

2018–2019  
FINAL  
REPORT





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## **1. General Information**

### **1.1. Introduction**

On 11<sup>th</sup> October 2019, the Brigooda Water Board (the water authority) was dissolved by the *Mineral Resources and Other Legislation Amendment Regulation 2019*.

The Brigooda Water Board was constituted under the *Water Act 2000* (the Act) on 29<sup>th</sup> July 1954 and was a statutory body under the *Financial Accountability Act 2009* and the *Statutory Bodies Financial Arrangements Act 1982*. As the former appropriate Minister for the abolished water authority, the Minister for Natural Resources, Mines and Energy is required to table the final annual report (final report) for the water authority in the Queensland Legislative Assembly for the water authority's final period of operation (final period)—from 1 July 2018 to 11 October 2019.

Copies of the final report are available from the Department of Natural Resources, Mines and Energy (the department).

The water authority dissolved for the purposes of converting to an alternative institutional structure called Brigooda Water Supply Agreement. The water authority was one of two water authorities transferring the provision of their functions away from a statutory body framework to an alternative institutional structure.

As at 11<sup>th</sup> October 2019 the department continues to liaise regularly with representatives of each water authority as well as liaising with other key stakeholders. Relevant water authorities are actioning their preferred institutional changes, while others work to meet the various obligations applicable to them as statutory bodies. The department will continue working alongside and actively supporting water authorities.

### **1.2. Machinery of government changes**

The water authority was not subject to any machinery-of-government changes during the final period.

### **1.3. Agency role and main functions**

Under section 598 of the Act, the water authority is responsible for the way in which the authority performs its functions and exercises its powers. The water authority's principal aim is to provide water for livestock, agriculture and domestic use.

### **1.4. Operating environment**

The water authority serviced ratepayers within its gazetted area of 11 047 hectares, and during the final period, has continued to provide water for 13 rural farms and 2 domestic properties.

No capital works were undertaken during the final period.

During the final period, the water authority board signed the Deed of Indemnity between the Department of Natural Resources, Mines and Energy and the Brigooda Water Board, and executed a Closed Water Activity Agreement between all ratepayers.

### **1.5. Location**

The administrative plan reference number for the water authority's authority area was AP4018.

## **2. Non-financial performance**

### **2.1. Government's objectives for the community**

The water authority provided services aligned to the government's objective of protecting the environment—such as ensuring sustainable management of natural resources—and other whole-of-government strategies.

### **2.2. Other whole-of-government plans / specific initiatives**

Where applicable, the water authority provided services that are consistent with whole-of-government plans and specific initiatives addressing particular issues for Queensland.

### **2.3. Agency objectives and performance indicators**

The water authority reported that they have met objectives and performed consistently with their 2018–19 strategic plan. The water authority also reported that their objectives were achieved with a value for money approach.

### **2.4. Agency service areas and service standards**

The water authority was self-funded and therefore service delivery standard outputs and output performance measures in relation to the State Budget are not applicable.

## **3. Financial performance**

### **3.1. Summary of financial performance for 1 July 2018 to 11 October 2019**

The primary source of water authority funding during the final reporting period was from their ratepayers.

During the final reporting period, the water authority had no borrowings and no indebtedness. The water authority was financially viable and had sufficient funds to service its expenses.

### **3.2. Audit report information**

The water authority's certified financial statements are at Appendix A.

## **4. Governance – management and structure**

### **4.1. Organisational structure**

The composition of the board of the water authority was four directors elected by ratepayers for appointment.

Mr Anthony Scanlan, Mr Jason Barber were appointed as directors to the board of the water authority by the Governor in Council in 2008. Mr Ronald Rankin was appointed as director to the board of the water authority by the Governor in Council on 8 August 2013. All three directors remained on the board until the water authority was dissolved.

The board had one vacant director position.

## 4.2. Executive management

The water authority was managed by a board of directors. There were no elections conducted during the final reporting period and as such there were no new appointments made during the final reporting period.

During the final reporting period, the water authority's principal place of business was situated at:

2434 Proston–Boondooma Road,  
Brigooda, Queensland, 4613

All correspondence was directed to this address.

