

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2021**

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

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**DIRECTORS' REPORT**  
**THE AUSTRALIAN POWER INSTITUTE LIMITED**  
**ABN 48 111 280 178**

Your directors present their report on the company for the financial year ended 30 June 2021.

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

Mr Wayne Tucker - TasNetworks  
Mr Lance Wee – TransGrid  
Ms Jessica Hui – AusGrid (from February 2021)  
Mr. Jason Hall – Energy Queensland  
Mr. Rakesh Solanski – Powerlink Qld  
Mr Gair Landsborough – Western Power  
Mr Ed Wilson – Wilson Transformer Company  
Ms. Heidi Sick – Aurecon  
Mr Patrick Matweew – Redback Technologies  
Ms. Violette Mouchaileh - AEMO  
Mr. Peter Langdon – Endeavour Energy

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

**Company Secretary**

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

Dr David Pointing, B.MatEng (Hons), PhD, CPEng, FIEAust, EngExec, MAICD.

David Pointing commenced in December 2019 as CEO, taking over from Michael Griffin B.E (Hons), Graduate Diploma Management, FAICD.

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**Principal Activities**

During the course of the 2020/2021 financial year the operations of the API continued to be based on the execution of activities aligned to the Strategic Plan and Objectives set by the Board aimed at addressing the professional skills needed in power engineering and future proofing Australia's power engineering capability.

The principal activities of the company during the financial year were driven by the API Strategic Plan of:

**Our Vision:**

To add value to our member organisations by supplying a sustainable level of innovative and agile industry professionals with contemporary skills to transform and sustain Australia's energy future

**Purpose:**

To add value to our member organisations by supplying a sustainable level of innovative and agile industry professionals with contemporary skills to transform and sustain Australia's energy future

**Values:**

Collaborative  
Member focused  
Forward Thinking  
Working with Integrity

**Strategic Objectives:**

1. Provide a sustainable supply of quality power engineering and technology graduates to Energy Industry.
2. Facilitate a strong energy focused engineering and technology education platform for undergraduate students and existing industry professionals.
3. Strengthen academic quality and industry experience to enhance student university education.
4. Membership expansion, diversity and value.

**Operating Results**

The operating surplus (profit) for the year was \$119,388.

**Dividends Paid or Recommended**

No dividends were paid or declared during the year and no recommendation for payment of dividends has been made.

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**Major focus areas and achievements**

**The 5 major focus areas for the API in 2020/2021 and key achievements in these areas were:**

**1. Building the pipeline of experienced, capable, and innovative professionals to lead productivity and new technology contributions – to contribute to business innovation, cost reduction and increased service provision objectives:**

1. API 2021 Summer School – in response to impacts from COVID, the school was scheduled for July 2021 and a new program of online events featuring senior executives from the API's Governor member organisations was created to increase engagement and provide more strategic context to the knowledge developed during the live school. This new 'Executive Insights' series was delivered successfully from March to June 2021 and valued by the 32 registered participants. Unfortunately, due to further COVID impacts the school was rescheduled to April/May 2022, with School activities placed on hold until recommencing in early 2022.
2. Delivery of a new format online API PowerChem summit; in response to COVID, the live PowerChem conference (originally scheduled for May 2020) switched to an online model with pre-recorded video and live presentations and forums. 100+ delegates participated, and we saw increased involvement of sponsors compared to previous years.
3. Continued delivery of online webinars for our undergraduate students to replace live networking events that were interrupted by COVID.
4. Delivery of online workshops and forums for industry professionals featuring the ENA API innovation projects

**2. Building the future pipeline of power engineering professionals - providing a sustainable supply of quality power engineering graduates to industry:**

