



**SEQ Regional Recreational
Facilities Pty Ltd**

ACN 146 894 804

Annual Report

For the Year Ended 30 June 2019

ANNUAL REPORT

Directors' Report	3
Auditor's Independence Declaration	6
Financial Statements	
Statement of Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to and forming part of the Financial Statements	11
Directors' Declaration	20
Auditor-General's Independent Auditor's Report to the Members of SEQ Regional Recreational Facilities Pty Ltd	21

SEQ Regional Recreational Facilities Pty Ltd DIRECTORS' REPORT

The Directors present their report and the auditor's report thereon together with the financial report of SEQ Regional Recreational Facilities Pty Ltd (the company) for the financial year ended 30 June 2019.

Directors

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

Greg Christensen (Chair)	1 July 2018 to present
Robert Smith	1 July 2018 to present
David McLachlan	1 July 2018 to present
Stephen Swenson	1 July 2018 to 17 June 2019
Gail O'Neill	1 July 2018 to present
Scott Smith	5 December 2018 to present

Company Secretary

The name of the Company Secretary in office at any time during or since the end of the financial year is:

Scott Smith	7 December to present
Jan Kordonsky	1 July 2018 to 7 December 2018

Company Details

The company is an Australian proprietary company limited by shares, incorporated and registered in Brisbane, Queensland. The eight shareholder members are:

Brisbane City Council
City of Gold Coast
Ipswich City Council
Lockyer Valley Regional Council
Logan City Council
Redland City Council
Scenic Rim Regional Council
Somerset Regional Council

Operating Result

The surplus of the company for the financial year ended 30 June 2019 was \$7,430 [30 June 2018 - \$84,273].

Review of Operations

A review of operations of the company during the financial year and the result of those operations found the company continues on a long-term basis to manage the Operator's Lease with overall positive results for attendees visiting the facility. The Queensland Moto Park has been operating as an on-going business for the total period of seven and a half years to the end of this financial year.

Significant Changes in the State of Affairs

No significant changes in the company's state of affairs occurred during the financial year.

SEQ Regional Recreational Facilities Pty Ltd DIRECTORS' REPORT

Principal Activities

The principal activities of the organisation are:

- a) to be an organisation that represents the interests of the residents and recreational enthusiasts of members of the Company;
- b) to foster cooperation amongst members on issues of mutual concern or to further joint interests;
- c) to plan, develop and deliver recreational facilities that offer service to South East Queensland residents.

Events Subsequent to the End of the Reporting Period

There are no significant matters or circumstances that have arisen since the end of the financial year which significantly affected or could 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 likely developments in the operations of the company and the expected results of 2019/2020 will be influenced by the outcome of the continued operations of the Queensland Moto Park. During this period, it is expected that continued development in upgrading facilities will occur at the Park as required.

Operational and Environmental Regulation

The State Planning Regulatory Provisions (Off-road Motorcycling Facility on State owned land at Wyaralong) (SPRP) October 2010 was the statutory instrument applicable to the Wyaralong site. Environment regulation is managed by the Vegetation Management Act 1999 (Qld), the Water Act 2000 (Qld) and the Environmental Protection and Biodiversity Conservation Act 1999 (C'th). The State Planning Regulatory Provisions (SPRP) was removed as a statutory instrument as part of the State government's planning reform agenda. The regulation previously applied under the SPRP was instead captured in the Regulation to the new Planning Act. The Planning Regulation commenced on the same day as the Planning Regulations on 3rd July 2017.

The company's operations are regulated by Commonwealth and State laws and regulations. A Trustee Lease for the Park, between Motorcycling Queensland and the company, sets out the purpose of the land upon which the Park is situated.

Dividends

No dividends were paid or declared during or since the end of the financial year. The Directors may not authorise the payment by the company to members of any dividends.

Options

No options over issued shares or interests in the company were granted during or since the end of the financial year.

SEQ Regional Recreational Facilities Pty Ltd
DIRECTORS' REPORT

Indemnification of Officers

Insurance Premium has been paid in this financial year for Directors' and Officers' Liability which covers any natural person who was or is or may hereafter becomes a Director, Secretary, Officer or Employee of the company.

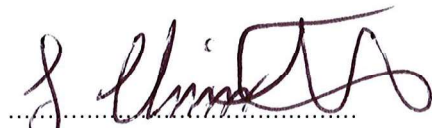
Proceedings on Behalf of Company

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of these proceedings. The company was not a party to any such proceedings during the year.

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 6.

