



**IPWEA**

INSTITUTE OF PUBLIC WORKS  
ENGINEERING AUSTRALASIA

## **ANNUAL REPORT**

*YEAR ENDED 30 JUNE 2017*

The financial report was authorised by the Directors on 4 October 2017.  
The company has the power to amend and reissue the financial report

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## DIRECTORS' REPORT

The Directors present their report on the company for the year ended 30 June 2017. The following persons were directors of the company from 1 July 2016 to the date of this report:

### DIRECTORS

#### **Ross Goyne – President**

Ross was appointed to the Australasian Board on 18 February 2011. He is presently Director at Ross J Goyne Consulting Pty Ltd. Ross was elected President of the Australasian Board on 26 June 2015 and is also a former President of IPWEA (Vic). Ross possesses the following formal qualifications:

- Bachelor of Civil Engineering (Deakin University)
- Post-Graduate Diploma in Municipal Engineering (Warrnambool Institute of Advanced Education)

#### **Mat Greskie – Vice President**

Mat was appointed to the IPWEA Australasian Board on 24 October 2013. He holds the position of Chief Executive Officer with Dulverton Waste Management in TAS. Mat was elected Vice President of the Australasian Board on 26 June 2015 and is a Committee Member of IPWEA (TAS). He is currently the chair of the Audit and Risk Committee. Mat possesses the following formal qualifications:

- Bachelor of Engineering (RMIT)
- Graduate Company Directors Course (Australian Institute of Company Directors)

#### **Joe Bannan**

Joe was appointed to the Australasian Board on 29 October 2015. He holds the position of Manager Asset Management Brisbane Infrastructure with Brisbane City Council. Joe is the President of IPWEA (QLD) and he possesses the following formal qualifications:

- Associate Diploma in Engineering (Civil) (USQ)
- Bachelor of Engineering (Civil) (QUT)
- Master of Engineering Science (Traffic & Transport) (UNSW)

#### **Andrew Craig**

Andrew was appointed to the IPWEA Australasian Board on 27 June 2014. He holds the position of Manager Strategic Assets with the City of Tea Tree Gully in SA. Andrew is a former President of IPWEA (SA) and possesses the following formal qualifications:

- Bachelor of Engineering (University of NSW)
- Master of Engineering (University of Technology)
- Master of Business Administration (University of South Australia)

#### **Rita Excell**

Rita was appointed to the IPWEA Australasian Board on 26 February 2016. She holds the position of State Manager South Australia with ARRB Group Ltd. Rita is the President of IPWEA (SA) and possess the following formal qualifications:

- Associate Diploma in Civil Engineering (South Australian Institute of Technology)
- Bachelor of Engineering in Civil Engineering (University of South Australia)

#### **Ian Daniels**

Ian was appointed to the IPWEA Australasian Board on 16 June 2017. He holds the position of Manager Engineering Services at City of Rockingham. Ian is the President of IPWEA (WA) and possesses the following formal qualifications:

- Diploma Civil Engineering

## **DIRECTORS' REPORT (continued)**

### **Samantha Gain**

Samantha was appointed to the IPWEA Australasian Board on 26 June 2015. She holds the position of Manager, Legal and Procurement at Greater Wellington Regional Council in New Zealand and was appointed to IPWEA's Audit and Risk Committee on 16 June 2017. Samantha is the President of IPWEA (NZ) and possesses the following formal qualifications:

- Bachelor of Law (LLB) (University of Otago, NZ)

### **Ken Halstead**

Ken was appointed to the IPWEA Australasian Board on 31 October 2014. He formerly held the position of Director, Graduate Program, Local Government Engineering, School of Civil & Environmental Engineering, Faculty of Engineering and Information Technology at University of Technology, Sydney prior to retiring. Ken possesses the following formal qualifications:

- Diploma of Tech Engineering (NSWIT)
- Bachelor of Engineering (Hons) (NSWIT)
- Master of Engineering (Hons) (UOW)

### **Peter Higgs**

Peter was appointed to the IPWEA Australasian Board on 24 October 2013. Peter is the immediate past President of IPWEA (NZ) and possesses the following formal qualifications:

- Bachelor of Engineering (Civil) (University of Auckland)
- Post Graduate Diploma in Business Management (University of Waikato)

### **Heath Macpherson**

Heath was appointed to the IPWEA Australasian Board on 29 October 2015. He currently holds the position of Asset Services Manager with Brighton Council. Heath possesses the following formal qualifications:

- Bachelor of Engineering (Civil) (University of Tasmania)

### **Ossie Martinz**

Ossie was appointed to the IPWEA Australasian Board on 26 February 2016. He currently holds the position of Director Infrastructure with the City of Monash. Ossie is the President of IPWEA (VIC) and possesses the following formal qualifications:

- Bachelor of Engineering (Civil) Monash University (formerly Chisholm Institute)
- Post Grad in Environmental Engineering (Deakin University)
- Post Grad in Municipal Engineering and Management (Victoria University)