1. Continued delivery of the successful API Bursary Program – promotion of energy industry career opportunities, graduating over 550 students, and attracting 168 applications for 28 new bursary placements in 2021.
2. Payment of ~\$100,000 in scholarships and stipends/allowances to the API's bursary students.
3. Successful placement of 34 bursary students with API member organisations for paid summer work placements during the 2020/2021 summer, including students who completed fully virtual placements and students who switched to 'work from home' placements during the summer due to COVID lockdowns.
4. Development and piloting of a new Learning Journal resource pack to support API bursary students and managers to complete impactful work experience placements.
5. Delivery of a new Students in Power online summit featuring short videos by 34 API bursary students who undertook summer work placements with API member organisations over the 2020/2021 Summer.
6. Continued sponsorship of Applied/ATSE STELR project to promote science, technology, and engineering in over 800 schools reaching 100,000+ students; note activities by STELR were reduced due to impacts on live events and schools due to COVID lockdowns.
7. Continued development and delivery of the API Industry Insights webinar series to connect undergraduate students to industry experts
8. Adaption of the TJ Effenev Award to support a cohort of API Bursary students to attend the ENA Energy Networks Conference in Brisbane in March 2022 (originally planned for November 2021).
9. Delivery of a new "Empowering Careers" information session for high school students and parents as part of National Science Week 2021.

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10. Coordination of online API Bursary awards events in each state to welcome new scholarship recipients, celebrate completing students, and to connect students to API members.

**3. Strengthen Academic Quality & Industry Experience to enhance student university education**

1. API sponsorship of the Australasian Association of Power Engineering Academics (AUPEC) conference in Hobart in December 2020, and delivery of an expert panel on enhancing university education featuring academics and industry representatives.
2. Kick-off of the new innovation project focused on EV Charging initiated through the ENA/API collaboration, commencing in September 2020 under the leadership of the University of Melbourne, to progress for 2 years.
3. Knowledge generated through the EV project was shared with stakeholders through reports, and two online workshops.
4. 14 proposals from Australian universities were sourced for two new ENA/API innovation projects, to commence in early 2022 (probabilistic weather forecasting and NDT of timber poles).
5. The API contributed to a successful second-attempt application for an ARC-funded Industrial Transformation Training Centre, led by the University of Wollongong.
6. The API facilitated and contributed to an application for a microgrid feasibility project based on a case study in Tasmania (Derwent Bridge), led by TasNetworks that will include development of teaching resources for universities based on the project.
7. The API contributed to scoping and prioritisation of the research activities for the new RACE for 2030 CRC, and is a partner to individual projects within the CRC.

**4. Strategic planning to develop a diverse power sector workforce**

1. As one of the Australian Power Institute's key objectives is to increase diversity amongst the industry, API has enacted a series of initiatives including:
  - New partnership with Career Trackers Indigenous Internships to provide supporting Indigenous students to connect with API member organisations and with the API's national community of bursary students.
  - Supporting University/Industry Women in Engineering Programs and Events in collaboration with the University of Queensland Women in Engineering program
  - Increased engagement and recognition of diversity initiatives and diverse members of the API community during the year through public channels (eg social media)
2. Development of a successful application for a substantial new leadership program for female professionals, graduates, and students (the Powerful Women program), with approximately \$888,000 (ex GST) secured for 2021/2022 to 30 June 2024 from the Australian Government's Department of Prime Minister and Cabinet.
3. Delivery of a series of workshops for API members and other stakeholders focused on the strategic workforce planning activities underway in Australia.
4. Contributions as co-project manager for the development of a 10-year research roadmap on strategic workforce planning activities for the RACE for 2030 CRC, in collaboration with the Energy Efficiency Council.
5. Development and release of a new survey on diversity in the Australian clean energy sector in collaboration with the Clean Energy Council and Electrical Trades Union.

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- 5. Transforming the operations of the API to increase our impact and value for members**
1. Redevelopment of the API's web site and features that enable improved engagement between target audiences such as undergraduate students and information about careers in the power sector and with API member organisations (ongoing)
  2. Development of a new framework to support the API team efficiently working with each member organisation to increase their ability to make use of their investment in the API (the Member Activity Plan)
  3. Changes to staffing to focus resources on the mostly highly valued and impactful activities of the API (bursary program and Summer School) and additional resourcing to support engagement and communications
  4. Identification of critical gaps in our activities in relation to achieving our mission and purpose and the creation of new initiatives to address these gaps, such as actions during National Science Week in August 2020 and August 2021 to stimulate interest by senior high school students and teachers in careers in power at a critical time in the school year (selection of future studies).
  5. Engagement with key partner organisations to strengthen the focus on power engineering career related aspects in our shared activities and to identify opportunities to increase efficiency and impact, such as the API's investment in the API STELR solar car challenge will create 14x school kits instead of the usual 10x kits, and these kits will be distributed to schools that support our goals for a diverse power sector workforce (with a focus on gender and regional locations).

