponed due to COVID-19. In this instance, where no refund was given, revenue was deferred until the time in which the event took place.
Membership Income	Membership revenue has been recognised over the membership period which results in a portion of revenue being deferred to the next financial period. This revenue is not refundable to the member. There are 7 levels of membership: Friends, Base, Bronze, Silver, Gold, Platinum and Diamond.
Branch Income	Toowoomba and Surat Basin Enterprise have a number of desks which they rent out to tenants. This rental income is recognised in line with the rental period on an accrual basis.

Notes to the Financial Statements

For the year ended 30 June 2021

Note 4: Other Income	2021	2020
	\$	\$
Interest Received	15,159	21,627
TSBE Export Account Balance Transfer	-	20,635
Navigators: Use of TSBE Vehicles income	-	28,256
ATO Cashflow Boost	100,000	-
Other	11,177	-
	<u>126,335</u>	<u>70,518</u>

Revenue Streams	Nature and timing of revenue recognition
Other Income	Other revenue includes support from the ATO with reference to COVID in the form of the cashflow boost.
Use of TSBE Vehicles Income	The company owns 2 vehicles which are funded as part of a grant agreement.
Interest Received	Interest received is recognised on a time proportional basis taking into account the interest rates applicable to the financial assets.

Note 5: Expenses

(a) Employee Benefits

Annual Leave Provision	12,117	13,720
Long Service Leave Provision	7,484	1,436
Staff Amenities	13,848	12,320
Staff Bonuses	18,411	35,570
Superannuation	177,217	151,204
Wages	1,938,793	1,560,354
	<u>2,167,870</u>	<u>1,774,604</u>

Number of employees 22 18
 The number of employees as at 30 June, including both full-time employees and part-time employees, is measured on a full-time equivalent basis.

(b) Other Expenses

AG Conference Expenses	10,249	24,302
Bank and Interest Charges	9,346	9,499
Computer Expenses	40,841	18,711
Consultancy	212,124	202,072
Filing Fees	1,096	-
Fringe Benefits Tax	5,986	(7,567)
Function Expenses	243,742	135,358
Grant Expenses - ARIP	118,555	230,663
Grant Expenses - Other	332,346	260,693
Legal Expenses	3,764	3,753
Membership Engagement	51,490	39,748
Memberships & Sponsorship	26,503	13,338
Motor Vehicles	14,024	10,505
Office Expenses	11,557	5,257
Other expenses	26,759	17,230
Other Event Expenses	45,621	1,325
Payroll Tax	45,873	14,886
Publications	50,246	13,621
Printing & Stationery	17,380	15,395

Notes to the Financial Statements

For the year ended 30 June 2021

	2021	2020
	\$	\$
Note 5: Expenses (continued)		
(b) Other Expenses (continued)		
Recruitment Expenses	355	1,350
Rent & Other Outgoings	35,066	0
Staff Training & Uniforms	15,470	19,242
Telephone	15,638	18,609
Travel, Seminars & Conferences	53,160	30,913
Website Expenses	24,831	28,733
	<u>1,412,022</u>	<u>1,107,634</u>

Note 6: Audit Fees

Total audit fees paid to the Queensland Audit Office relating to the 2020/21 financial statements are quoted to be \$10,500 (2020: \$10,500) There are no non-audit services included in this amount.

Note 7: Cash and cash equivalents

Cash at bank	1,587,797	1,473,042
	<u>1,587,797</u>	<u>1,473,042</u>

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

Note 8: Trade and Other Receivables

Trade and other receivables	88,897	101,847
	<u>88,897</u>	<u>101,847</u>

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

The collectability of receivables is assessed periodically with provision being made for impairment. All known bad debts were written-off at 30 June.

Note 9: Property, Plant and Equipment

Motor Vehicles

Motor Vehicles - at Cost	90,698	90,698
Less: accumulated depreciation	(41,040)	(15,048)
	<u>49,658</u>	<u>75,650</u>

Office Equipment

Office equipment - at Cost	161,987	140,598
Less: accumulated depreciation	(129,733)	(114,456)
	<u>32,254</u>	<u>26,142</u>

Total property, plant and equipment	<u>81,913</u>	<u>101,793</u>
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Acquisition of assets

Actual cost is used for the initial recording of all non-current physical asset acquisitions. Cost is determined as the value given as consideration plus costs incidental to the acquisition, including all other costs incurred in getting assets ready for use.