### **Seren McKenzie**

Seren was appointed to the IPWEA Australasian Board on 29 October 2015. She currently holds the position of Manager Infrastructure Planning and Design with Lockyer Valley Regional Council. Seren is the Vice President of IPWEA (QLD) and possesses the following formal qualifications:

- Bachelor of Engineering (Civil) – University of Southern Queensland
- Bachelor of Applied Science (Environmental – Honours) – University of Queensland
- Masters Engineering Technology (Environmental) – University of Southern Queensland

## **DIRECTORS' REPORT (continued)**

### **Alan Millard**

Alan was appointed to the IPWEA Australasia Board on 26 February 2016. He holds the position of Director Technical Services at the City of Subiaco council. Alan is the Immediate Past President of IPWEA (WA) and possesses the following formal qualifications:

- Diploma in Surveying (Building Surveying) (The College of Estate Management) – UK
- Graduate Certificate of Management (Technology Management) (Deakin University)
- Graduate Diploma in Management (Technology Management) (La Trobe University)
- MBA (La Trobe University)

### **Doug Pearson**

Doug was appointed to the IPWEA Australasian Board on 26 June 2015 and resigned on 16 June 2017. He holds the position of Director Technical Services at the City of Bayswater Council. Doug is a former President of IPWEA (WA) and possesses the following formal qualifications:

- Bachelor of Engineering (Civil) (Curtin University)

### **Warren Sharpe OAM**

Warren was appointed to the IPWEA Australasian Board on 31 October 2014. He holds the position of Director Infrastructure Services at Eurobodalla Shire Council. Warren is the President of IPWEA (NSW) and he holds the following formal qualifications:

- Bachelor of Engineering (Hons)
- Post Graduate in Local Government, Environment Engineering & Management
- Graduate Australian Institute of Company Directors (AICD)

## **ACTIVITIES**

The principal activities of the entity during the financial year align with its vision to consolidate IPWEA as the nationally and internationally recognised professional association that effectively connects, informs, represents and leads public works professionals across Australasia.

The entity's long-term objective (mission) is to enhance the quality of life of Australasian communities through public works and services.

The entity's short-term objectives (strategies) to achieve its mission and vision are to provide a nationally and internationally coherent focus that supports strong networks by:

- effectively engaging with partners
- enhancing communications and networks to inform, connect and provide a valuable knowledge base and other resources
- building business systems and services that support the IPWEA group
- providing leadership and representation to influence government policy and industry direction
- delivering significant programs that build capacity in the sector in identified key areas
- building consistency in branding, identity and marketing
- operating as a sustainable, well governed business

## DIRECTORS' REPORT (continued)

To achieve these objectives, the entity adopted the following key strategic actions for 2017/2018:

- Development of new training, workshops and webinars.
- Increase the use of our Ask Your Mates online forum.
- Expansion of eLearning & ePublishing Training Strategy for IPWEA.
- Launch of an ebook subscription program.
- Publish new resources in asset & financial management (Parks and IIFMM).
- Explore means to develop capacity to advocate and influence national policy.
- Refreshed IPWEA website; review of IT strategy.
- Support career development and continue to promote the IPWEA jobs board.
- Further diversification of income streams to reduce business risk.
- Implement further Systems Support initiatives including a review of the constitution.
- Audit and Risk Committee to continue monitoring risk register and ensure appropriate policies are in place and current.

### RESULTS

The surplus for the financial year was \$169,802 (2016 loss: \$221,659).

### ATTENDANCE AT MEETINGS

The IPWEA Board Members and their attendance at Board meetings for Financial Year 2017 are listed below:

	Attended	Eligible
Ross Goyne – Director	5	5
Mat Greskie – Director	5	6
Joe Bannan – Director	5	5
Andrew Craig – Director	4	5
Ian Daniels – Director	1	1
Rita Excell – Director	5	5
Samantha Gain – Director	5	5
Ken Halstead – Director	5	5
Peter Higgs – Director	5	5
Matthew Hill – Alternate Director*	1	1**
Heath Macpherson – Director	3	5
Ossie Martinz – Director	3	4**
Seren McKenzie – Director	3	5
Alan Millard – Director	4	5
Doug Pearson – Director	4	4
Warren Sharpe OAM – Director	5	5

\* For Ossie Martinz

\*\* Refer Alternate Director arrangement per above

## **DIRECTORS' REPORT (continued)**

### **MEMBERS LIABILITY**

The Institute of Public Works Engineering Australasia Limited is a company limited by guarantee. In the event of the company being wound up:

"Every member of the Company undertakes to contribute to the property of the Company in the event of the same being wound up while he/she is a member, or within one (1) year after he/she ceases to be a member, for payment of the debts and liabilities of the Company contracted before he/she ceases to be a member, and of the costs, charges, and expenses of winding up and for the adjustment of the rights of the contributions among themselves, such amount as may be required not exceeding all arrears of membership fees and subscriptions and all other moneys due and payable by him/her to the company."