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**Significant Changes in State of Affairs**

**Board Chair and Deputy Chair:** Peter Langdon was elected Board Chair in December 2021, and Heidi Sick was elected to newly created role of Deputy Chair.

**COVID impacts:** Continued impacts of COVID on our operations and live events, including the need to reschedule the planned API Summer School to July 2021 and then to March 2022 and to switch the planned live PowerChem conference to an online model.

**Significant proportion of online events in activity portfolio:** in a positive development to our response to COVID, our activity portfolio now includes a number of new online events and activities including online Student in Power Summit and online networking and celebration events for the API community. These events have enabled us to deliver more events and with a national level of engagement for bursary students that is a significant change to our standard state-based efforts.

**Large gender diversity grant:** Success in securing substantial grant from the Australian Government's Department of Prime Minister and Cabinet for a proposed new women's career and leadership development project. Approximately \$888K (ex GST) will significantly increase the API's activities in support of diversity.

**Staff changes:** following recruitment of a new CEO in November 2019, the API saw further significant staff changes with the appointment of a new Engagement Coordinator in early 2021 to strengthen our capacity for communications and engagement. Also, the departure of Kendall Klingaman in June 2021 to a new part-time opportunity in her local area. This represents effectively a 100% staff change in an 18-month period. Kendall continued to support the bursary program recruitment process part-time following her formal departure while a new Program and Operations Manager was recruited.

**Forward payment of Powerful Women grant:** terms of release for the new Powerful Women project grant from the Australian Government included pre-payment of the first instalment of project funds of approx. \$302,000 in June 2020. These funds are expected to be spent during the 2021/2022 financial year with timing linked to delivery of the API Summer School in June 2022.

**Deferred Income Accounting implemented, impacting:** as detailed in the Financial Statements section, the API has implemented a deferred income approach to recording revenue during the 2020/2021 financial year. This change will have significant impacts on how membership income is recognised during the financial year in comparison to previous years (revenue will be recognised monthly as income after the service of membership has been delivered for the month). The change is also significant given that the API is holding \$253,000 of income from paid registrations for the delayed 2021 Summer School and ~\$302,000 of pre-payment for the Powerful Women Grant program. These two items of deferred income are expected to be recognised as income in June 2022 following completion of the API 2022 Summer School. A total of \$1,209,345 income is deferred from the 2020/2021 financial year.

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Other significant changes in the state of affairs of the Australian Power Institute Limited occurred during the financial year as a consequence of the COVID-19 pandemic:

1. Significant impairment in the ability of the new CEO to directly connect with member organisations, key stakeholders and staff through live engagement and events, including restrictions on any direct visits with member organisations and attendance at key sector conferences (TechCon, EECON, ENA etc)
2. Loss of projected income from the API Summer School due to rescheduling to 2022 (effectively cancelled for the 2020/2021 financial year).
3. Loss of projected income from the planned API PowerChem live conference, and sunk costs for planning of the live conference. Note the pivot to delivery of an online event did recoup some of these costs.
4. Reduced capacity to engage with schools and teachers to progress the API's objectives for STEM outreach due to disruption to operations of schools and restrictions on travel, impacting the Day in the Life project's re-launch, the API STELR Solar Car Challenge, and the UQ Women in Engineering program's outreach activities. This reduced the API's costs for supporting the ATSE STELR program for the 2020/2021 financial year.
5. Negative impact on the API's short-term financial position with a substantial reduction in income generated from funds under investment relative to historic performance due to broader financial impacts of COVID-19, equivalent to ~\$75,000 of income (interest income in 2018 was \$91,240 vs \$18,000 in 2021 for equivalent funds under investment).
6. Restricted capability for staff and Board members to engage directly with members and key stakeholders due to COVID travel restrictions.
7. Increased staff workload in reviewing and developing methods to maintain the API's operations and react to impacts of COVID-19 and recruiting and onboarding new staff.
8. Constraints on ability of the API Board to meet in person (noting that the Board has not met in person since February 2020 and several Directors have never met in person) and for the new API staff team to meet in person (the API's current 3 staff have never met in person).