Contact details for the water authority secretary were:

Ms Yvonne Lee

Phone: 0410 938 621

Email [yvonnelee290345@gmail.com](mailto:yvonnelee290345@gmail.com)

## 4.3. Government bodies (statutory bodies and other entities)

The current remuneration rates were approved by the former Minister for Natural Resources and Mines on 28 July 2014. Water authorities were also advised that CPI was not applicable when calculating remuneration for board members. Fees and allowances are payable to directors, if desired, to the following maximum rates:

### Category 2 water authorities (other than Lower Burdekin Water)

A meeting fee of \$390 for chairpersons and \$300 for directors, and half the fee if the meeting is of four hours duration or less.

In addition to the above meeting fees, all necessary and reasonable expenses incurred while travelling on approved board business and to attend meetings were payable as follows:

- economy class air travel
- domestic travelling allowances as per the Ministerial Directive No. 9/11, titled Domestic Travelling and Relieving Expenses, issued under the *Public Service Act 2008* (the PS Act)
- allowances for use of a private motor vehicle as per Ministerial Directive No. 14/10, titled Motor Vehicle Allowances, issued under the PS Act.

**Table 1 – Meetings and remuneration paid 1 July 2018 to 11 October 2019**

Functions	Carry out water activities decided by each authority such as water supply for stock and domestic purposes, irrigation and peri-urban rural land uses, and provision of coordinated drainage systems.				
Financial reporting	Not exempted from audit by the Auditor-General. Transactions of the entity are accounted for in the financial statements.				
<b>Remuneration</b>					
Position	Name	Meetings/sessions attendance	Approved annual, sessional or daily fee	Approved sub-committee fees if applicable	Actual fees received
Chair	Mr Anthony Scanlan		\$390 \$195		NIL
Director	Mr Jason Barber		\$300 \$150		NIL
Director	Mr Ronald Rankin		\$300 \$150		NIL
Director	VACANT				
No. scheduled meetings/sessions	NIL				
Total out of pocket expenses	NIL				

#### **4.4. Public Sector Ethics Act 1994**

Water authority directors were reminded of their obligations when appointed to the water authority and given access to the Department of the Premier and Cabinet’s publication titled ‘Welcome Aboard: A Guide for Members of Queensland Government Boards, Committees and Statutory Authorities’.

Compliance with the *Public Sector Ethics Act 1994* also requires the water authority to have had in place a Code of Conduct; the water authority had a code of conduct in place during the final period.

### **5. Governance – risk management and accountability**

#### **5.1. Risk management**

For the purpose of enabling the department to assess the financial viability of the water authority, the water authority was requested to submit:

- financial statements.
- a prudential assessment questionnaire
- an entity indebtedness statement
- a budget for the next financial year.

Based on this information, the department conducts risk management and governance assessments of the water authority as required.

## **5.2. Audit committee**

Water authority directors undertake the role of an audit committee by ensuring appropriate accounting standards are used for their respective water authority and that there is proper examination of their water authority's financial arrangements.

## **5.3. Internal audit**

When required, the board of the water authority undertook internal audit functions. There was nothing to report for the final reporting period.

## **5.4. External scrutiny**

Except for audits of the financial statements carried out by the Queensland Audit Office, no external auditor reviews of the water authority's operations occurring during the final reporting period.

## **5.5. Information systems and recordkeeping**

The water authority has complied with all of its obligations under the *Public Records Act 2002*, including making, managing, keeping and preserving public records.

The water authority did not lose any records due to natural disaster or other reasons during the final period.

# **6. Governance – human resources**

## **6.1. Strategic workforce planning and performance**

The water authority did not employ staff during the final reporting period.

## **6.2. Early retirement, redundancy and retrenchment**

No redundancy, early retirement or retrenchment packages were paid during the final reporting period.

# **7. Open Data**

In accordance with the Annual Report Requirements 2018–19, a number of annual reporting requirements will be published by the department on behalf of the water authority through Queensland Government Open Data including consultancies, overseas travel and Queensland language services policy.

## **7.1. Consultancies**

The water authority did not employ any consultants during the final reporting period.

## **7.2. Overseas travel**

No overseas travel on water authority business was undertaken by directors of the water authority during the final reporting period.

## **7.3. Queensland Language Services Policy (QLSP)**

No interpreter services were undertaken by directors of the water authority during the final reporting period.