Signed in accordance with a resolution of the Directors



.....
Greg Christensen
Chairman/Director

Dated 9/10/2019



.....
Robert Smith
Deputy Chair/Director

Dated: 9/1/19 2019

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of SEQ Regional Recreational Facilities 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 SEQ Regional Recreational Facilities Pty Ltd for the year ended 30 June 2019, 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; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



Sri Narasimhan
As Delegate of the Auditor-General

9 October 2019

Queensland Audit Office
Brisbane

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
INCOME			
Contributions	2(f)	7,530	88,065
Rent		68,714	69,733
Interest and Other Revenue		1,844	1,497
Total Income		78,089	159,295
EXPENSES			
General Office Expenses		11,832	14,816
Depreciation and Amortisation Expense	2(b),(c)	44,862	41,853
Other Operating Expense		8,075	12,213
Auditing Fees – Queensland Audit Office	3	5,890	6,140
Total Expense		70,659	75,022
Net surplus attributable to members of the company		7,430	84,273
Total Comprehensive Income attributable to members of the company		7,430	84,273

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes to the financial statements.

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
CURRENT ASSETS			
Cash and Cash Equivalents	2(e) & 4	131,217	81,490
Trade and Other Receivables	2(g)	8,741	29,327
Prepayments		5,938	5,786
Total Current Assets		145,896	116,603
NON-CURRENT ASSETS			
Property Plant and Equipment	5	1,514,106	1,540,651
Intangible Assets	6	140,578	141,274
Total Non-Current Assets		1,654,684	1,681,925
Total Assets		1,800,581	1,798,528
CURRENT LIABILITIES			
Trade and other Payables	2(h)	8,195	13,572
Total Current Liabilities		8,195	13,572
Total Liabilities		8,195	13,572
Net Assets		1,792,386	1,784,956
EQUITY			
Share Capital – Ordinary Shares		8	8
Share Capital – Non-Redeemable Pref Shares	2(j)	1,100,000	1,100,000
Retained Earnings		692,378	684,948
Total Equity		1,792,386	1,784,956

The Statement of Financial Position should be read in conjunction with the accompanying notes to the financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

2018/2019	Note	Retained Earnings Earnings	Share Capital	Total
		\$	\$	\$
Balance at beginning of year	2(j)	684,948	1,100,008	1,784,956
Net surplus for the year		7,430	-	7,430
Balance at Year End		692,378	1,100,008	1,792,386

2017/2018	Note	Retained Earnings Earnings	Share Capital	Total
		\$	\$	\$
Balance at beginning of year	2(j)	600,675	1,100,008	1,700,683
Net surplus for the year		84,273	-	84,273
Balance at Year End		684,948	1,100,008	1,784,956

The Statement of Changes in Equity should be read in conjunction with the accompanying notes to the financial statements.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Inflow			
Receipts from customers		89,149	61,645
Interest Received		1,844	1,497
Total receipts from customers		90,993	63,142
Outflow			
Payments to suppliers		(31,174)	(27,991)
Net Cash Flows used in Operating Activities	7	59,819	35,151
CASH FLOWS FROM INVESTING ACTIVITIES			
Outflow			
Acquisition of assets at cost		(10,092)	(118,705)
Net Cash Flows used in Investing Activities		(10,092)	(118,705)
NET INCREASE/(DECREASE) IN CASH HELD			
Cash at the beginning of the year		81,490	165,044
Cash at the End of the Year		131,217	81,490

The Statement of Cash Flows should be read in conjunction with the accompanying notes to the financial statements.

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

The financial statements cover SEQ Regional Recreational Facilities Pty Ltd (the company) as an individual entity. The company is limited by shares, incorporated and domiciled in Australia.

The State Government of Queensland owns six parcels of land situated within the Scenic Rim Regional Council area at Wyaralong and has appointed this company to act as Trustee for sport and recreation purposes. The Queensland Moto Park (Wyaralong) operates on this property under a lease agreement with this arrangement having no financial impact to the company. Motorcycling Queensland continues as the operator of the Queensland Moto Park (Wyaralong).

1. BASIS OF PREPARATION

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards and Australian Accounting Interpretations of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. This company is a not-for-profit organisation as it is not operating for the surplus or gain of its individual members.

The financial statements have been prepared on an accruals basis and are based on historical costs, except where stated. Amounts in the financial statements have been rounded to the nearest Australian dollar.

Issuance of Financial Statements

The financial statements are authorised for issue by the Directors at the date of signing the financial statements.

2. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

a. Income Tax

SEQ Regional Recreational Facilities Pty Ltd is exempt from income tax under the provisions of Item 2.1 of the table in Section 50-10 of the *Income Tax Assessment Act 1997* and has been advised that it would not be required to lodge income tax returns unless and until requested to do so by the Deputy Commissioner of Taxation.

b. Property, Plant and Equipment

Property, Plant and Equipment are carried at cost, less where applicable, any accumulated depreciation and any accumulated impairment deficits. The recognition threshold on items of property, plant and equipment is zero.

The Operator Lease conditions between this company and Motorcycling Queensland require specific capital assets purchased by Motorcycling Queensland be acquired by this company at the date of purchase and recognised as a contribution by Motorcycling Queensland to the company.

Impairment

All assets subject to impairment testing are assessed for indicators of impairment on at least an annual basis.

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Depreciation

Depreciation of Property, Plant and Equipment has been calculated on a straight-line basis over their expected useful life. This method is considered to best correspond with the underlining pattern of consumption.

The estimated useful lives are re-assessed annually and used for each class:

Buildings	40 years with zero residual value
Infrastructure	Between 10 and 40 years with zero residual value

c. Intangible Assets

Intangible assets with a cost or other value exceeding \$5,000 are recognised as intangible assets in the financial statements. Costs associated with the easement are capitalised and are amortised on a straight-line basis over the period of expected benefit to the company. Amortisation methods, estimated useful lives and residual values are reviewed at the end of each reporting period and adjusted where appropriate.

The estimated useful lives are re-assessed annually and used for each class:

Easement Agreements	40 years with zero residual value
Water Title	nil amortisation

d. Financial Instruments

Recognition

Financial assets and financial liabilities are recognised in the Statement of Financial position when the company becomes party to the contractual provisions of the financial instrument.

Classification

Financial instruments are classified and measured as follows:

- Cash and Cash Equivalents at amortised cost
- Receivables held at amortised cost
- Payables held at amortised cost

The company does not enter into transactions for speculative purposes, nor for hedging.

e. Cash and Cash Equivalents

Cash and Cash Equivalents include deposits held with an Australian bank. The company does not have a bank overdraft.

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

f. Income

Income is recognised when the revenue has been earned and can be measured reliably with a sufficient degree of certainty. Asset contributions by Motorcycling Queensland are recognised as income when received and readily available to be used.

Base and turnover rent is recognised and charged as income per quarter as per the Operator's lease arrangements.

Interest revenue is brought to account when earned from cash deposited in the company's bank account and accrued as at 30 June 2019.

g. Trade and Other Receivables

Receivables are recognised at the amount due at the time of sale or service delivery. The collectability is assessed at period end and an allowance is made for impairment if necessary. With the introduction of *AASB 9 Financial Instruments* it is assessed there will be no impact to the company for Receivables given historically no credit losses have incurred. Further to this, conditions are provided for in the operator's lease contract should the debtor default on any rental payments. (Refer Note 11)

h. Trade and Other Payables

Payables are recognised upon receipt of the goods or services ordered and are measured at the agreed purchase/contract price net of applicable discounts.

i. Goods and Services Tax

Revenues, 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 Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the item of expense.

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

j. Share Capital

Share Capital consists of eight equal par value fully paid shares of \$1 each held by each of the eight members. In the 2010/2011 financial year, 1,100,000 non-redeemable preference shares were called and paid in full to the company by the existing members.

No further calls for ordinary shares or non-redeemable preference shares have been conducted since the 2010/2011 financial year.

SEQ Regional Recreational Facilities Pty Ltd
 NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2019

k. Accounting Estimates/Significant Management Judgments

The preparation of financial statements necessarily requires the determination and use of certain critical accounting estimates, assumptions, and management judgments that have the potential to cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year and are outlined in the following statements notes:

- Property, Plant and Equipment – Note 5
- Intangible Assets – Note 6

Such estimates, judgments 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.

l. Application of New Accounting Standard AASB 9 Financial Instruments

At the date of authorisation of this report there are no standards issued in the 2018/2019 financial year that are expected to have a material impact on the financial statements. The relevant standards are listed below:

This year the company applied AASB 9 Financial Instruments for the first time which replaces AASB 139 and relates to the recognition, classification and measurement of the financial assets and liabilities. AASB 9 mainly impacted the financial assets (accounts receivable) and our assessment over the expected credit losses concluded that based on past record of payments and there being one main debtor, Motorcycling Queensland, who are governed by an operator's lease contract, no credit losses are recognised.