The following mitigation actions were successfully implemented:

1. Review of expenditure to identify opportunities for savings (eg Zoom and Teams vs conventional 'by the minute' teleconferencing)
2. Implementing digital collaboration frameworks based on Zoom and Teams to support staff operations and collaborations with member organisations (eg to facilitate the annual Bursary student selection and allocation of placements with member organisations)
3. Switch Board meetings to online using Microsoft Teams (and associated shared drive) and hold meetings every 6 months. The Board also began a review of the role of sub-committees to support the activities of the Board and the CEO.
4. Rescheduling of relevant major events to dates when impacts of COVID-19 are assumed to be substantially reduced.

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5. Pivot existing events to online delivery and create new events and activities that provide value to members using the capabilities that online systems provide.

**After Balance Date Events**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the entity, the results of those operations, or the state of affairs of the entity in future financial years.

It should be noted that impacts of COVID-19 on key API activities are expected to continue but the consequences of these impacts are currently anticipated to be in the form of delays to delivery and reductions in the revenue generated from the events.

This includes rescheduling of the 2021 Summer School from the usual February timeframe to later in the year (likely June/July) and an associated delay in registration income and expenditure, and a minor reduction in income generated from the event.

**Future Developments**

The API expects to consolidate its activities and membership base and actively seek additional funding avenues through growth in membership services to allow it to achieve its objectives of improving engineering and technology capability to meet the energy industry's future needs for skilled people.

The API's activities will have an increased focus on achieving direct impacts on the power sector workforce, particularly the capabilities, engagement and diversity of undergraduate students and graduates, and promoting careers in the power sector to the community.

Noting the ongoing risks and challenges and associated with COVID-19 and impacts on the API, API member organisations, and the broader community, the following assumptions have been made regarding future developments:

1. Membership renewals for 2021/2022 financial year will be completed as planned and support from members will be consistent or stronger in future years in terms of numbers of members, levels of membership, and revenue from membership
2. Domestic travel will be possible between Australian states in early 2022
3. Organisations and individuals in the power sector, particularly the API's member organisations, will continue to be in a financial position to invest in CPD activities (eg Summer School, PowerChem)
4. The API Summer School 2022 and associated Professional Women Leadership Program will be able to proceed at a revised date (anticipated June 2022) as a live event, with additional online activities commencing in January/February 2022.
5. Summer School 2022 will generate an operating surplus comparable to previous years
6. Primary and high schools, and university campuses, will return to stand operations in early 2022

The following mitigation actions are planned to manage risks associated with future developments:

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1. The API's staffing will increase from 2.6 FTE to 3.2 FTE, with the appointment of a Project Officer (0.6 FTE) to support the Powerful Women project to June 2024; this role will complement the CEO (1.0 FTE), Program & Operations Manager (1.0) and Engagement Coordinator (0.6).
2. Estimates regarding recruitment of new members and increases in membership income are conservative.
3. A review of the API's membership options will be undertaken to enable participation by a wider range of stakeholders, including SMEs and Government stakeholders
4. Modification of the API's Investment Strategy to increase the income generated from funds under investment, including a likely variation to the exclusive use of term deposits as investment vehicles and noting an associated increase in the associated risks.
5. Planned phasing out of activities over the next 3 years that have lowest rated alignment with the API's strategic plan and priorities to reduce costs and risks and to enable staff to focus on highest value and most relevant activities