## 8. Financial statements

### 8.1. Independent Auditor's Report

In accordance with section 40 of the *Auditor-General Act 2009*, the Auditor-General, except for the matters described in the *Basis of qualified opinion* of his report, for the period 1 July 2018 to 10 October 2019, received all information and explanations required and in his opinion, the prescribed requirements in relation to the establishment and keeping of accounts were complied with in all material respects.

#### *Emphasis of Matter – Abolition of Brigooda Water Board*

The Auditor-General draws attention to Note 1(r) of the financial report which describes that Brigooda Water Board transferred its operations, including its assets and liabilities to the Brigooda Water Supply on 10 October 2019. This transfer was in accordance with the provisions of the *Mineral Resources and Other Legislation Amendment Regulation 2019*. As a result, this is the final financial report for Brigooda Water Board, and it has been prepared on a basis consistent with the going concern basis.

#### **Ms Yvonne Lee, Former Responsible Person, Brigooda Water Board**

Signed .....  .....

Date *29<sup>th</sup> January 2020*

#### **Mr Anthony Scanlan, Former Chairperson, Brigooda Water Board**

Signed ...  .....

Date *29<sup>th</sup> January 2020*

# Annual report requirements for Queensland Government agencies

The compliance checklist provided in Table 2 indicates where the annual report requirements (ARRs) for the 2018–2019 reporting period are addressed in this report. The relevant legislative provisions are also provided.

**Table 2 – Compliance checklist**

Summary of requirement		Basis for requirement	Annual report reference
Letter of compliance	<ul style="list-style-type: none"> <li>A letter of compliance from the accountable officer or statutory body to the relevant Minister/s</li> </ul>	ARRs – section 7	Section 10
Accessibility	<ul style="list-style-type: none"> <li>Table of contents</li> <li>Glossary</li> </ul>	ARRs – section 9.1	Section 9
	<ul style="list-style-type: none"> <li>Public availability</li> </ul>	ARRs – section 9.2	
	<ul style="list-style-type: none"> <li>Interpreter service statement</li> </ul>	<i>Queensland Government Language Services Policy</i> ARRs – section 9.3	Inside cover
	<ul style="list-style-type: none"> <li>Copyright notice</li> </ul>	<i>Copyright Act 1968</i> ARRs – section 9.4	Inside cover
	<ul style="list-style-type: none"> <li>Information Licensing</li> </ul>	<i>QGEA – Information Licensing</i> ARRs – section 9.5	Inside cover
General information	<ul style="list-style-type: none"> <li>Introductory Information</li> </ul>	ARRs – section 10.1	Section 1.1
	<ul style="list-style-type: none"> <li>Machinery of Government changes</li> </ul>	ARRs – section 10.2, 31 and 32	Section 1.2
	<ul style="list-style-type: none"> <li>Agency role and main functions</li> </ul>	ARRs – section 10.2	Section 1.3
	<ul style="list-style-type: none"> <li>Operating environment</li> </ul>	ARRs – section 10.3	Section 1.4
Non-financial performance	<ul style="list-style-type: none"> <li>Government's objectives for the community</li> </ul>	ARRs – section 11.1	Section 2.1
	<ul style="list-style-type: none"> <li>Other whole-of-government plans / specific initiatives</li> </ul>	ARRs – section 11.2	Section 2.2
	<ul style="list-style-type: none"> <li>Agency objectives and performance indicators</li> </ul>	ARRs – section 11.3	Section 2.3
	<ul style="list-style-type: none"> <li>Agency service areas and service standards</li> </ul>	ARRs – section 11.4	Section 2.4
Financial performance	<ul style="list-style-type: none"> <li>Summary of financial performance</li> </ul>	ARRs – section 12.1	Section 3.1
Governance – management and structure	<ul style="list-style-type: none"> <li>Organisational structure</li> </ul>	ARRs – section 13.1	Section 4.1
	<ul style="list-style-type: none"> <li>Executive management</li> </ul>	ARRs – section 13.2	Section 4.2
	<ul style="list-style-type: none"> <li>Government bodies (statutory bodies and other entities)</li> </ul>	ARRs – section 13.3	Section 4.3
	<ul style="list-style-type: none"> <li><i>Public Sector Ethics Act 1994</i></li> </ul>	<i>Public Sector Ethics Act 1994</i> ARRs – section 13.4	Section 4.4
	<ul style="list-style-type: none"> <li>Queensland public service values</li> </ul>	ARRs – section 13.5	Not applicable
	<ul style="list-style-type: none"> <li>Risk management</li> </ul>	ARRs – section 14.1	Section 5.1