Notes to the Financial Statements

For the year ended 30 June 2021

Note 9: Property, Plant and Equipment (continued)

Property, plant & equipment

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

Plant and Equipment

Plant and equipment are measured on the cost basis.

The Company assesses annually whether there are any impairment indicators present and, where applicable, will immediately recognise an impairment expense in the statement of comprehensive income equivalent to the existing carrying value and its recoverable amount.

Depreciation

The depreciable amount of all fixed assets is depreciated on a diminishing value basis over the assets useful life to the company commencing from the time the asset is held ready for use. The depreciation rates used for each class of depreciable assets are:

<u>Class of Fixed Asset</u>	<u>Depreciation Method</u>	<u>Depreciation Rate</u>
Office Equipment	Diminishing Value	10-100%
Motor Vehicles	Diminishing Value	25%

The assets residual values and useful lives are revised, and adjusted if appropriate, at the end of each reporting period. An assets carrying amount is written down immediately to its recoverable amount if the assets carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised immediately in the statement of comprehensive income.

	2021	2020
Note 10: Right-of-use Asset	\$	\$
Opening Balance	288,041	-
Additions	20,759	389,703
Depreciation	(104,627)	(101,662)
Closing balance	<u><u>204,173</u></u>	<u><u>288,041</u></u>

Where an agreement contains a lease, a right-of-use asset and lease liability is recognised on inception of the lease. The right-of-use asset is measured using the cost model where cost on initial recognition comprises: the lease liability, initial direct costs, prepaid lease payments, estimated costs of removal and restoration, less and lease incentives received and is depreciated over the lease terms on a straight line bases and assessed for impairment in accordance with the impairment of asset accounting policy.

The lease liability is initially recognised at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the incremental borrowing rate for a similar term with similar security is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is re-measured whether there is a lease modification, or change in estimate of the lease term or index upon which the lease payment are based (e.g. CPI).

Where the lease liability is re-measured, the right-of-use asset is adjusted to reflect the remeasurement.

Notes to the Financial Statements

For the year ended 30 June 2021

	2021	2020
	\$	\$
Note 11: Trade and Other Payables		
Current		
Trade Payables	145,399	8,044
FBT instalment Liability	2,357	2,357
Payroll Liabilities	37,186	85,598
Current GST Liability	55,286	51,983
Car finance	12,573	12,573
	<u>252,801</u>	<u>160,555</u>
Non-Current		
Car finance	<u>37,717</u>	<u>47,053</u>

Trade payables represent the liability outstanding at the end of the reporting period for goods and services received by the company during the reporting period that remains unpaid. The balance is recognised as a current liability with the amount normally being paid within 30 days of recognition of the liability.

Note 12: Provisions

Provision for Annual Leave	80,575	68,458
Provision for Long Service Leave	14,800	7,316
	<u>95,375</u>	<u>75,774</u>

Provision is made for the company's liability for employee benefits arising from services rendered by employees to the balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Those cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

Note 13: Other liabilities

Unearned Revenue - Memberships	399,113	336,873
Unearned Revenue - Subsequent year Memberships	109,090	58,700
Unearned Revenue - Event Income	44,223	91,141
	<u>552,425</u>	<u>486,714</u>

Where events were postponed in the prior year due to COVID-19, attendees and sponsors were offered a full refund or given the option to hold the funds until the event happened. These were recorded as revenue once the event took place.

Security deposits are recognised at the completion of the performance or function.

Note 14: Economic Dependence

The continuing operation of Toowoomba & Surat Basin Enterprise Pty Ltd is dependent on Toowoomba Regional Council Funding.

Note 15: Controlled entities that have not been consolidated

The company had a controlled entity, TSBE Export and Investment Development Limited, that was not consolidated. This is because of its size and nature means that it is not material to TSBE's operations. The financial statements for that controlled entity is subject to a separate audit certification by Queensland Auditor-General or their delegate. In the year ended 30 June 2020, TSBE Export and Investment Development Limited ceased operations.