3. AUDITOR'S REMUNERATION

Total audit fees paid or payable to the Queensland Audit Office relating to the 2018/2019 financial statements are \$5,890 [2017/2018 \$6,140.]

4. CASH AND CASH EQUIVALENTS	2019	2018
	\$	\$
Cash at Bank	80,317	60,437
Cash in Term Deposit at Bank	50,899	21,052
Total Cash and Cash Equivalents	131,217	81,490

Cash and cash equivalents include cash on hand and term deposits held at call with Australian registered only banks, with terms for a period of between two and seven months.

It is the company's intention to hold these short-term fixed bank deposits to maturity. These short-term deposits held by the company are stated at the amortised cost until interest is received into the accounts

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

5. PROPERTY, PLANT AND EQUIPMENT	2019 \$	2018 \$
Buildings at cost	840,047	702,227
Less Accumulated Depreciation	(113,458)	(94,025)
Total Buildings	726,589	608,203
Infrastructure at cost	947,425	936,343
Less Accumulated Depreciation	(159,908)	(135,175)
Total Infrastructure	787,517	801,169
Work in Progress at cost	-	-
Addition	-	131,279
Total Work in Progress	-	131,279
Total Property, Plant and Equipment	1,514,106	1,540,651

2019

PROPERTY, PLANT AND EQUIPMENT RECONCILIATION	Buildings \$	Infrastructure \$	Work In Progress \$	Total \$
Carrying Amount at 1/7/2018	608,203	801,169	131,279	1,540,650
Acquisitions	4,195	11,082	2,345	17,622
Transfers from Work in Progress	133,625	-	(133,625)	-
Disposals	-	-	-	-
Depreciation	(19,433)	(24,732)	-	(44,166)
Carrying Amount at 1/7/2019	726,589	787,517	-	1,514,106

2018

PROPERTY, PLANT AND EQUIPMENT RECONCILIATION	Buildings \$	Infrastructure \$	Work In Progress \$	Total \$
Carrying Amount at 1/7/2017	623,650	799,084	69,090	1,491,824
Acquisitions	2,090	13,131	74,762	89,983
Transfer – Work in Progress	-	12,573	(12,573)	-
Disposals	-	-	-	-
Depreciation	(17,537)	(23,620)	-	(41,157)
Carrying Amount at 1/7/2018	608,203	801,169	131,279	1,540,651

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

6. INTANGIBLE ASSETS	2019	2018
	\$	\$
Water Title		
Opening Value as at 1 July	116,787	-
Acquisitions	-	116,787
Closing Value as at 30 June	116,787	116,787
Easement Agreement		
Easement Agreement at Cost	27,833	27,833
Less Accumulated Amortisation	(4,042)	(3,346)
Closing Value as at 30 June	23,791	24,487
Accumulated Amortisation		
Opening Balance as at 1 July	(3,346)	(2,650)
Amortisation in the period	(696)	(696)
Closing Balance as at 30 June	(4,042)	(3,346)
Total Intangible Assets	140,578	141,274

7. RECONCILIATIONS OF NET CASH USED IN OPERATING ACTIVITIES TO SURPLUS FOR THE PERIOD	2019	2018
	\$	\$
Net Surplus	7,430	84,273
Non-cash flows in surplus from ordinary activities:		
Depreciation and Amortisation	44,862	41,853
Non-Cash Contributions Received	(7,530)	(88,065)
Change in assets and liabilities:		
(Increase)/Decrease in trade and other receivables	20,434	(8,087)
Increase/(Decrease) in trade and other payables	(5,378)	5,178
Total Cash Flow from Operating Activities	59,819	35,151

SEQ Regional Recreational Facilities Pty Ltd
 NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30 JUNE 2019

8. COMMITMENTS

The company has no commitments.

9. CONTINGENCIES

The company has no contingent assets that may become receivable, and there are no contingent liabilities that may become payable.

10. RELATED PARTY TRANSACTIONS AND DISCLOSURES

a. Key Management Personnel Remuneration

Key Management Personnel who are not elected representatives of their respective councils are entitled to receive Honoria fees and reimbursement for their travel expenses when attending meetings. Honoria of \$1,000 was paid to Key Management Personnel in total.

No other remuneration or employee benefits are payable to Key Management Personnel from the company in the financial year.

b. Related Party Transactions

The company has not engaged any shareholder councils to provide services in relation to the Queensland Moto Park within the last three financial years.

11. FINANCIAL RISK MANAGEMENT

The Board of Directors has the authority to control and manage the company's financial affairs, with development and adherence to the company budget, bank authorisations and day to day management.