Summary of requirement	Basis for requirement	Annual report reference	
<b>Governance – risk management and accountability</b>	• <b>Audit committee</b>	ARRs – section 14.2	Section 5.2
	• <b>Internal audit</b>	ARRs – section 14.3	Section 5.3
	• <b>External scrutiny</b>	ARRs – section 14.4	Section 5.4
	• <b>Information systems and recordkeeping</b>	ARRs – section 14.5	Section 5.5
<b>Governance – human resources</b>	• <b>Strategic workforce planning and performance</b>	ARRs – section 15.1	Section 6.1
	• <b>Early retirement, redundancy and retrenchment</b>	Directive No.04/18 <i>Early Retirement, Redundancy and Retrenchment</i> ARRs – section 15.2	Section 6.2
<b>Open Data</b>	• <b>Statement advising publication of information</b>	ARRs – section 16	Section 7
	• <b>Consultancies</b>	ARRs – section 33.1	<a href="https://data.qld.gov.au">https://data.qld.gov.au</a>
	• <b>Overseas travel</b>	ARRs – section 33.2	<a href="https://data.qld.gov.au">https://data.qld.gov.au</a>
	• <b>Queensland Language Services Policy</b>	ARRs – section 33.3	<a href="https://data.qld.gov.au">https://data.qld.gov.au</a>
<b>Financial statements</b>	• <b>Certification of financial statements</b>	FAA – section 62 FPMS – sections 42, 43 and 50 ARRs – section 17.1	Section 8.1
	• <b>Independent Auditor’s Report</b>	FAA – section 62 FPMS – section 50 ARRs – section 17.2	Section 8.2

## 9. Glossary

FAA	<i>Financial Accountability Act 2009</i>
FPMS	<i>Financial and Performance Management Standard 2019</i>
ARRs	<i>Annual report requirements for Queensland Government agencies</i>

## 10. Letter of compliance

### Letter of Compliance

The Honourable Dr Anthony Lynham MP  
Minister for Natural Resources, Mines and Energy  
PO Box 15216  
CITY EAST QLD 4002

11<sup>th</sup> October 2019

Dear Minister

I am pleased to present the final report and financial statements for the Brigooda Water Board for the period 1 July 2018 to 11 October 2019.

I certify that this annual report complies with:

- the prescribed requirements of the *Financial Accountability Act 2009* and the *Financial and Performance Management Standard 2009*, and
- the detailed requirements set out in the *Annual report requirements for Queensland Government agencies*.

Yours sincerely



A C Scanlan  
Chairperson  
Brigooda Water Board

## 11. Appendix A

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**BRIGOODA WATER BOARD,**  
**STATEMENT OF COMPREHENSIVE INCOME**  
For the period 1<sup>st</sup> July 2018 to 10th October 2019

	Notes	2019 \$	2018 \$
<b>Income from Continuing Operations</b>			
User charges	2	14498	10041
Donation	2	5850	-
Interest Received		13	9
<b>Total Income from Continuing Operations</b>		<b>20362</b>	<b>10050</b>
<b>Expenses from Continuing Operations</b>			
Administration Expenses	3	10695	6888
Operation and Maintenance	4	4185	6589
Depreciation	5	5183	4051
<b>Total Expenses from Continuing Operations</b>		<b>20062</b>	<b>17528</b>
<b>Operating Result from Continuing Operations</b>		<b>299</b>	<b>-7478</b>
<b>Operating Result for the Period</b>		<b>299</b>	<b>-7478</b>
<b>Total Comprehensive Income</b>		<b>299</b>	<b>-7478</b>

