



Austroads

Directors'
Report

2012

DIRECTORS' REPORT

Your directors present this report on the entity for the financial year ended 30 June 2012.

Directors

Directors have been in office since the start of the financial year and are still directors to the date of this report unless otherwise stated. The names of each person who has been a director during the year are:

Gary Liddle (Chairperson)

BEng(Civil), GradDipMgt.

Mr Liddle is also Chairperson of the Austrroads Executive Committee.

Mr Liddle is the Chief Executive of VicRoads. He was appointed as Chairperson at the inaugural meeting of the Board of Austrroads Ltd in October 2009.

Mr Liddle is a Director of ARRB Group Ltd and a board member of the Linking Melbourne Authority. He is also the Chairman of the Australian Chapter of the Road Engineering Association of Asia and Australasia (REAAA) and a member of the REAAA Governing Council.

Andrew Milazzo (Deputy Chairperson since April 2012)

BEng(Hons), MEng(Civil), MIE(Aust), MIHT, CPEng.

Mr Milazzo is a member of the Austrroads Executive Committee.

Mr Milazzo is the Deputy Chief Executive, Transport Services and Executive Director, Transport Services Division in the South Australian Department for Planning, Transport and Infrastructure (DPTI).

Mr Milazzo has held various positions in DPTI including Director Sustainable Transport, General Manager Transport Policy and Planning, Regional Manager Metropolitan and Manager Strategic Investment Planning. In 1990-91 he was Australia's International Road Federation Fellow when he worked and studied at the Texas Transportation Institute and Texas A&M University.

Adrian Beresford-Wylie

BA(Hons) LLB.

Mr Beresford-Wylie is the Chief Executive Officer of the Australian Local Government Association (ALGA). He took up that position in May 2006.

Mr Beresford-Wylie was a senior public servant in the Australian Public Service and headed the area dealing with local government and natural disasters in the Federal Department of Transport and Regional Services. Other roles include head of the road safety area of the Australian Transport Safety Bureau in 2000-2002.

Mr Beresford-Wylie was the advisor on maritime and land transport issues to the Hon. John Anderson MP, Deputy Prime Minister and Minister for Transport and Regional Services.

He began his public service career in 1984 as a Foreign Affairs Officer with the Department of Foreign affairs. He has also worked in corporate sales in Telstra and for a large law firm in Sydney.

Michael Caltabiano (appointed 8 May 2012)

BE(Hon) MPhil GDBA FIEAust FAICD RPEQ IAMA.

Mr Caltabiano started his engineering career in 1985 working for the former Department of Main Roads delivering road projects across Queensland. He gained a Masters degree at Nottingham University (UK) specialising in asphalt technology and moved to implement changes to the Queensland specifications to reflect world's best practice.

Upon moving to the private sector in 1993 Mr Caltabiano worked across Australia and internationally providing technical design and support to some of Australia's largest road projects and in later years established his own engineering firm Infrastructure Delivery Australia Pty Ltd. He returned in 2012 as the Director-General to the Department of Transport and Main Roads.

Colin Crampton

BEng (Hons), GradDipAdmin, CPEng, MIPENZ.

Mr Crampton is a member of the Austrroads Executive Committee.

He is a Group Manager with the New Zealand Transport Agency responsible for the operation and improvement of the state highway network. Mr Crampton is a civil engineer with 20 years experience in the transport sector.

Mr Crampton is interested in the practice of general management and the leadership of people and likes to maintain currency around procurement practice.

Peter Duncan (appointed 1 November 2011)

G.Dip. Mgt, A.Dip. Land. Studies, Grad. Cert Traffic Eng, Cert. L&ESD.

Mr Duncan is Chief Executive of NSW Roads and Maritime Services. Formerly, he was Deputy Director General of the Department of Premier and Cabinet. Previous roles include Director General of the Department of Services, Technology and Administration; Chief Executive Officer of Forests NSW; Director and Chief Executive of the Centennial Park and Moore Park Trust; and Director Estate Management at Olympic Coordination Authority.