Members of the Company are members of each of the Divisions of the Institute of Public Works Engineering Australasia Limited. Membership payable for the financial year ended 30 June 2017 was \$51.50 for every subscription paying grade member of each of the Divisions excluding Emeritus and Student members.

At 30 June 2017 there was a total collective liability of members of \$3,055, being equal to outstanding and unpaid membership fees, collected via Capitation Fees from the IPWEA Divisions.

### **AUDITOR'S INDEPENDENCE DECLARATION**

A copy of the Auditor's Independence Declaration as required under subdivision 60-40 of the *Australian Charities and Non-for-profits Commission Act 2012* given to the Directors by the lead auditor for the audit undertaken by Nexia Sydney Partnership is included on page 8.

Signed in accordance with a resolution of the directors.



**Ross Goyne**

Director

Dated: 4 October 2017

The Board of Directors  
Institute of Public Works Engineers Australasia Limited  
Level 12  
32 Walker Street  
North Sydney NSW 2060

Dear Board Members

**Auditor's Independence Declaration under Subdivision 60-40 of the Australian Charities and Not-for-Profits Commission Act 2012**

As lead audit partner for the audit of the financial statements of the Institute of Public Works Engineers Australasia Limited for the financial year ended 30 June 2017, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (b) any applicable code of professional conduct in relation to the audit.

Yours sincerely



**Nexia Sydney Partnership**



**Lester Wills**  
*Partner*

Sydney  
Dated: 4 October 2017

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	IPWEA Australasia		Consolidated	
		2017 \$	2016 \$	2017 \$	2016 \$
Revenue	2	4,084,122	3,697,689	4,199,541	3,756,592
Management fees		(291,630)	(363,908)	(291,630)	(363,908)
Depreciation and amortisation	11	(53,331)	(13,773)	(53,331)	(13,773)
Insurance		(11,605)	(8,836)	(14,101)	(11,427)
IT & communications expense		(199,271)	(244,825)	(199,271)	(224,823)
Employee benefits expense		(1,111,360)	(983,043)	(1,111,360)	(983,043)
Bad debts and doubtful debts		(3,055)	-	(3,055)	-
Project expenses					
- Workshop delivery		(520,838)	(584,350)	(563,155)	(608,256)
- Conferences		(501,372)	-	(595,910)	(52,173)
- Subscriptions		(332,089)	(386,754)	(332,089)	(386,754)
- Publications and DVD's		(164,028)	(481,039)	(164,028)	(481,039)
- Street lighting smart control		(148,859)	(80,723)	(148,859)	(80,723)
- Study tours		(48,939)	(60,224)	(48,939)	(60,224)
- eComms		(62,002)	(273,741)	(19,002)	(221,741)
Professional services		(81,157)	(85,764)	(82,817)	(92,066)
Legal fee		(5,165)	(66,677)	(5,165)	(66,677)
Office accommodation		(135,598)	(32,477)	(135,598)	(32,477)
Other expenses		(244,021)	(253,214)	(258,917)	(253,894)
Total expenses		<u>(3,914,320)</u>	<u>(3,919,348)</u>	<u>(4,027,227)</u>	<u>(3,932,998)</u>
Surplus/(Deficit) before income tax expense from continued operations		169,802	(221,659)	172,314	(176,406)
Income tax expense/(benefit)	3	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deficit after income tax from discontinued operations	5			(43,287)	(80,904)
Surplus/(Deficit) for the year	4	<u>169,802</u>	<u>(221,659)</u>	<u>129,027</u>	<u>(257,310)</u>
<b>Other comprehensive income</b>					
<i>Items that may be reclassified subsequently to profit or loss</i>					
- Foreign currency translations		<u>-</u>	<u>-</u>	<u>(633)</u>	<u>7,008</u>
<b>Total Deficit for the year</b>		<u>169,802</u>	<u>(221,659)</u>	<u>128,394</u>	<u>(250,302)</u>

The statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2017**

		IPWEA Australasia		Consolidated	
	Note	2017 \$	2016 \$	2017 \$	2016 \$
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	6	1,164,212	924,320	1,267,968	978,656
Other financial assets	7	45,000	50,000	45,000	50,000
Trade and other receivables	8	362,055	590,863	327,030	626,557
Inventory	9	49,729	113,360	49,729	113,360
Prepayments		210,276	180,176	210,276	180,176
Intangible assets	10	<u>42,467</u>	<u>26,850</u>	<u>42,467</u>	<u>26,850</u>
Total current assets		<u>1,873,739</u>	<u>1,885,569</u>	<u>1,942,470</u>	<u>1,975,599</u>
<b>NON-CURRENT ASSETS</b>					
Restricted cash	6	82,211	82,211	82,211	82,211
Property, plant and equipment	11	<u>187,371</u>	<u>225,195</u>	<u>187,371</u>	<u>225,195</u>
Total non-current assets		<u>269,582</u>	<u>307,406</u>	<u>269,582</u>	<u>307,406</u>
<b>Total assets</b>		<u>2,143,321</u>	<u>2,192,975</u>	<u>2,212,052</u>	<u>2,283,005</u>
<b>CURRENT LIABILITIES</b>					
Trade and other payables	12	527,946	456,202	542,537	493,684
Deferred income	14	439,318	767,195	439,318	724,195
Provisions	13	130,184	99,917	130,184	99,917
GST payable		<u>2,569</u>	<u>19,080</u>	<u>2,569</u>	<u>19,080</u>
Total current liabilities		<u>1,100,017</u>	<u>1,342,394</u>	<u>1,114,608</u>	<u>1,336,876</u>
<b>NON-CURRENT LIABILITIES</b>					
Provisions	13	<u>85,307</u>	<u>62,386</u>	<u>85,307</u>	<u>62,386</u>
Total non-current liabilities		<u>85,307</u>	<u>62,386</u>	<u>85,307</u>	<u>62,386</u>
<b>Total liabilities</b>		<u>1,185,324</u>	<u>1,404,780</u>	<u>1,199,915</u>	<u>1,399,262</u>
<b>Net assets</b>		<u>957,997</u>	<u>788,195</u>	<u>1,012,137</u>	<u>883,743</u>
<b>MEMBERS' FUNDS</b>					
Retained surpluses	4	957,997	788,195	1,005,762	876,735
Foreign currency translation reserve	15	<u>-</u>	<u>-</u>	<u>6,375</u>	<u>7,008</u>
<b>Total Member's funds</b>		<u>957,997</u>	<u>788,195</u>	<u>1,012,137</u>	<u>883,743</u>

The statement of financial position should be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2017**

**IPWEA Australasia**

	Note	Retained Surpluses \$	Reserves \$	Total \$
<b>Balance at 1 July 2015</b>		1,009,854	-	1,009,854
Deficit for the year	4	(221,659)	-	(221,659)
Other comprehensive income		-	-	-
<b>Balance at 30 June 2016</b>		<b>788,195</b>	<b>-</b>	<b>788,195</b>
<b>Total comprehensive income for the year</b>				
Surplus for the year		169,802	-	169,802
Other comprehensive income		-	-	-
<b>Total comprehensive income for the year</b>		<b>169,802</b>		<b>169,802</b>
Total Transactions with Owners		-	-	-
<b>Balance at 30 June 2017</b>		<b>957,997</b>	<b>-</b>	<b>957,997</b>

**Consolidated**

	Note	Retained Surpluses \$	Reserves \$	Total \$
<b>Balance at 1 July 2015</b>		1,134,045	-	1,134,045
Deficit for the year	4	(257,310)	-	(257,310)
Other comprehensive income		-	7,008	7,008
<b>Balance at 30 June 2016</b>		<b>876,735</b>	<b>7,008</b>	<b>883,743</b>
<b>Total comprehensive income for the year</b>				
Surplus for the year		129,027	-	129,027
Other comprehensive income		-	(633)	(633)
<b>Total comprehensive income for the year</b>		<b>129,027</b>	<b>(633)</b>	<b>128,394</b>
Total Transactions with Owners		-	-	-
<b>Balance at 30 June 2017</b>		<b>1,005,762</b>	<b>6,375</b>	<b>1,012,137</b>

The statement of changes in equity should be read in conjunction with the accompanying notes.

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	IPWEA Australasia		Consolidated	
		2017 \$	2016 \$	2017 \$	2016 \$
<b>Cash flows from operating activities</b>					
Receipts from customers		4,357,494	3,824,555	4,778,806	3,955,458
Interest received		20,270	26,288	20,270	26,314
Payment to suppliers and employees		<u>(4,099,365)</u>	<u>(3,950,668)</u>	<u>(4,470,579)</u>	<u>(4,233,669)</u>
<b>Net cash from operating activities</b>		<u>278,399</u>	<u>(99,825)</u>	<u>328,497</u>	<u>(251,897)</u>
<b>Cash flows from investing activities</b>					
Payments for plant and equipment		(15,507)	(192,630)	(15,507)	(192,630)
Payments for development costs		<u>(23,000)</u>	<u>(33,000)</u>	<u>(23,000)</u>	<u>(33,000)</u>
<b>Net cash from investing activities</b>		<u>(38,507)</u>	<u>(225,630)</u>	<u>(38,507)</u>	<u>(225,630)</u>
Net increase (decrease) in cash, cash equivalents and restricted cash		239,892	(325,455)	289,990	(477,527)
Net foreign exchange differences		-	-	(678)	7,368
Cash, cash equivalents and restricted cash at the beginning of the year		<u>1,006,531</u>	<u>1,331,986</u>	<u>1,060,867</u>	<u>1,531,026</u>
<b>Cash, cash equivalents and restricted cash at the end of the year</b>	6	<u>1,246,423</u>	<u>1,006,531</u>	<u>1,350,179</u>	<u>1,060,867</u>

The statement of cash flows should be read in conjunction with the accompanying notes.