The company's principal financial instruments comprise cash and short-term deposits, with other financial assets and liabilities such as trade receivables and payables, which arise directly from its operations.

	Note	2019 \$	2018 \$
Financial Assets at Amortised Cost			
Cash and Cash Equivalents	4	131,217	81,490
Trade and Other Receivables		8,742	29,327
Total Financial Assets		139,959	110,817
Financial Liabilities at Amortised Cost			
Trade and Other Payables		8,195	13,572
Total Financial Liabilities		8,195	13,572

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

a. Credit Risk

Credit Risk exposure refers to a situation where the company may incur financial deficit as a result of another party to a financial instrument failing to discharge their obligation. The maximum exposure to credit risk at balance date to recognised financial assets is the carrying amount of those assets as disclosed in the statement of financial position and notes to the financial statements. Receivables are received within the 30 day period. As at year end, Trade and Other Receivables have a balance of \$14,679 [30 June 2018: \$35,113].

b. Liquidity Risk

Liquidity risk refers to the ability of an entity to meet its obligations associated with financial liabilities. The company manages this risk through the following mechanisms:

- contractual agreement for receipt of rent income on a quarterly basis and payable within 28 days;
- preparing forward-looking cash flow analysis in relation to its operational, investing and financing activities;
- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- only investing surplus cash with a major financial institution;
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

c. Interest Rate Risk

Interest rate risk refers to possible fluctuations in the values of financial instruments as a result of changes in market rates. Exposure to interest rate risk arises predominantly from assets and liabilities bearing variable interest rates as the company intends to hold financial assets and liabilities to maturity.

12. FUTURE IMPACT OF ACCOUNTING STANDARDS NOT YET EFFECTIVE

AASB 1058 Income of Not-For-Profit Entities and AASB 15 Revenue from contracts with customers

These standards became effective for reporting periods beginning on or after 1 January 2019. The impact of these Standards is likely to be minimal.

AASB 1058 applies to transactions of not-for-profit entities where the consideration to acquire any assets (including cash) is significantly less than fair value principally to enable the entity to further its objectives.

AASB 15 contains more detailed requirements for the accounting for certain types of revenue from customers. Given the company's type of business the main stream of income is from rent in accordance with the operator's lease agreement between the company and Motorcycling Queensland. The new standard will not have any impact on such income as the revenue is recognised as per the operator's lease agreement and in accordance with this new standard.

SEQ Regional Recreational Facilities Pty Ltd
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

AASB 16 Leases

This Standard will become effective for reporting periods beginning on or after 1 January 2019 and will require the recognition of all leases on the balance sheet. The company has not entered into any leases and as such there will be no impact to the financial statements.

13. EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

There are no significant events subsequent to the reporting date that requires disclosure.

14. COMPANY DETAILS

The Registered Office of the company is:
Level 12, Suncorp Plaza Building,
343 Albert Street
Brisbane Qld 4000

SEQ Regional Recreational Facilities Pty Ltd
DIRECTORS' DECLARATION

In the opinion of the directors of SEQ Regional Recreational Facilities Pty Ltd:

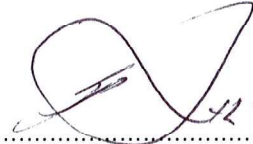
1. The financial statements and notes of SEQ Regional Recreational Facilities Pty Ltd are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with the Australian Accounting Standards (including the Australian Accounting interpretations) and the *Corporations Regulations 2001*; and
 - (b) giving a true and fair view of the company's financial position as at 30 June 2019 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that SEQ Regional Recreational Facilities Pty Ltd 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.



.....
Cr Greg Christensen
Chairman/Director

Dated: 9/11/2019



.....
Robert Smith
Deputy Chair/Director

Dated: 9/11/2019

INDEPENDENT AUDITOR'S REPORT

To the Members of SEQ Regional Recreational Facilities Pty Ltd

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report of SEQ Regional Recreational Facilities Pty Ltd.

In my opinion, the financial report:

- a) gives a true and fair view of the company's financial position as at 30 June 2019, and its financial performance and cash flows for the year then ended
- b) complies with Australian Accounting Standards.

The financial report comprises the statement of financial position as at 30 June 2019, 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 of Queensland 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 of Queensland Auditing Standards*.

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 the information included in the directors' report for the year ended 30 June 2019 but does not include the financial report and my auditor's report thereon.

The directors 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 Australian Accounting Standards, 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.



11 October 2019

Sri Narasimhan
as delegate of the Auditor-General

Queensland Audit Office
Brisbane