Early in his career Mr Duncan worked for a number of years in Road Design and Traffic Engineering with the Department of Main Roads, local government and private consultancies.

He has also served on a number of boards and government committees. Current appointments include Roads Australia board member; Director of Austrroads; Director of ARRB Group; Governor of Centennial Parklands Foundation. He is also a member of Australian Institute of Company Directors and Justice of the Peace in NSW.

Tony Gill PSM

BESc.

Mr Gill is Director, Roads in the ACT's Department of Territory and Municipal Services.

Prior to his current role Mr Gill held various positions with the department, covering traffic management and road maintenance responsibilities. He also worked for private consultant engineers Scott and Furphy from 1985 to 1988 and prior to this as a graduate engineer with Dublin County Council, Ireland for four years.

Mr Gill was awarded the Public Service Medal in the Australia Day Honours 2012.

Menno Henneveld

BEng(Civil), GradDipAdmin, FIEAust, FATSE, FAICD, FCILT, AAIM.

Mr Henneveld had a 38 year career in the water industry before his appointment as Commissioner of Main Roads in WA in December 2002. He assumed the title of Managing Director of Main Roads following the new arrangements for the Transport Portfolio taking effect in May 2010.

He became a Member of Austrroads in 2002 and was Chairman from 2005 to 2009. He has been the Australian First Delegate to the World Road Association since 2006 and is currently a member of the Association's Executive Committee and Chairman of its Communications and International Relations Commission.

Mr Henneveld is a Fellow of Engineers Australia; the Australian Academy of Technological Sciences and Engineering which was awarded in recognition of his 43 years of public service in the water and road transport industries; the Australian Institute of Company Directors; the Customer Service Institute of Australia and the Chartered Institute of Logistics and Transport. He is also a member of the National Engineers Registration Board, Acting Chairman of the ROADS Foundation and a Member of the Planning and Transport Research Centre. More recently, he was appointed the Chair of the National Heavy Vehicle Regulator Project Implementation Board.

Andrew Jagers (appointed 1 March 2012)

BEC, Grad Dip EnvLaw.

Mr Jagers has been a member of the Executive Committee since June 2012.

He is the Executive Director of the Nation Building Infrastructure, Investment Division at the Department of Infrastructure and Transport.

Mr Jagers' Division is responsible for the delivery of the Nation Building Program including major road, rail and port project funding.

He has held a number of senior executive positions in the Australian Public Service, at the Department of the Prime Minister and Cabinet, and the Department of Families, Housing, Community Services and Indigenous Affairs.

Sharron Noske

MIM, GDHlthProm, BEd.

Ms Noske has held senior positions across the Northern Territory public sector since 1988, including Deputy Chief Executive Strategic Policy and Futures with Department of Education and Training and Executive Director Strategic Services in the Department of the Chief Minister.

Ms Noske joined the Department of Lands and Planning in 2010 as the Executive Director, Strategic Planning to oversee the planning for the new City of Weddell.

In February 2011, Ms Noske moved to the Transport Group as the Executive Director, with responsibility for the road network, transport assets, transport services and policy reform. This includes responsibility for developing the annual roads capital works program and assisting with the facilitation of major industry projects.

Michael Bushby (until 27 October 2011)

BE, MEng, BBus, MIE(Aust), FAICD.

Mr Bushby was appointed as Deputy Chair at the inaugural meeting of the Board of Austrroads Ltd in October 2009. He was a member of the Austrroads Executive Committee.

He was also a Director of ARRB Group Ltd.

Mr Bushby was Chief Executive of the Roads and Traffic Authority (RTA) from February 2009 until October 2011.

Graham Fraine (until 8 May 2012)

B Psych (Hons) PhD.

Mr Fraine was the Acting Deputy Director-General, Policy and Planning, Department of Transport and Main Roads Queensland with responsibility for strategic policy development, integrated transport planning, road safety and system management, rail, ports and freight, and passenger transport. He was also a visiting fellow at the Centre for Accident Research and Road Safety at the Queensland University of Technology.

Leslie Riggs PSM (until 29 February 2012)

BSc.

