



**CIVIL CONTRACTORS  
FEDERATION TAS LTD**

# **CIVIL CONTRACTORS TASMANIA LIMITED**

## **ANNUAL REPORT 2019-20**

# Civil Contractors Federation Tasmania would like to thank our Corporate Partners for their ongoing support to Industry in 2020.



William Adams



## ABOUT THE CIVIL CONTRACTORS FEDERATION

**Civil Contractors Federation Tasmania is the peak body representing Tasmania's civil construction industry, supporting members' businesses and providing a unified voice to all levels of government**

The CCF represents more than 2,000 contractor and associate members nationally with CCF representing 100 contractor and associate members operating in Tasmania. The organisation is a company limited by a guarantee under the Australian Securities & Investments Commission (ASIC) and is governed by a National Board comprised of member-elected representatives from each state and territory in the Commonwealth.

CCF Members are responsible for the construction and maintenance of Australia's infrastructure, including roads, bridges, pipelines, drainage, ports and utilities. We work with federal, state and local government at all levels to connect our communities and construct the infrastructure needed for delivering the essential services required in a modern economy. When a government announces a major infrastructure project, it's our members that build it.

With over \$5Billion of public infrastructure spending in Tasmania either under construction, or in the forward estimates our members also play a vital role in the delivery of this infrastructure.

The CCF understands our members have great commitment in delivering the critical infrastructure needed to effectively and efficiently support all aspects of our State, and we will continue to support our members by providing "a **voice**" on your behalf.

Our advocacy will ensure consistent delivery of improved systems, processes, greater efficiencies, and productivity within the industry, including addressing red-tape issues which delay the efficient delivery of civil infrastructure projects to market.



## President's Report



This year has been one of my biggest year's as President of the CCF. Never have we worked this hard in advocating on behalf of the Membership. As a result, we are seeing members remaining committed, new members joining and more members being involved and volunteering their time to join sub-committees. I am proud to be a part this organisation that represents us daily.

At both a National and State level, CCF made several industry submissions and held discussions with Federal and State Governments to ensure the continued viability and sustainability of the civil construction industry remained.

Combine that with all the challenges we have faced with a global pandemic, our Members have played a vital role and remained committed to building the critical infrastructure needed for Tasmania throughout COVID-19.

At a State level, CCF has played an important role on contributing and representing Industry. Our engagement has been critical, and we presented to the Tasmanian Government a clear commitment to the Rebuilding of Tasmania with our prospectus.

We urged Government to bring forward major infrastructure spend, streamline procurement processes, and ensure appropriate payment measures are introduced in these challenging times to support supplier cash flow, particularly down through the supply chain to sub-contractors and workers in the sector.

We also put forward our strongly held belief that, as best as we could manage, our industry should continue to operate. In turn, the Government did put their faith in us and designated our sector as an essential service and enabled us to continue to operate.

On your behalf I have been an active contributor on Committees where opinions are actively sought on advice in the civil construction industry matters and I hope I have done you proud this past year.

Yours faithfully,  
Hugh Maslin

**President, Civil Contractors Federation Tasmania**

## CEO's Report



It is with great pleasure to provide CCF Members this report for the 2019-20 period.

2020 has been a very important year for our industry and for the CCF, despite the challenging year many of us have faced.

The start of the year saw Tasmania in a strong position and we have worked hard for Industry to ensure that momentum could continue while the rest of the world was shutting down.

We have worked diligently on your behalf to ensure confidence remained in the market and shovel ready projects where coming to market to provide the much needed stimulus the civil sector required to keep your businesses operational and the economy strong.

CCF have been actively advocating this year, and we have seen a rise in our activities through media opportunities and our Rebuilding Tasmania prospectus we published together with our industry friends Master Builders Tasmania. On behalf of the CCF Membership, I would like to thank **Batchelor Construction Group, AWC Pty Ltd, Shaw Contracting, Ian Harrington Group, Kelly Civil, Fulton Hogan, Downer and Stubbs Constructions** for their financial support in contributing to development of the prospectus we presented to Government. The prospectus gave Industry a platform to lobby Government for the stimulus that was required.