*The accompanying notes form part of these statements*

**BRIGOODA WATER BOARD,**  
**STATEMENT OF FINANCIAL POSITION**  
As at 10<sup>th</sup> October 2019

	Notes	2019 \$	2018 \$
<b>Current Assets</b>			
Cash and cash equivalents		11348	5778
Receivables	6	633	421
<b>Total Current Assets</b>		11981	6199
<b>Non-Current Assets</b>			
Property, plant and equipment	7	13767	18950
<b>Total Non-Current Assets</b>		13767	18950
<b>Total Assets</b>		25748	25149
<b>Current Liabilities</b>			
Payables	8	2300	2000
<b>Total Current Liabilities</b>		2300	2000
<b>Total Liabilities</b>		2300	2000
<b>Net Assets (Liabilities)</b>		23448	23149
<b>Equity</b>			
Accumulated Surplus/Loss		23448	23149
<b>Total Equity</b>		23448	23149

*The accompanying notes form part of these statements*

**BRIGOODA WATER BOARD,**  
**STATEMENT OF CHANGES IN EQUITY**  
For the Period 1<sup>st</sup> July 2018 to 10<sup>th</sup> October 2019

	Accumulated Surplus/Deficit	Asset Revaluati on Surplus (Note 18)	Contributed Equity	TOTAL
<b>Balance as at 1 July 2017</b>	30627			30627
Operating Result from continuing operations	-7478			-7478
<i>Total Comprehensive Income for the Year</i>	-7478			-7478
<b>Balance as at 30 June 2018</b>	23149			23149
<b>Balance as at 1 July 2018</b>	23149			23149
Operating Result from continuing operations	299			299
<i>Total Comprehensive Income for the Year</i>	299			299
<b>Balance as at 10<sup>th</sup> October 2019</b>	23448			23448

**STATEMENT OF CASH FLOWS**  
For the Year Period 1<sup>st</sup> July 2018 to 10<sup>th</sup> October 2019

	Notes	2019 \$	2018 \$
<b>Cash flows from operating activities</b>			
<i>Inflows:</i>			
User charges/Donations		19938	10213
GST input tax credits from ATO		1177	858
Interest Received		13	9
		<b>21128</b>	<b>11080</b>
<i>Outflows:</i>			
Administration Expenses		10395	6988
Operation and Maintenance		4185	6589
GST paid to suppliers		979	1081
		<b>15558</b>	<b>14658</b>
<b>Net cash provided by (used in) operating activities</b>		5570	-3578
Net cash increase (decrease) in cash and cash equivalents		5570	-3578
Cash and cash equivalents at beginning of year		5778	9356
<b>Cash and cash equivalents at 10th October 2019</b>		<b>11348</b>	<b>5778</b>

<b>BRIGOODA WATER BOARD,</b> NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019
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Note 1	Summary of Significant Accounting Policies
Note 2	User Charges & Donations
Note 3	Administration Expenses
Note 4	Operation and Maintenance Expenses
Note 5	Depreciation
Note 6	Receivables
Note 7	Property, Plant and Equipment
Note 8	Creditors

## **1. Summary of Significant Accounting Policies**

### **(a) Statement of Compliance**

The financial statements have been prepared in compliance with the Financial Accountability Act 2009 and the Financial and Performance Management Standard 2009.

These financial statements are general purpose financial statements and have been prepared on an accrual basis in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and Interpretations.

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

### **(b) The Reporting Entity**

The Brigooda Water Board does not control other entities. The financial statements include the value of all income, expenses, assets, liabilities and equity for the Brigooda Water Board, as an individual entity.

### **(c) User Charges and Other Revenue**

Revenue from sale of goods or rendering of a service is recognised when the revenue is earned and can be measured reliably with a sufficient degree of certainty. Other revenue is recognised when the right to receive the revenue has been established.

### **(d) Cash and Cash Equivalents**

Cash and cash equivalents include all cash and cheques receipted at 10th October 2019 as well as deposits held at call with financial institutions.

### **(e) Receivables**

Trade debtors are recognised at the nominal amounts due at the time of sale or service delivery i.e. the agreed purchase/contract price. Settlement of these amounts is required within 30 days from invoice date.

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019

**(f) Property, Plant and Equipment**

Items of property, plant and equipment with a cost or other value equal to or in excess of the following thresholds are recognised for financial reporting purposes in the year of acquisition:

Land	\$1
Buildings	\$5,000
Plant and Equipment	\$5,000

Items with a lesser value are expensed in the year of acquisition. Long standing items under \$5000 which were reflected as non-current assets in prior years were expensed in 2013. There has been no depreciation realised prior to 30th June 2013.