## **NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

### **1. SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial report is presented in the Australian currency.

#### **The Reporting Entity**

Institute of Public Works Engineering Australasia Limited is a company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business is: Level 12, 32 Walker Street, North Sydney NSW 2060. The company is a not-for profit entity and is primarily involved in advocacy and member services for persons involved in delivering public works and services.

#### **(a) Basis of Preparation**

This general purpose financial report has been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards – Reduced Disclosure Requirements, and complies with other requirements of the law.

##### *New, revised or amended Accounting Standards and Interpretations adopted*

The company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The financial statements were approved by the Board of Directors on 4 October 2017.

##### *Historical cost convention*

These financial statements have been prepared under the historical cost convention. Comparative information is reclassified where appropriate to enhance comparability.

##### *Functional and Presentation Currency*

These financial statements are presented in Australian dollars, which is the company's functional currency.

##### *Critical Accounting Estimates and Judgments*

The preparation of financial statements in conformity with Australian Accounting Standards – Reduced Disclosure Requirements may require the use of certain critical accounting estimates. It may also require management to exercise its judgment in the process of applying the company's accounting policies. There are no areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(b) Basis of Consolidation**

The consolidated financial statements comprise the financial statements of Institute of Public Works Engineering Australasia Limited and its controlled entity as at 30 June each year ('the Group').

Subsidiaries are consolidated from the date on which control is transferred to IPWEA and cease to be consolidated from the date on which control is transferred out of IPWEA. Where there is loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting period during which IPWEA has control. On 23<sup>rd</sup> September 2016, the Trustees of The National Foundation for Local Government Engineering resolved to wind up the Foundation. As at the date of this report the controlled entity is:

- NAMS Canada Inc.

The financial statements of the controlled entity is prepared for the same reporting period as the parent company, using consistent accounting policies. Adjustments are made to bring any dissimilar accounting principles that may exist.

**(c) Foreign currency translation**

The presentation currency of Institute of Public Works Engineering Australasia Limited and its controlled entities is Australian dollars (A\$).

Transactions in foreign currencies are initially recorded in the functional currency at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

The functional currency of overseas controlled entity (NAMS Canada) is Canadian Dollars (C\$).

At the reporting date the assets and liabilities of this overseas controlled entity are translated into the presentation currency at the exchange rate ruling at the balance sheet date and the income statements are translated at the average exchange rates for the year.

**(d) Discontinued Operations**

A discontinued operation is a component of the consolidated entity that has been disposed of. The results of discontinued operations are presented separately on the face of the statement of profit or loss and other comprehensive income.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(e) Income Tax**

On 5 April 2013, the company was endorsed as a charitable institution effective 1 July 2010 by the Australian Taxation Office. The company is therefore income tax exempt under Subdivision 50-B of the Income Tax Assessment Act 1997.

**(f) Revenue recognition**

*(i) Membership Revenue (Capitation Fees)*

Membership subscription revenue is recognised when sales invoices are raised following the receipt of membership renewal applications. Any revenue received during the current financial year that relates to the next financial year is deferred as membership fees in advance.

*(ii) Events, Conferences and Professional Development*

Conference and Professional Development revenue is recognised when sales invoices are raised following the receipt of attendance application forms.

*(iii) Other Revenue*

Other revenue is recognised when sales invoices are raised following the despatch of goods or performance of service.

**(g) Trade and other receivables**

All trade debtors are recognised at the amounts receivable as they are due for settlement no more than 90 days from the date of recognition.

Collectability of trade debtors is reviewed on an on-going basis. Debts which are known to be uncollectable are written off. An allowance for impairment of receivables is raised when some doubt as to collection exists.

**(h) Impairment of Assets**

*Financial Assets*

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective interest rate. An impairment loss in respect of an available-for-sale financial asset is calculated by reference to its current fair value.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(h) Impairment of Assets (continued)**

Individual significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

All impairment losses are recognised in profit or loss. Any cumulative loss in respect of an available-for-sale financial asset recognised previously in equity is transferred to profit or loss.

An impairment loss is reversed if the reversal can be related objectively to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost and available-for-sale financial assets that are debt securities, the reversal is recognised in profit or loss.

For available-for-sale financial assets that are equity securities, the reversal is recognised directly in equity. An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

**(i) Cash, Cash equivalents and Restricted cash**

For the purpose of the statement of cash flows, cash includes deposits which are readily convertible to cash on hand and are subject to an insignificant risk of change in value. Cash and cash equivalents comprise cash balances and at call deposits. Bank overdrafts that are repayable on demand and form an integral part of the company's



**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(i) Cash, Cash equivalents and Restricted cash (continued)**

cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Any deposits that cannot be converted into cash 'on demand' and is not available to meet short-term needs are classified as Restricted cash.