One of our biggest challenges for 2021 will be to help build the skills base and grow the workforce. We will continue to work closely with Skills Tasmania to continue to develop ways to invest in our Industry and ensure we have a skilled workforce for the future. There is much work to be achieved still and we have formed a sub-committee for Skills that will continue to drive that.

I would like to thank all our Corporate Partners for their ongoing support and contributions that have made a significant difference and enabled us to keep bringing wonderful events throughout the year. Our calendar of events this past year have been successful, despite COVID-19 restrictions and we again hope to create some wonderful

events for Members in 2021 and host our Earth Awards once again.

I would like to acknowledge the important contribution my fellow Board Members have provided to Industry over the course of the year. They have made available their valuable time, provided wise guidance, and have done this freely because they are passionate about the civil construction industry and want to ensure its continued sustainability in years to come.

#### **CCF Board of Directors 2020**

- Hugh Maslin (Shaw Contracting) President
- Ashley Cooper (Black Cap Group) Vice President
- Camille O'Meara (Stornoway)
- Stewart Geeves (AWC Pty Ltd)
- Jesse Brunksill (Hazell Bros Group)
- Neil Armstrong (Gradco)
- Bill Abbott (Ian Harrington Group)
- Matthew Grundy (Fulton Hogan)
- Jack van Ek (Bridgepro)

I ask that our Members continue to contribute to our quarterly survey, so that we are equipped with current data that assists with our advocacy efforts at all levels of Government on your behalf.

Thanks again for your continued membership this year. CCF are committed to providing valuable services and support and to giving you the representation you need to protect, develop and strengthen your business and we look forward to continuing that in 2021.

**Rachael Matheson**  
**Chief Executive Officer**

## EVENTS

### Women in Infrastructure

On Friday 4 September 2020 Kelly Elphinstone, Managing Director Elphinstone Pty Ltd presented as our Guest Speaker for 2020. Every person in our Industry can play a part in creating a more inclusive culture and ensure women in have the opportunity push the boundaries and follow their ambitions towards as successful career. We were privileged to hear from Kelly as she highlighted her journey to leadership in the evolving, once male dominated Industry where females are now starting to shine through.

This Event was possible with the wonderful support of our Event Partners and we thank them for the support towards Women in Infrastructure.



### Partner Launch and Infrastructure Update

On Thursday 13 August 2020 CCF Contractor Members attended a luncheon to hear from the Hon. Michael Ferguson Minister for Infrastructure for a mid year update and to launch our Corporate Partners for 2020-21.

### President's Luncheon

On Friday 27 November 2020 CCF President Hugh Maslin hosted an end of year luncheon with Industry. Once again we heard from the Hon Michael Ferguson with a budget update. We also heard from Mr Paul Liggins, Partner Deloitte Access Economic who provided Industry with some insights that showed that in order to grow the economy and support the community we need population growth, jobs and private sector investment.

*We thank our Corporate Partners for their significant contributions to our Industry.*

**With special thanks to:**

Mark West **PSC Insurance**, Jason MacDonald **DeNeeffe Signs**, Jonathan and Steven Coad from **Hirequip**, Darryl Blake of **William Adams**, Tim Freestone of **Komatsu**, Chris Marriott and Jim French of **Teletrac Navman** and Ben Howell **Dial Before you Dig**.