Notes to the Financial Statements

For the year ended 30 June 2021

Note 15: Controlled entities that have not been consolidated (continued)

A controlled entity, TSBE Enterprise Development Fund Limited was set up in the year ended 30 June 2020. The entity remains dormant and no transactions have occurred in the entity in the current or prior year.

A summary of TSBE Export and Investment Development Limited, their net assets and result for the year ended 30 June 2020 are:

	2020
	\$
Revenue	16,308
Expenses	(27,822)
Net profit/(loss)	(11,514)
Assets	-
Liabilities	-
Net Assets	-

Note 16: Related party transactions

Transactions with parent entity

The company is wholly owned by the Toowoomba Regional Council.

During the year, Toowoomba Regional Council contributed \$474,271 (2020: \$464,971) to the company as a Community Service Obligation of the Council and other amounts relating to the use of facilities.

During the financial year, the company received \$5,700 (2020: \$75,141) from Toowoomba Regional Council for services provided.

Transactions between related parties are on normal commercial terms and conditions no more favourable to those available to other parties unless otherwise stated.

Transactions with controlled entities

TSBE Enterprise Development Fund Limited is a company Limited by Guarantee which has been set up in the prior year by the Board of directors of Toowoomba Surat Basin Enterprise Pty Ltd. Both entities share the same Board of directors. There were no transactions within the company in the year and it remains dormant.

Transactions with Key Management Personnel (KMP)

KMP includes the Directors of the company and controlled entities and the executive management team. The executive management team includes the Chief Executive Officer, Chief Operating Officer, General Managers and an external consultant. KMP compensation paid or accrued, during the 2020/21 year

	2021	2020
	\$	\$
Short-term employee benefits	715,913	693,914
Post-employment benefits	49,617	47,892
Long-term benefits	-	-
Termination benefits	-	-
	765,530	741,806

During the year, no remuneration was paid to the board members in their capacity as board members.

Transactions with other related parties

During the financial year, the company received \$38,399 (2020: \$36,336) for membership, event income, branch income and sponsorship from a company which a director has joint control of.

During the financial year, the company paid \$605 (2020: nil) for expenses to a company which a director has joint control of.

Notes to the Financial Statements

For the year ended 30 June 2021

Note 17: Events after the reporting period

The Directors are not aware of any events after the 30 June 2021 that will have a material impact on this financial report.

Note 18: Company details

The registered office and principal place of business of the company is:

Toowoomba and Surat Basin Enterprise Pty Ltd
6 Ann Street
Toowoomba
Qld 4350

Directors' Declaration

In the directors opinion:

- (a) The financial statements and notes set out on pages 4 to 16 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards - Reduced Disclosure Requirements, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the entity's financial position as at 30 June 2021 and of its performance for the financial year ended on that date, and.
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Date: 15 October 2021
Toowoomba



Mr Shane Charles
Director

INDEPENDENT AUDITOR'S REPORT

To the Directors of Toowoomba and Surat Basin Enterprise Pty Ltd

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report of Toowoomba and Surat Basin Enterprise Pty Ltd (the company).

In my opinion, the financial report:

- a) gives a true and fair view of the company's financial position as at 30 June 2021, and its financial performance and cash flows for the year then ended
- b) complies with the *Corporations Act 2001*, the Corporations Regulations 2001 and Australian Accounting Standards – Reduced Disclosure Requirements.

The financial report comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes to the financial statements including summaries of significant accounting policies and other explanatory information, and the directors' declaration.

Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of my report.

I am independent of the company 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 my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*. I am also independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001*.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

Other information comprises financial and non-financial information (other than the audited financial report). At the date of this auditor's report, the available other information in the Toowoomba and Surat Basin Enterprise Pty Ltd's annual report for the year ended 30 June 2021 was the director's report.

Those charged with governance are responsible for the other information.

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

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the company for the financial report

The company's directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Corporations Act 2001*, the Corporations Regulations 2001 and Australian Accounting Standards – Reduced Disclosure Requirements, and for such internal control as the company's directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The company's directors are also responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

My 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 my 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 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, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the company.

- Conclude on the appropriateness of the company'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 company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. I base my conclusions on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the company 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.

I communicate with the company's directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



Vaughan Stemmett
as delegate of the Auditor-General

15 October 2021

Queensland Audit Office
Brisbane