Ms Riggs was a member of the Austroads Executive Committee until February 2012.

Ms Riggs was, until her resignation in February 2012, an Executive Director in the Department of Infrastructure and Transport with responsibility for surface transport (road, rail and maritime) policy and regulatory matters.

Ms Riggs was awarded the Public Service Medal in the Australia Day Honours 2012.

Peter Todd (until 22 March 2012)

BEng(Civil)(Hons), MBA.

Mr Todd was Deputy Chairperson and a member of the Austroads Executive Committee until March 2012.

Mr Todd was, until his resignation in March 2012, the General Manager of the Roads and Traffic Division in the Tasmanian Department of Infrastructure, Energy and Resources, with responsibility for leading the division in the planning, development, management and operation of the state road network.

One director position has been vacant from 22 March 2012

Company Secretary

The following person held the position of entity secretary at the end of the financial year:

Murray Kidnie PSM

BEc, MURP.

Mr Kidnie has worked for Austroads since 2001 performing the role of Executive Director with Austroads Inc. and now Chief Executive with Austroads Ltd. Mr Kidnie was appointed company secretary on 22 October 2009.

Principal Activities

The principal activities of Austroads Ltd during the financial year were to coordinate road transport related research and projects and to produce publications related to road transport.

Austroads' short-term objectives are to:

- Conduct strategic research that assists road agencies to address current and emerging issues.
- Develop guides to establish national consistency on technical and operational aspects of road networks.
- Facilitate knowledge sharing by promoting the wide dissemination of outputs and technology, conducting seminars and promoting the use of Austroads work.
- Foster international involvement by engaging with and supporting international road organisations.

Austroads' long-term objectives are to:

- Promote improved Australian and New Zealand transport outcomes.
- Provide expert technical input to national policy development on road and road transport issues.
- Promote improved practice and capability by road agencies.
- Promote consistency in road and road agency operations.

Meetings of Directors

During the financial year, five meetings of directors were held. Attendances by each director were as follows:

Director	Eligible Meetings	Meetings Attended
Gary Liddle	5	5
Andrew Milazzo	5	5
Colin Crampton	5	5
Menno Henneveld	5	5
Sharron Noske	5	4
Tony Gill	5	2
Adrian Beresford-Wylie	5	4
Michael Bushby	2	2
Peter Duncan	3	2
Graham Fraine	4	1
Michael Caltabiano	1	1
Leslie Riggs	3	0
Andrew Jagers	2	2
Peter Todd	3	3

Alternate Directors attended meetings as follows:

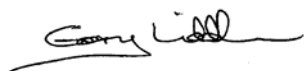
Alternate director	Alternate for	Meetings Attended
Michael Sutton	Leslie Riggs	3
Dennis Walsh	Graham Fraine	3
Ernest Wanka	Sharron Noske	1

Austroads is a company limited by guarantee and is incorporated under the *Corporations Act 2001*. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$10 each towards meeting any outstanding obligations of the entity. At 30 June 2012, the total amount that members of the company are liable to contribute if the company is wound up is \$110 (2011: \$110).

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2012 has been received and can be found on page 8 of the financial report.

Signed in accordance with a resolution of the Board of Directors.



Gary Liddle
Chairman
Austroads Ltd

Dated this 5th day of October 2012

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Sydney NSW 2000

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**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF AUSTRROADS LTD**

As lead auditor for the audit of Austrroads Ltd for the year ended 30 June 2012, 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.



MOORE STEPHENS SYDNEY
Chartered Accountants



S TZANNES
Partner

Dated in Sydney this 4th day of October 2012

FINANCIAL REPORT

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
Revenue			
	2	14,047,191	12,311,925
Expenses			
Corporate Expenses	3	1,487,925	1,423,953
Work Program	3	11,764,211	8,744,994
Specific Projects	3	764,022	848,705
Publications	3	122,095	122,838
Total expenses		14,138,253	11,140,490
(Loss) / Profit from continuing operations before income tax expense		(91,062)	1,171,435
Income tax expense	1(c)	-	-
(Loss) / Profit for the year		(91,062)	1,171,435
Other comprehensive income for the year		-	-
Total comprehensive income - (Loss)/ Profit for the year		(91,062)	1,171,435
Total comprehensive income -(Loss)/ Profit attributable to members of the entity		(91,062)	1,171,435