**(g) Revaluations of Non-Current Physical Assets**

Land and buildings are measured at fair value in accordance with AASB 116 Property, Plant and Equipment and Queensland Treasury and Trade's Non-Current Asset Policies for the Queensland Public Sector. In respect of these asset classes, the cost of items acquired during the financial year has been judged by management to materially represent their fair value at the end of the reporting period.

Plant and equipment is measured at cost in accordance with Queensland Treasury and Trade's Non-Current Asset Policies for the Queensland Public Sector. The carrying amounts for plant and equipment at cost should not materially differ from their fair value.

Non-current physical assets such as Infrastructure are measured at fair value by the Brigooda Water Board Committee, the infrastructure has been in place since 1952 (67yrs) the Brigooda Water Board Committee has replaced and repaired this infrastructure on an ongoing basis. The amount of \$23000.00 reflected in the Non-Current Asset register is carried over from the 2012 Audited Financial Statements. However, if a class of asset experiences significant and volatile changes in fair value (i.e. where indicators suggests that the value of the class of asset may have changed by 20% or more from one reporting period to the next), it is subject to such revaluations in the reporting period, where practicable, regardless of the timing of previous such method of revaluation.

Where indices are used in the revaluation process, the Brigooda Water Board ensures that the application of such indices would result in a valid estimation of the asset's fair value at reporting date. State Valuation Service (SVS) supplied the indices and provided assurance of their robustness, validity and appropriateness for application to the relevant assets. Indices used are also tested for reasonableness by applying the indices to a sample of assets and comparing results to similar assets that have been valued by internal experts, and analysing the trend of changes in values over time. At year end, management assesses the relevance and suitability of indices provided by SVS based on the agency's own particular circumstances.

Any revaluation increment arising on the revaluation of an asset is credited to the asset revaluation surplus of the appropriate class, except to the extent it reverses a revaluation decrement for the class previously recognised as an expense. A decrease in the carrying amount on revaluation is charged as an expense, to the extent it exceeds the balance, if any, in the revaluation surplus relating to that asset class.

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019

On revaluation, accumulated depreciation is restated proportionately with the change in the carrying amount of the asset and any change in the estimate of remaining useful life.

Separately identified components of assets are measured on the same basis as the assets to which they relate.

**(h) Depreciation**

There has been no depreciation expense of Infrastructure, Plant and Equipment prior to 2013 Financial Statements. Land is not depreciated as it has an unlimited useful life.

Plant and equipment are depreciated on a straight-line basis so as to allocate the revalued amount or net cost of each asset (respectively), less its estimated residual value, progressively over its estimated useful life to the Brigooda Water Board,.

The estimation of the useful lives of assets is based on historical experience with similar assets as well as considerations such as manufacturers' warranties, asset turnover practices and the Brigooda Water Board's strategic asset plan. Reassessments of useful lives are undertaken annually by the Brigooda Water Board. Any consequential adjustments to remaining useful life estimates are implemented prospectively.

Where assets have separately identifiable components that are subject to regular replacement, these components are assigned useful lives distinct from the asset to which they relate and are depreciated accordingly.

Any expenditure that increases the originally assessed capacity or service potential of an asset is capitalised and the new depreciable amount is depreciated over the remaining useful life of the asset to the Brigooda Water Board.

Major spares purchased specifically for particular assets are capitalised and depreciated on the same basis as the asset to which they relate.

For each class of depreciable asset the following depreciation rates are used:

<b>Class</b>	<b>Rate %</b>
Plant and Equipment	10-20

**(i) Impairment of Non-Current Assets**

All non-current physical assets are assessed for indicators of impairment on an annual basis. If an indicator of possible impairment exists, the Brigooda Water Board, determines the asset's recoverable amount. Any amount by which the asset's carrying amount exceeds the recoverable amount is recorded as an impairment loss.

The asset's recoverable amount is determined as the higher of the asset's fair value less costs to sell and depreciated replacement cost.

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019

An impairment loss is recognised immediately in the Statement of Comprehensive Income, unless the asset is carried at a revalued amount. When the asset is measured at a revalued amount, the impairment loss is offset against the asset revaluation surplus of the relevant class to the extent available.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income, unless the asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

**(j) Payables**

Trade creditors are recognised upon receipt of the goods or services ordered and are measured at the agreed purchase/contract price, gross of applicable trade and other discounts. Amounts owing are unsecured and are generally settled on 30 day terms.