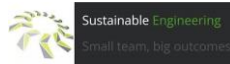


2020

# CONTRACTOR MEMBERS



# WITH THANKS TO OUR ASSOCIATE MEMBERS 2020





**CIVIL CONTRACTORS FEDERATION (TAS) LIMITED**

**Period End Audit Report  
30 June 2020**

## 1. Executive Summary

<b>Perspectives on the Organisation</b>	Civil Contractors Federation (CCF TAS) generated a surplus for 12 month period ended 30 June 2020 of \$23,162 (six months to 30 June 2019 of \$15,904 before a significant item of income of \$21,013.)																																																			
<b>Conclusions</b>	We have completed our audit of the financial statements of CCF TAS for the period ended 30 June 2020. Subject to the Board adopting the financial statements, we shall issue an unqualified audit report.																																																			
<b>Materiality</b>	<p>Materiality for the financial report is as follows</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr style="background-color: #4F81BD; color: white;"> <th style="text-align: left;">Description</th> <th style="text-align: right;">2020 (\$000's)</th> </tr> </thead> <tbody> <tr> <td>1% of turnover</td> <td style="text-align: right;">6</td> </tr> </tbody> </table>	Description	2020 (\$000's)	1% of turnover	6																																															
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<b>Significant Events and Performance for the Period</b>	<p>A summary of results from operations is as follows:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 60%;"></th> <th style="text-align: right; width: 20%;">30-Jun-20</th> <th style="text-align: right; width: 20%;">30-Jun-19</th> </tr> <tr> <th></th> <th style="text-align: right;">\$</th> <th style="text-align: right;">\$</th> </tr> </thead> <tbody> <tr> <td>Revenues</td> <td style="text-align: right;">315,860</td> <td style="text-align: right;">147,711</td> </tr> <tr> <td>Employee expenses</td> <td style="text-align: right;">(116,237)</td> <td style="text-align: right;">(39,975)</td> </tr> <tr> <td>Depreciation and amortisation</td> <td style="text-align: right;">(2,001)</td> <td style="text-align: right;">(1,936)</td> </tr> <tr> <td>National Levy</td> <td style="text-align: right;">(17,628)</td> <td style="text-align: right;">(7,521)</td> </tr> <tr> <td>Rental expenses</td> <td style="text-align: right;">-</td> <td style="text-align: right;">(10,302)</td> </tr> <tr> <td>Communication costs</td> <td style="text-align: right;">(14,333)</td> <td style="text-align: right;">(1,211)</td> </tr> <tr> <td>Travelling expenses</td> <td style="text-align: right;">(1,159)</td> <td style="text-align: right;">(1,442)</td> </tr> <tr> <td>Function and Project costs (Women in Civil Events)</td> <td style="text-align: right;">(59,050)</td> <td style="text-align: right;">(20,140)</td> </tr> <tr> <td>Government Grant Project Costs</td> <td style="text-align: right;">(31,573)</td> <td style="text-align: right;">(19,785)</td> </tr> <tr> <td>Workforce development Project Costs</td> <td style="text-align: right;">(11,393)</td> <td style="text-align: right;">(14,295)</td> </tr> <tr> <td>CCFpublication expenses</td> <td style="text-align: right;">(2,883)</td> <td style="text-align: right;">(11,726)</td> </tr> <tr> <td>Amortisation – right of use asset</td> <td style="text-align: right;">(16,054)</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Interest Expense AASB 16</td> <td style="text-align: right;">(6,974)</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Other expenses from ordinary activities</td> <td style="text-align: right;">(13,413)</td> <td style="text-align: right;">(3,474)</td> </tr> <tr> <td><b>Profit / (Loss) from ordinary activities</b></td> <td style="text-align: right;"><b>23,162</b></td> <td style="text-align: right;"><b>15,904</b></td> </tr> </tbody> </table> <p>Membership numbers have remained stable compared with June 2019.</p> <p>Government Funding increased during the year with additional grant funding from Skills Tasmania.</p> <p>Expenditure in the current financial year included recognition of amortisation on the Right of Use Asset and finance charges on the corresponding Lease Liability. It is broadly consistent with 2019 annualised expenditure.</p> <p>Overall, a net surplus was achieved which is commendable.</p>		30-Jun-20	30-Jun-19		\$	\$	Revenues	315,860	147,711	Employee expenses	(116,237)	(39,975)	Depreciation and amortisation	(2,001)	(1,936)	National Levy	(17,628)	(7,521)	Rental expenses	-	(10,302)	Communication costs	(14,333)	(1,211)	Travelling expenses	(1,159)	(1,442)	Function and Project costs (Women in Civil Events)	(59,050)	(20,140)	Government Grant Project Costs	(31,573)	(19,785)	Workforce development Project Costs	(11,393)	(14,295)	CCFpublication expenses	(2,883)	(11,726)	Amortisation – right of use asset	(16,054)	-	Interest Expense AASB 16	(6,974)	-	Other expenses from ordinary activities	(13,413)	(3,474)	<b>Profit / (Loss) from ordinary activities</b>	<b>23,162</b>	<b>15,904</b>
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<b>Audit differences</b>	There are no material unadjusted audit differences as at 30 June 2020																																																			
<b>Going Concern and Future</b>	At 30 June 2020, CCF TAS had cash reserves of \$77.8k and a net asset position of \$60k which is indicative that it remains a going concern.																																																			