The accompanying notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

	Notes	2012 \$	2011 \$
ASSETS			
Current assets			
Cash and cash equivalents	4	7,975,730	7,536,669
Receivables	5	238,354	785,078
Prepayments		30,381	50,775
Other Debtors	6	83,385	176,049
Total current assets		8,327,850	8,548,571
Non-current assets			
Property, Plant and Equipment	7	53,508	48,119
Sundry Debtor	6	47,657	44,863
Total non-current assets		101,165	92,982
Total assets		8,429,015	8,641,553
LIABILITIES			
Current liabilities			
Payables	8	2,119,031	2,885,106
Contributions received in advance		266,000	217,000
Subscriptions received in advance (NEVDIS)		80,000	82,833
Unacquitted Funds (NEVDIS)	15	1,899,854	1,323,112
Provision for Employee Benefits		141,052	117,962
Total current liabilities		4,505,937	4,626,013
Non-current liabilities			
Provision for Employee Benefits		9,975	11,375
Total Non current liabilities		9,975	11,375
Total liabilities		4,515,912	4,637,388
Net assets		3,913,103	4,004,165
Equity			
Net Current Year Surplus		(91,062)	1,171,435
Cumulative Surplus Brought Forward		4,004,165	2,832,730
Total Equity		3,913,103	4,004,165

The accompanying notes form part of these financial statements

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2012

	Retained earnings	Total Equity
	\$	\$
Balance at 1 July 2010	2,832,730	2,832,730
Profit for the year	<u>1,171,435</u>	<u>1,171,435</u>
Balance at 30 June 2011	4,004,165	4,004,165
(Loss) for the year	(91,062)	(91,062)
Balance at 30 June 2012	<u>3,913,103</u>	<u>3,913,103</u>

The accompanying notes form part of these financial statements

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
Cash flows from operating activities			
Cash inflows from operating activities			
Member Contributions		14,434,864	12,100,160
Publication Sales		533,254	461,841
Interest Received		179,614	246,673
External Project Funding		664,601	955,711
Other Receipts		-	81
		<u>15,812,333</u>	<u>13,764,466</u>
Cash generated from operating activities			
Cash outflows from operating activities			
Salaries and Related Costs		(516,489)	(529,388)
National Office including Corporate Projects		(314,023)	(196,410)
Publications		(170,572)	(122,838)
Programs		(14,223,401)	(11,759,825)
Other Expenses		-	-
Net GST Payment		(126,894)	(29,231)
		<u>(15,351,379)</u>	<u>(12,637,692)</u>
Cash used in operating activities			
Net cash inflow from operating activities	14	<u>460,954</u>	<u>1,126,774</u>
Cash flow from investing activities			
Proceeds from sale of Property, Plant and equipment		15,555	90
Payment for purchase of Property, Plant and equipment		(37,448)	(25,835)
Cash used in investing activities		<u>(21,893)</u>	<u>(25,745)</u>
Net increase in cash held		439,061	1,101,029
Cash at the beginning of the financial year		7,536,669	6,435,640
Cash at the end of the financial year	4	<u>7,975,730</u>	<u>7,536,669</u>

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the *Corporations Act 2001*.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the *Corporations Act 2001* and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of the statements are as follows:

The financial statements were authorised for issue on 5th of October 2012 by the directors of the company.

Accounting Policies

a. Revenue

Membership revenue is recognised over the period of time to which it relates.

Work Program Contributions are recognised when Austroads has received or is expecting to receive such contributions.

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Interest revenue is recognised on a proportional basis taking into account the interest rate and period applicable.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

Publication Sales revenue is recognised monthly when advised by the distributor.