**(k) Financial Instruments**

*Recognition*

Financial assets and financial liabilities are recognised in the Statement of Financial Position when the Brigooda Water Board, becomes party to the contractual provisions of the financial instrument.

*Classification*

Financial instruments are classified and measured as follows:

- Cash and cash equivalents - held at fair value through profit and loss
- Receivables - held at amortised cost
- Payables - held at amortised cost

The carrying amounts of trade receivables and payables approximate their fair value.

No financial assets and financial liabilities have been offset and presented on a net basis in the Statement of Financial Position.

The Brigooda Water Board, does not enter into, or trade with, such instruments for speculative purposes, nor for hedging. Apart from cash and cash equivalents, the Brigooda Water Board, holds no financial assets classified at fair value through profit and loss.

*Remuneration of Board Members*

No Board Members received or were entitled to receive any fees or other benefits during the year.

**(l) Provisions**

The Brigooda Water Board, currently has no provision liabilities.

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019

**(m) Insurance**

The Brigooda Water Board, insures its buildings and plant and equipment for loss and damage, and also insures for public liability risks. Such insurance cover is currently held with Heritage Insurance Brokers Pty Ltd.

The Brigooda Water Board, pays insurance premiums to WorkCover Queensland in respect of its obligations for employee compensation.

**(n) Taxation**

The Brigooda Water Board, is exempted from income tax under the Income Tax Assessment Act 1936 and is exempted from other forms of Commonwealth taxation with the exception of Fringe 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 expense. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

**(o) Issuance of Financial Statements**

The financial statements are authorised for issue by the Chair Person and Secretary at the date of signing the Management Certificate.

**(p) Accounting Estimates and 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. 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.

**(q) Comparatives**

There has been no restatement of comparative information.

**(r) Events Occurring after Balance Date**

The Brigooda Water Board elected to transition away from statutory body status. On the 10th October 2019, the Governor in Council abolished the Brigooda Water Board and nominated Brigooda Water Supply as the new alternative institutional structure. On dissolution, the assets and liabilities of the Brigooda Water Board became the assets and liabilities of Brigooda Water Supply. The specific values of the assets and liabilities transferred were as follows:

Cash \$ 11,348

Payables \$ 2,300

Accounts receivable \$ 633

Plant & equipment \$13,767

Accordingly, this final financial report has been prepared on a basis that is consistent with a going concern basis.

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-19

	2019 \$	2018 \$
<b>2. User Charges/Donations</b>		
Water rates and charges	14498	10041
Donation - Brigooda Entertainment Committee	5850	-
<b>Total</b>	<b>20348</b>	<b>10041</b>
<b>3. Administration Expenses</b>		
Secretary/Treasurers Allowance	4735	2300
Insurance	2445	2299
Postage/Stationery/Computer Expenses	198	289
Audit Fees	2500	2000
<b>Total</b>	<b>9878</b>	<b>6888</b>
<b>4. Operation and Maintenance</b>		
Electricity – Main Pump/Booster Pump	3611	4300
Repairs and Maintenance	574	2289
<b>Total</b>	<b>4185</b>	<b>6589</b>
<b>5. Depreciation</b>		
Infrastructure	2751	2150
Main Pump	1823	1425
Booster Pump	609	476
<b>Total</b>	<b>5183</b>	<b>4051</b>
<b>6. Receivables</b>		
GST Refund	159	358
Ross Paid Invoice Twice	-27	-
Ros Inv 711	85	85
Overpayment YE Lee	-16	-16
J & A Gleich	300	-
Cindy Weaver overpaid	-6	-6
Austin & Barber Short Paid	1	-
Lee YE	136	-
<b>Total</b>	<b>633</b>	<b>421</b>

<b>BRIGOODA WATER BOARD,</b> NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-19
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	<b>2019</b>	<b>2018</b>
	<b>\$</b>	<b>\$</b>
<b>7. Property Plant &amp; Equipment</b>		
Infrastructure	23000	23000
Main Pump	15000	15000
Booster Pump	5256	5256
	<b>43256</b>	<b>43256</b>
Less: Accumulated Depreciation	29489	24306
<b>Total</b>	<b>13767</b>	<b>18950</b>
 <b>8. Payables</b>		
Audit Fees	2300	2000
<b>Total</b>	<b>2300</b>	<b>2000</b>