**(j) Trade creditors**

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

**(k) Financial Instruments**

*Non-Derivative Financial Instruments*

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit or loss, any directly attributable transaction costs, except as described below. Subsequent to initial recognition non-derivative financial instruments are measured as described below.

A financial instrument is recognised if the company becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the company's contractual rights to the cash flows from the financial assets expire or if the company transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Regular way purchases and sales of financial assets are accounted for at trade date, i.e., the date the company commits itself to purchase or sell the asset. Financial liabilities are derecognised if the company's obligations specified in the contract expire or are discharged or cancelled.

*Held-to-maturity investments*

If the company has the positive intent and ability to hold debt securities to maturity, then they are classified as held-to-maturity. Held-to-maturity investments are measured at amortised cost using the effective interest method, less any impairment losses.

*Other*

Other non-derivative financial instruments are measured at amortised cost using the effective interest method, less any impairment losses.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(l) Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

**(m) Finance Income and Expenses**

Finance income comprises interest income on funds invested. Interest income is recognised as it accrues, using the effective interest method.

**(n) Employee Benefits**

The policy for the calculation of leave liabilities is as follows:

**(i) Wages, Salaries and Annual Leave**

The provisions for employee entitlements to wages, salaries and annual leave represent the amount which the company has a present obligation to pay resulting from employees' services provided up to the balance date. The provision for leave has been calculated at nominal amounts based on wage and salary rates expected to apply when the leave is taken and includes related on-costs.

**(ii) Long service leave is provided for all employees after five years from the date of commencement of employment and includes related on-costs. Entitlements accrue at the rate of 1.3 weeks per year of services.**

The directors believe that this method provides an estimate of the liability that is not materially different from the estimate that would be obtained by using the present value basis of measurement.

**(iii) The company contributes to superannuation accumulation plans as nominated by the company's employees.**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(o) Inventories**

Goods held for sale are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less estimated costs to make the sale.

**(p) Change in Accounting Policy**

There has been no change in Accounting Policies.

**(q) Financial Comparatives**

Comparative financial information may be reclassified to achieve consistency and comparability with current year classifications and disclosures.

**(r) Plant and equipment**

Plant and equipment is measured using the cost basis, being cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset. The carrying amount of plant and equipment is reviewed annually by the directors to ensure it is not in excess of the recoverable amount for those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets' employment and subsequent disposal. Plant and equipment is depreciated on a straight line basis over the useful life of the assets.

The estimated useful life of plant and equipment is as follows:

Computers	3 years
Office Fitout, furniture and equipment	5 years

**(s) Intangible assets**

**(i) Research and development expenditure**

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in the income statement as an expense as incurred.

Expenditure on development activities, whereby research findings are applied to a plan or design for the production of new or substantially improved products and processes, is capitalised if the product or process is technically and commercially feasible and the company has sufficient resources to complete development.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

**(s) Intangible assets (continued)**

The expenditure capitalised includes the cost of materials, direct labour and an appropriate proportion of overheads. Other development expenditure is recognised in the income statement as an expense as incurred. Capitalised development expenditure is stated at cost less accumulated amortisation and impairment losses.

**(ii) Subsequent expenditure**

Subsequent expenditure on capitalised intangible assets is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred

**(iii) Amortisation**

Amortisation is recognised in the statement of comprehensive income on a straight-line basis over the estimated useful lives of the intangible assets from the date they are available for use unless such lives are indefinite. Goodwill and intangible assets with an indefinite useful life are systematically tested for impairment annually. The estimated useful lives for the current and comparative periods are as follows:

Capitalised development expenditure: 1 year

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**2. REVENUE**

	IPWEA Australasia		Consolidated	
	2017	2016	2017	2016
	\$	\$	\$	\$
<b>Revenue from continuing operations</b>				
Workshop registrations	1,070,010	1,045,362	1,070,010	1,045,362
Conference registrations	761,660	-	761,660	-
Subscriptions	778,433	778,613	790,530	845,689
Publication and DVD sales	376,987	717,715	376,987	717,715
Grants and subsidies	294,997	322,194	294,997	322,194
Sponsorship, donations and commissions	286,030	159,091	286,030	159,091
Capitation fees	136,290	137,596	136,290	137,596
Bank Interest	20,270	26,288	20,270	26,288
Training and education	59,409	88,947	162,731	100,778
Administration fees	235,299	307,690	235,299	307,690
Study tour	43,154	52,107	43,154	52,107
Other revenue	21,583	62,086	21,583	42,082
<b>Total Revenue</b>	<b><u>4,084,122</u></b>	<b><u>3,697,689</u></b>	<b><u>4,199,541</u></b>	<b><u>3,756,592</u></b>

**3. INCOME TAX**

On 5 April 2013, the company was endorsed by the Australian Taxation Office as a charitable institution effective 1 July 2010. This means that the company is tax exempt under Subdivision 50-B of the Income Tax Assessment Act 1997.

Prior to the above endorsement, the company accounted for income tax using the mutualisation principles available to it being a member based organisation.