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

b. Foreign currency translation

The financial statements of Austroads Ltd are presented in Australian dollars, the entity's functional and presentation currency.

c. Income tax

Austroads has been exempted from income tax under section 50-5 of the *Income Tax Assessment Act 1997*.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

d. Leases

Payments made under operating leases where substantially all the risks and benefits remain with the lessor are charged to the income statement on a straight-line basis over the lease term.

e. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair values as indicated, less, where applicable, accumulated depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal.

Depreciation

The depreciable amount of all fixed assets is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Furniture and office equipment	20 - 33.33%
Motor vehicle	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income

f. Cash, cash equivalents and investments

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, and other short term highly liquid investments with original maturities of three months or less.

g. Trade receivables

All trade debtors are recognised at the amounts receivable as they are due for settlement no more than 120 days from the date of recognition, and no more than 30 days for other debtors.

h. Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax 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.

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

i. Provision for employee entitlements

Provisions for long service leave and annual leave are made for all employees from the date of their commencement and are calculated at current pay rates. Additionally, provision is made for OnCosts of 13% on Long Service Leave.

Provisions for long service leave for service under six years is treated as a non current liability.

j. Trade and other payables

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

k. Income in advance

This represents the invoices raised or monies received but goods and services not yet provided to the customers at the end of the financial year.

l. NEVDIS II

Austroads on behalf of Australian jurisdictional driver licensing and vehicle registration authorities has contracted with Fujitsu Australia Limited to operate and maintain the National Exchange Vehicle Driver Information System (NEVDIS) to 25 August 2012. The annual fee is \$1,520,000 per annum (ex GST) payable monthly in arrears.

Funding of NEVDIS implementation is recognised as income to the extent of expenditure incurred to balance date. Funding in excess of expenditure is carried forward to the subsequent year as unacquitted funds in the balance sheet.

m. Comparative figures

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

n. Critical accounting estimates

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained externally and within the company.

Key estimates

(i) Impairment - general

The company assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the company that may indicative of impairment triggers.

No impairment has been recognised in respect to the company during the reporting period.

Key judgements

(i) Provision for impairment of receivables

Company management reviews outstanding debts as the basis for impairment. All impairment Calculations are based on a commercial assessment criteria, including ageing, billing and collections procedures and prevailing trends.

No impairment or provision has been recognised in respect to the company receivables during the reporting period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