**Forecast Performance**

**Reconciliation Review**

The major assets and liabilities of CCF TAS comprise Cash, Receivables, Property, Plant and Equipment, Payables and Employee Entitlements. A summary of our findings from our review of reconciliations of those accounts at 30 June 2020 is as follows: –

<i>Balance Sheet Account</i>	<i>TAS</i>
Cash and Cash Equivalents	✓
Trade and Other Receivables	✓
Property, Plant and Equipment	✓
Trade and Other Payables	✓
Income received in advance	✓
Employee Entitlements	✓

✓ *Reconciliation adequately completed at 30 June 2020 – no long standing or unreconcilable items exist.*

**Other Matters**

The Company adopted the new provisions of AASB16 this year, resulting in recognition of a 'right of use' asset and a lease liability.

On the basis of our audit procedures, we did not become aware of any significant matters which we believe have a material impact on CCF TAS results from operations for the period ended 30 June 2020 and its financial position at that date. We did not become aware of any significant deficiencies in the company's accounting systems and internal controls (based upon our audit procedures).

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CCF (TAS) LIMITED**

### **Opinion**

We have audited the financial report of CCF (TAS) Ltd (the entity), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss, statement of comprehensive income, statement of changes in equity and 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 entity is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the entity's financial position as at 30 June 2020 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Regulations 2001*.

### **Basis for Opinion**

We conducted our audit in accordance with the 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 auditor independence requirements of the *Corporations Act 2001* and 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 confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of CCF (TAS) Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Information Other than the Financial Report and Auditor's Report Thereon**

The directors are responsible for other information. The other information comprises the information included in the entity's annual report for the year ended 30 June 2020, but does not include the financial report and our auditors' report thereon.

Our opinion on the financial report does not cover the other information and accordingly 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 this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of the Directors for the Financial Report**

The directors of the entity 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 *Corporations Act 2001* 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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
CCF (TAS) LIMITED (Cont'd)**

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.

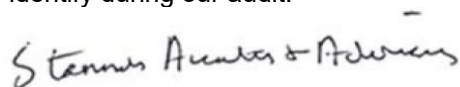
**Auditors Responsibilities for the Audit or the Financial Report**

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We 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 our opinion. The risk of not detecting material misstatement resulting from fraud is higher than the 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 the purpose of 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 directors.
- Conclude on the appropriateness of the directors' 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the entity audit. We remain solely responsible for our audit opinion.

We communicate with the 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 we identify during our audit.



Stannards Accountants and Advisors



Michael B Shulman  
Partner

**DIRECTORS' DECLARATION**

In accordance with a resolution of the directors of CCF (TAS) Limited, the directors of the entity declare that:

- 1. The financial statements and notes, as set out on pages satisfy the requirements of the *Corporations Act 2001* and;
  - a. comply with Australian Accounting Standards – Reduced Disclosure Requirements applicable to the entity; and
  - b. give a true and fair view of the financial position of the entity as at 30 June 2020 and of its performance for the year ended on that date.
  
- 2. In the directors' opinion there are reasonable grounds to believe that the entity will be able to pay its debts and when they become due and payable.



.....  
Director

Dated this .....16... day of ...DECEMBER... 2020



# **CIVIL CONTRACTORS FEDERATION**

*The Voice of the Industry*

**CONTACT**

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