**4. RETAINED SURPLUSES**

	IPWEA Australasia		Consolidated	
	2017	2016	2017	2016
	\$	\$	\$	\$
Retained surplus at the beginning of the financial year	788,195	1,009,854	876,735	1,134,045
Surplus/(Deficit) for the year	<u>169,802</u>	<u>(221,659)</u>	<u>129,027</u>	<u>(257,310)</u>
<b>Retained surplus at the end of the financial year</b>	<b><u>957,997</u></b>	<b><u>788,195</u></b>	<b><u>1,005,762</u></b>	<b><u>876,735</u></b>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**5. DISCONTINUED OPERATIONS**

*Description*

On 23 September 2016, the consolidated entity closed operations of the National Foundation for Local Government Engineering Inc. a subsidiary of the Institute of Public Works Engineering Australasia.

*Impact on profit or loss*

	<b>Consolidated</b>	
	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>
Deficit after income tax from discontinued operations	(43,287)	(80,904)

*Cash flow information*

Net cash used in operating activities	(1,042)	(197,998)
Net (decrease) in cash and cash equivalents from discontinued operations	<u>(1,042)</u>	<u>(197,998)</u>

**6. CASH, CASH EQUIVALENTS AND RESTRICTED CASH**

	<b>IPWEA Australasia</b>		<b>Consolidated</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Current</b>				
Cash on deposit, at call	1,126,703	845,322	1,126,703	845,322
Cash at bank	37,509	78,998	141,265	133,334
	<b>1,164,212</b>	<b>924,320</b>	<b>1,267,968</b>	<b>978,656</b>
<b>Non-Current</b>				
Restricted Cash	<u>82,211</u>	<u>82,211</u>	<u>82,211</u>	<u>82,211</u>
<b>Total cash, cash equivalents and restricted cash</b>	<u><b>1,246,423</b></u>	<u><b>1,006,531</b></u>	<u><b>1,350,179</b></u>	<u><b>1,060,867</b></u>

Restricted cash relates to principal sum held in term deposit that is prevented to be used for any purpose other than providing the Lessor of the rented office with a right of set-off to secure payment of rent, contributions, GST or other money or damages IPWEA defaults on the payments.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**7. OTHER FINANCIAL ASSETS**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
Australasian conference funds held with third party	45,000	45,000	45,000	45,000
Sustainability conference funds held with third party	-	5,000	-	5,000
	<u>45,000</u>	<u>50,000</u>	<u>45,000</u>	<u>50,000</u>

**8. TRADE AND OTHER RECEIVABLES**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
Trade and other receivables:				
- Other parties	248,653	447,757	268,628	505,799
- IPWEA SA	1,430	715	1,430	715
- IPWEA NSW	5,222	12,348	5,222	
- IPWEA WA	1,100	8,225	1,100	8,225
- IPWEA NZ	-	16,713	-	16,713
- IPWEA NAMS Canada	55,000	10,000	-	-
	<u>311,405</u>	<u>495,758</u>	<u>276,380</u>	<u>531,452</u>
Less: allowance for impairment of receivables	<u>(3,055)</u>	<u>-</u>	<u>(3,055)</u>	<u>-</u>
	308,350	495,758	273,325	531,452
Accrued Income	<u>53,705</u>	<u>95,105</u>	<u>53,705</u>	<u>95,105</u>
	<u><b>362,055</b></u>	<u><b>590,863</b></u>	<u><b>327,030</b></u>	<u><b>626,557</b></u>

**9. INVENTORIES**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
Publications	<u>49,729</u>	<u>113,360</u>	<u>49,729</u>	<u>113,360</u>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**10. INTANGIBLES ASSETS**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
IT development costs	-	26,850	-	26,850
AIFMM development costs	42,467	-	42,467	-
	<u>42,467</u>	<u>26,850</u>	<u>42,467</u>	<u>26,850</u>

**11. PROPERTY, PLANT AND EQUIPMENT**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Non-Current</b>				
Computer equipment (cost)	32,184	20,590	32,184	20,590
Less: Provisions for depreciation	(19,641)	(12,024)	(19,641)	(12,024)
Office equipment	11,641	9,024	11,641	9,024
Less: Provision for depreciation	(3,387)	(1,099)	(3,387)	(1,099)
Office furniture and fittings	217,519	216,223	217,519	216,223
Less: Provisions for depreciation	(50,945)	(7,519)	(50,945)	(7,519)
	<u>187,371</u>	<u>225,195</u>	<u>187,371</u>	<u>225,195</u>
<b>Reconciliation</b>				
Reconciliation of the carrying amounts of property, plant and equipment are set out below:				
Carrying amount at the beginning of the year	225,195	8,938	225,195	8,938
Additions	15,507	192,630	15,507	192,630
Additions – Make-good	-	37,400	-	37,400
Depreciation	(53,331)	(13,773)	(53,331)	(13,773)
Carrying amount at the end of the year	<u>187,371</u>	<u>225,195</u>	<u>187,371</u>	<u>225,195</u>