Notes	2012 \$	2011 \$
2 REVENUE		
Member Contributions		
Membership Contributions	969,000	940,900
Work Program Contributions	11,808,000	9,706,800
	<u>12,777,000</u>	<u>10,647,700</u>
Special Programs and Projects		
DITRDLG – Australian Bicycle Council Secretariat	150,000	126,000
DITRDLG – Redevelopment of ABC Resource Centre Website	-	21,500
NTC – Jointly funded projects	-	101,610
DTEI SA Road Safety Knowledge Transfer	-	72,444
Contributions to National Cycling Participation Survey 2011	-	124,393
National Skills Marketing Plan	80,000	89,910
User Satisfaction Index 2010-11	-	131,148
Development of ITS Architecture Stage.1	-	275,000
US Funded Safety Performance Measures	-	13,706
RMS NSW Funding for Project ss1710	60,000	-
AFTD- Jurisdictional Contributions towards Printing and Distribution	266,001	-
DIT Contribution to Project RS1731	18,182	-
APCC Funding for Project TO1641	30,000	-
	<u>604,183</u>	<u>955,711</u>
Publications		
Gross Sales Revenue	444,019	457,495
Royalties	40,758	4,346
	<u>484,777</u>	<u>461,841</u>
Interest Received		
Short Term Investments	176,823	244,153
Rental Bond Deposit	2,791	2,520
	<u>179,614</u>	<u>246,673</u>
Other Income		
Sundry	1,617	-
	<u>1,617</u>	<u>246,673</u>
Total revenue	<u>14,047,191</u>	<u>12,311,925</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
3 EXPENSES			
Corporate			
Salaries and Related Charges		538,179	486,895
Other National Office Expenses		276,948	259,608
Corporate Services		54,676	59,079
Depreciation		18,122	18,371
Program Management		600,000	600,000
		<u>1,487,925</u>	<u>1,423,953</u>
Work Program			
Assets		2,334,900	1,598,496
Freight		248,540	614,482
Network		1,202,192	1,425,787
Registration and Licensing		328,939	272,701
Safety		2,165,225	1,557,007
Technology		5,444,148	3,273,457
Capability		40,267	3,064
		<u>11,764,211</u>	<u>8,744,994</u>
Specific Projects			
International Participation		66,662	83,335
Austrroads ARRB Fellowship		60,000	60,000
CPEE Distance Learning Units		15,000	15,000
Support to ALGA Reps		5,687	14,513
Test Methods & Pavement Technology Work tips		-	31,000
Redevelop Austrroads Databases and Publications Website		19,400	22,650
Australian Standards Development related activity		-	13,000
DTEI SA Road Safety Knowledge Transfer		9,599	2,403
National Skills Marketing Plan		78,644	57,674
Cooperative ITS Project Director		33,478	-
User Satisfaction Index 2010-11		-	131,148
Independant Review of ARRB		62,693	137,688
US Funded Safety Performance Measures		-	9,500
AFTD - Printing and Distribution		260,703	-
DITRDLG - Australian Bicycle Council Secretariat		150,906	126,117
DITRDLG - ABC Web Based Resource Centre		1,250	20,938
ABC National Cycling Participation Survey		-	123,739
		<u>764,022</u>	<u>848,705</u>
Publications			
Cost of Sales		78,022	77,485
Production and Distribution Management		42,000	42,000
Other Costs		2,073	3,353
		<u>122,095</u>	<u>122,838</u>
Total Expenditure		<u>14,138,253</u>	<u>11,140,490</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
4 CURRENT ASSETS - CASH AND CASH EQUIVALENTS			
Cash at bank and on hand		2,717,894	2,428,408
Cash at Bank (NEVDIS)		2,257,836	2,108,261
Short-term deposits and deposits at call		3,000,000	3,000,000
		7,975,730	7,536,669
Cash at the end of the financial year is reconciled to the statement of cash flow as follows:			
		7,975,730	7,536,669
Cash and cash equivalents		7,975,730	7,536,669
5 CURRENT ASSETS – RECEIVABLES			
Trade debtors		41,175	181,023
NEVDIS Receivables		192,297	604,055
Other receivables		4,882	–
		238,354	785,078
6 OTHER DEBTORS			
Current			
GST Receivable		83,385	176,049
Non Current			
Rental Deposit Bond		47,657	44,863
		131,042	220,912
7 NON-CURRENT ASSETS – PROPERTY, PLANT & EQUIPMENT			
Office Furniture and Equipment at Cost		121,056	128,363
Accumulated depreciation		(97,568)	(100,894)
Net book amount		23,488	27,469
Motor Vehicle at Cost		30,302	33,469
Accumulated depreciation		(282)	(12,819)
Net book amount		30,020	20,650
		53,508	48,119
Total		53,508	48,119
8 CURRENT LIABILITIES – PAYABLES			
Trade Payables		645,299	1,505,882
NEVDIS Payables		360,867	1,306,371
Accrued Expenses		1,112,865	72,853
		2,119,031	2,885,106