**Environmental Issues**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**Options**

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

**DIRECTORS' REPORT**  
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**Information on Directors**

*Current directors:*

**Peter Langdon (Chair)**

B Eng (Hons), MBA

**Heidi Sick (Deputy Chair)**

B. Engineering (Chemical), Diploma Project Management, MIChemE

**Jason Hall**

B.Eng(Hons), GradCertMgt, RPEQ, MAICD

**Jessica Hui**

B.Eng (Hons) MAICD

**Gair Lansborough**

B. Commerce (Management), B.Electrical Engineering (Power engineering), Master of Finance

**Patrick Matweew**

Diplom, Regional Sciences East Asia, Master of Business and Engineering

**Violette Mouchaileh**

B. Economics Accounting (Hons)

**Rakesh Solanski**

BE Electrical & Computing (Hons), MBA

**Wayne Tucker**

B. Eng, MBA, CPEng, FIEAust, GAICD

**Lance Wee**

B. Eng (Electrical) (Hons), Diploma Project Management

**Ed Wilson**

B.Eng Mechanical (Hons)

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**Meetings of Directors**

During the financial year, 4 meetings of directors were held; Attendances by each director was as follows:

Director	10 SEP 2020	15 OCT 2020	12 NOV 2020	10 DEC 2020	25 FEB 2021	25MAR 2021	6 MAY 2021	17JUNE 2021
Mr Wayne Tucker – TasNetworks	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Peter Langdon (Chair) – Endeavour Energy	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr Ed Wilson – Wilson Transformer Company	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Jason Hall – Energy Queensland	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
Ms. Heidi Sick (Deputy Chair) – Aurecon	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Rakesh Solanski – Powerlink Qld	Yes	Yes	Yes	No	Yes	Yes	Yes	Yes
Mr Patrick Matweew – Redback Technologies	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr Gair Landsborough – Western Power	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr Lance Wee – TransGrid	No	Yes	No	No	No	Yes	Yes	No
Ms. Violette Mouchaileh - AEMO	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Jess Hui (from February 2021) - Ausgrid	NA	NA	NA	NA	Yes	Yes	Yes	Yes



**THE AUSTRALIAN POWER INSTITUTE LIMITED  
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**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
THE AUSTRALIAN POWER INSTITUTE LIMITED**

I declare, that to the best of my knowledge and belief, during the year ended 30 June 2021 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

**Name of Firm:** Garry Wardle & Associates  
Public Accountants & Auditors

**Name of Partner:** \_\_\_\_\_  
Garry Wardle  
FIPA, FIPA Registered Company Auditor 6467

**Address:** 8 Otranto Avenue, Caloundra Qld 4551

**Dated this**        **day of**        **2021**

**THE AUSTRALIAN POWER INSTITUTE LIMITED**  
**ABN 48 111 280 178**

**INDEPENDENT AUDITOR'S REPORT**  
**TO THE MEMBERS OF THE AUSTRALIAN POWER INSTITUTE LIMITED**

**Report on the Financial Report**

I have audited the accompanying financial report, being a special purpose financial report, of The Australian Power Institute Limited, which comprises the balance sheet as at 30 June 2021, profit and loss statement, statement of changes in equity and cash flow statement for the year then ended 30 June 2021, a summary of significant accounting policies, other explanatory notes and the directors' declaration.

**Directors' Responsibility for the Financial Report**

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the financial reporting requirements of the company's constitution and are appropriate to meet the needs of the members. The directors' responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditor's Responsibility**

My responsibility is to express an opinion on the financial report based on my audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 judgment, 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 and fair presentation of the financial report 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.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the company's constitution. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**THE AUSTRALIAN POWER INSTITUTE LIMITED  
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**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF THE AUSTRALIAN POWER INSTITUTE LIMITED**

**Independence**

In conducting my audit, I have complied with the independence requirements of the Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of The Australian Power Institute Limited, would be in the same terms if provided to the directors as at the date of this auditor's report.

**Auditor's Opinion**

In my opinion, the financial report presents fairly, in all material aspects, the financial position of The Australian Power Institute Limited as of 30 June 2021 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements.