**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**12. TRADE AND OTHER PAYABLES**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
IPWEA NSW	4,511	23,289	4,511	23,289
IPWEA NZ	-	-	-	-
IPWEA SA	13,886	4,576	13,886	4,576
IPWEA TAS	165	595	165	595
IPWEA VIC	-	171	-	171
IPWEA WA	1,221	743	1,221	743
Other creditors and accruals	<u>508,163</u>	<u>426,828</u>	<u>522,754</u>	<u>464,310</u>
	<b><u>527,946</u></b>	<b><u>456,202</u></b>	<b><u>542,537</u></b>	<b><u>493,684</u></b>

**13. PROVISIONS**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Current</b>				
Employee benefits	130,184	99,917	130,184	99,917
<b>Non-Current</b>				
Employee benefits	47,907	24,986	47,907	24,986
Make-good provision	<u>37,400</u>	<u>37,400</u>	<u>37,400</u>	<u>37,400</u>
	<b><u>85,307</u></b>	<b><u>62,386</u></b>	<b><u>85,307</u></b>	<b><u>62,386</u></b>

A make-good provision of \$37,400 relates to the leased premises in North Sydney.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**14. DEFERRED INCOME**

	IPWEA Australasia		Consolidated	
	2017 \$	2016 \$	2017 \$	2016 \$
<b>Unspent Grants</b>				
Balance at the beginning of the year	174,795	263,748	174,795	263,748
Total grant amount received	-	105,000	-	105,000
Total expenditure incurred	<u>(174,795)</u>	<u>(193,953)</u>	<u>(174,795)</u>	<u>(193,953)</u>
Balance at the end of the year	<u>-</u>	<u>174,795</u>	<u>-</u>	<u>174,795</u>
<b>Income received in advance</b>				
- NAMS.PLUS subscriptions	10,898	135,750	10,898	135,750
- IPWEA FLEET subscriptions	33,470	58,825	33,470	58,825
- Australasia conference	25,000	-	25,000	-
- Yardstick	141,300	166,190	141,300	166,190
- Workshop registration fees	27,150	40,811	27,150	40,811
- Public Works Magazine	-	43,000	-	-
- Streets lightening and smart controls	<u>201,500</u>	<u>147,824</u>	<u>201,500</u>	<u>147,824</u>
	<u>439,318</u>	<u>592,400</u>	<u>439,318</u>	<u>549,400</u>
<b>Total Deferred Income</b>	<u>439,318</u>	<u>767,195</u>	<u>439,318</u>	<u>724,195</u>

**15. RESERVES**

**Nature and purpose of foreign currency translation reserve**

The foreign exchange translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign controlled entity (NAMS Canada).

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017**

**16. RELATED PARTIES**

**Directors**

The names of each person who held the position of Director of the company during the whole of the year are set out in the accompanying Directors' Report.

**Key Management Personnel Compensation**

The key management personnel are the Directors of the company who receive no remuneration, the chief executive officer and chief operating officer involved in the strategic direction and management of the company who are remunerated on normal terms for professional services, overheads and operating expenses.

	IPWEA Australasia		Consolidated	
	2017	2016	2017	2016
	\$	\$	\$	\$
Key management personnel remuneration	402,817	414,631	402,817	414,631

**Other Transactions with Related Parties**

The company was providing finance and administration services to various Divisions. Administration services were charged on commercial terms and conditions.

Amounts due from and to related parties is included in notes 8 and 12.

## DIRECTORS' DECLARATION

The directors of the company declare that:

1. in the directors' opinion, the financial statements and accompanying notes set out on pages 3 to 27 are in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012* and:
  - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
  - (b) give a true and fair view of the company and consolidated entity's financial position as at 30 June 2017 and of its performance for the year ended on that date;
2. in the directors' opinion, 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 Board of Directors and is signed for and on behalf of the directors by:



**Ross Goyne – Director**  
**4 October 2017**

## Independent Auditor's Report to the Members of Institute of Public Works Engineering Australasia Limited

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Institute of Public Works Engineering Australasia Limited ("the Company and its subsidiaries (the Group)), which comprises the consolidated statement of financial position as at 30 June 2017, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- i) giving a true and fair view of the Group's financial position as at 30 June 2017 and of its financial performance for the year then ended; and
- ii) complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### 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 entity 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 directors are responsible for the other information. The other information comprises the information in Institute of Public Works Engineering Australasia Limited's annual report for the year ended 30 June 2017, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and 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, we conclude that there is a material misstatement of the other information we are required to report that fact. We have nothing to report in this regard.

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### **Directors' responsibility for the financial report**

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the 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 directors either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibility 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.

A further description of our responsibilities for the audit of the financial report is located at The Australian Auditing and Assurance Standards Board website at: [www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



### **Nexia Sydney Partnership**



**Lester Wills**  
*Partner*

Dated: 5 October 2017  
Sydney