9 MEMBERS' GUARANTEE

The company is a company limited by guaranty, incorporated and domiciled in Australia. The liability of each of its members is limited to \$10.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
10 REMUNERATION OF DIRECTORS			
There is no Income received, or due and receivable by the directors.			
It is noted that from time to time the Directors may hold directorial positions with Company's members or key suppliers to the Company. The Directors have in place governance structure and rules whereby potential conflicts of interest are declared. The Board then adjudicate in respect to these declarations and on the necessity for Directors to abstain from voting on related matters.			
11 REMUNERATION OF AUDITORS			
During the year Moore Stephens Sydney ,the auditor of the company earned the following remuneration:			
Remuneration of Auditor for Audit of the Current Year		15,675	15,750
Remuneration of Auditor for Audit of the Previous Year		<u>(555)</u>	<u>1,650</u>
Total remuneration		<u>15,120</u>	<u>17,400</u>
12 CONTINGENT LIABILITIES OR ASSETS			
The company is not aware of any contingent liabilities or assets at year end (2009 – nil).			
13 LEASE COMMITMENTS			
Operating Lease Commitments – being for the rent of office			
Payable – minimum lease payments			
- Not later than 12 months		137,122	129,252
- Between 12 months and 5 years		<u>-</u>	<u>133,128</u>
		<u>137,122</u>	<u>262,380</u>
The property lease is for a remaining term of 2 years, with rent payable monthly.			
14 RECONCILIATION OF PROFIT FROM ORDINARY ACTIVITIES AFTER INCOME TAX TO NET CASH GENERATED FROM OPERATING ACTIVITIES			
Operating (loss) / profit after income tax		(91,062)	1,171,435
Adjustment for non-cash-flow items			
Depreciation and amortisation		18,122	18,371
Net Profit / (loss) on sale of non-current assets		(1,617)	81
Change in operating assets and liabilities			
(Increase) Decrease in accounts receivable		546,724	(332,726)
(Increase) Decrease in other operating assets		110,264	(53,771)
Increase (Decrease) in trade creditors and accruals		(766,075)	1,263,563
Increase (Decrease) in other provisions		21,690	(42,493)
Increase (Decrease) in other operating liabilities		622,908	(897,686)
NET CASH GENERATED FROM OPERATING ACTIVITIES		<u>460,954</u>	<u>1,126,774</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2012

	Notes	2012 \$	2011 \$
15 NEVDIS II		2,012	2,011
Income		\$	\$
Members' contributions		3,364,414	3,058,562
Safety Recalls		104,041	140,805
AEC Extract Charges		173,034	168,131
PPSR Enhancements Recovery		314,737	800,000
VIRS Commercial Phase		48,858	-
Data Wash Project Income		5,609	23,507
NMVTRC Contribution to VIRS		437,500	-
RMS NSW - Update DXP Tables		29,160	-
Interest Received		39,639	67,399
Total Income		4,516,992	4,258,404
Expenditure			
Fujitsu Subscription and Operating Costs		1,885,693	1,799,564
RMS NEVDIS Administration Unit and Salaries		1,773,084	1,963,455
NEVDIS Projects		151,953	950,300
Other		129,520	37,760
Total Expenditure		3,940,250	4,751,079
Net Surplus / (Deficit) for the Year		576,742	(492,675)
Amount Unexpended in Previous Years		1,323,112	1,815,787
Amount Unexpended transferred to Liabilities		1,899,854	1,323,112

16 MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

There were no subsequent events that occurred prior to the end of the financial year

17 ENTITY DETAILS

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

Level 9, 287 Elizabeth Street
 SYDNEY NSW 2000

DIRECTORS' DECLARATION

Austroads Ltd
ABN 16 245 787 323

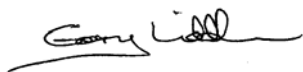
The directors have determined that the company is not a reporting entity, and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors declare that the financial reports and notes set out on pages **9 to 25**, are in accordance with the *Corporations Act 2001* and:

- a) comply with Australian Accounting Standards as described in Note 1 to the financial statements; and
- b) give a true and fair view of the company's financial position as at 30 June 2012 and of its performance for the financial year ended on that date in accordance with the accounting policies described in Note 1 of the financial statements.

In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors on 5 October 2012.



Gary Liddle
Chairman

Date: 5 October 2012

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Sydney NSW 2000

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF AUSTRROADS LTD

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of Austrroads Ltd, which comprises the statement of financial position as at 30 June 2012, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members.

The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Austrroads Ltd on 4 October 2012, would be in the same terms if given to the directors as at the time of the auditor's report.

Opinion

In our opinion the financial report of Austrroads Ltd is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the company's financial position as at 30 June 2012 and of its performance for the period ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and the *Corporations Regulations 2001*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.



Moore Stephens Sydney
Chartered Accountants



SPIRO TZANNES

Partner

Dated in Sydney this 5th day of October 2012