**BRIGOODA WATER BOARD,**  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2018-2019

**CERTIFICATE OF THE BRIGOODA WATER BOARD,**

These general purpose financial statements have been prepared pursuant to s.62(1)(a) of the Financial Accountability Act 2009 (the Act), s.43 of the Financial and Performance Management Standard 2009 and other prescribed requirements. In accordance with s.62(1)(b) of the Act we certify that in our opinion:

- a) the prescribed requirements for establishing and keeping the accounts have been complied with in all material respects; and
- b) the financial statements have been drawn up to present a true and fair view, in accordance with prescribed accounting standards, of the transactions of the Brigooda Water Board for the period 1<sup>st</sup> July 2018 to 10th October 2019 and of the financial position of the Board as at the end of that period, and
- c) these assertions are based on an appropriate system of internal controls and risk management processes being effective, in all material respects, with respect to financial reporting throughout the reporting period.

ANTHONY CHARLES SCANLAN

YVONNE ELAINE LEE

Chairman

Secretary/Treasurer



Dated *23<sup>rd</sup>* November 2019

Dated *23<sup>rd</sup>* November 2019

## INDEPENDENT AUDITOR'S REPORT

To the Former Board of Brigooda Water Board

### Report on the audit of the financial report

#### Qualified opinion

I have audited the accompanying financial report of Brigooda Water Board.

In my opinion, except for the possible effects of the matters described in the *Basis for qualified opinion* section of my report, the financial report:

- a) gives a true and fair view of the entity's financial position as at 10 October 2019, and its financial performance and cash flows for the period 1 July 2018 to 10 October 2019
- b) complies with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2009 and Australian Accounting Standards – Reduced Disclosure Requirements

The financial report comprises the statement of financial position as at 10 October 2019, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period 1 July 2018 to 10 October 2019, notes to the financial statements including summaries of significant accounting policies and other explanatory information, and the management certificate.

#### Basis for qualified opinion

Sufficient appropriate evidence has not been presented by Brigooda Water Board to confirm the existence of its property plant and equipment, that all assets controlled by the board have been recorded, or that the carrying values of property, plant and equipment were in accordance with either the cost model or revaluation model options available under *AASB 116 Property, Plant and Equipment*. As a consequence, sufficient appropriate audit evidence has not been presented by Brigooda Water Board to demonstrate that the carrying value of property, plant and equipment of \$13 767 (2018: \$18,950) as recorded in Note 7 and the depreciation expense of \$5,183 (2018: \$4,051) recorded in Note 5 are reliable. The impact of these matters on the financial report is unable to be quantified due to the absence of reliable data.

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 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 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 qualified opinion.

## **Emphasis of Matter – Abolition of Brigooda Water Board**

I draw attention to Note 1 (r) of the financial report, which describes that Brigooda Water Board transferred its operations, including its assets and liabilities to Brigooda Water Supply on 10 October 2019. This transfer was in accordance with the provisions of the *Mineral Resources and Other Legislation Amendment Regulation 2019*. As a result, this is the final financial report for Brigooda Water Board, and it has been prepared on a basis consistent with the going concern basis. My report is not further modified in respect of this matter.

## **Responsibilities of the Former Board for the financial report**

The Former Board is responsible for the preparation of the financial report that gives a true and fair view in accordance with the *Financial Accountability Act 2009*, the Financial and Performance Management Standard 2009 and Australian Accounting Standards, and for such internal control as the Board determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The Former Board is also responsible for assessing the entity'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 it is intended to abolish the entity or to otherwise cease operations.

## **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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the entity.

- Conclude on the appropriateness of the entity'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 entity'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 entity 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 Board 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.

### **Report on other legal and regulatory requirements**

In accordance with s.40 of the *Auditor-General Act 2009*, except for the matters described in the *Basis of qualified opinion* section of my report, for the period 1 July 2018 to 10 October 2019:

- a) I received all the information and explanations I required.
- b) In my opinion, the prescribed requirements in relation to the establishment and keeping of accounts were complied with in all material respects.



Melissa Fletcher  
as delegate of the Auditor-General

18 December 2019

Queensland Audit Office  
Brisbane