**Name of Firm:** Garry Wardle & Associates  
Public Accountants & Auditors

**Name of Principal:** \_\_\_\_\_  
Garry Wardle  
FIPA, FIFA Registered Company Auditor 6467

**Address:** 8 Otranto Avenue, Caloundra Qld 4551

**Dated this**      **day of**      **2021**

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

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**STATEMENT OF COMPREHENSIVE INCOME****FOR THE YEAR ENDED 30 JUNE 2021**

<i>Note</i>	<i>2021</i> \$	<i>2020</i> \$
<b>INCOME</b>		
API Indigenous Scholarship	-	2,500
ATO - Cash Boost Payment	22,854	66,869
ATO - JobKeeper Subsidy	21,000	18,000
Energy Innovation Summit Registrations	-	35,314
Interest Received	16,933	33,637
Membership Fees - Governor Members	448,000	448,000
Membership Fees - Industry Members	71,955	68,675
Membership Fees - Principal Members	112,000	112,000
Powerchem Conference Income	50,318	10,273
Summer School Registration	-	253,200
TJ Effenev Award	10,000	14,545
UQ Women in Engineering Contributions	10,000	30,000
	763,059	1,093,013
<b>EXPENSES</b>		
Accountancy Fees	7,360	7,490
Auditor's Remuneration	4,900	4,880
Bank Charges	119	220
Board Meeting/Planning Expenses	-	3,852
Computer Expenses	3,311	6,933
Conference Costs	1,988	364
Consultants Fees	-	53,429
Courier & Postage Costs	269	-
Day In The Life Project	19,731	45,865
Energy Innovation - API Chair/ UQ Chair	-	23,861
GO Foundation Indigenous Scholarship	3,500	1,650
Innovation Initiative	12,500	-
Insurance	5,835	3,080
Management Costs	7,131	205,906
Marketing & Business Development	6,619	-
Masterclasses	-	2,000
Membership - Australasian Transformer Innovation Centre	17,045	33,420
Membership Resignations/Changes	11,275	23,851
Merchant Fees	136	435
Powerchem Expenses	8,441	10,721
Sponsorships	11,009	15,464
STELR Project	-	50,000
Student & Bursary Awards	93,467	102,450
Subscriptions	778	-
Summer School Expenses	9,717	129,758
Teleconferencing Expenses	2,115	6,241

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

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**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 30 JUNE 2021**

<i>Note</i>	<i>2021</i> \$	<i>2020</i> \$
Travelling Expenses	2,704	16,106
Wages & Payments	328,095	178,969
Wages & Payments - Superannuation	34,771	17,002
Women In Engineering Expenses	50,000	50,000
	<hr/> 643,721	<hr/> 993,947
<b>Profit (Loss) before income tax</b>	119,338	99,066
Income tax expense	-	-
<b>Profit (Loss) for the year</b>	<hr/> 119,338	<hr/> 99,066
Profit attributable to members of the entity	<hr/> <b>119,338</b>	<hr/> <b>99,066</b>

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These statements should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

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**STATEMENT OF FINANCIAL POSITION**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>2021</i> \$	<i>2020</i> \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	<b>3</b>	3,345,965	2,510,452
Trade and other receivables	<b>4</b>	612,682	623,138
<b>TOTAL CURRENT ASSETS</b>		<u>3,958,647</u>	<u>3,133,590</u>
<b>NON-CURRENT ASSETS</b>			
Investments	<b>5</b>	1	1
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1</u>	<u>1</u>
<b>TOTAL ASSETS</b>		<u>3,958,648</u>	<u>3,133,591</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	<b>6</b>	146,212	89,464
Other current liabilities	<b>7</b>	1,209,345	560,375
<b>TOTAL CURRENT LIABILITIES</b>		<u>1,355,557</u>	<u>649,839</u>
<b>TOTAL LIABILITIES</b>		<u>1,355,557</u>	<u>649,839</u>
<b>NET ASSETS</b>		<u><u>2,603,091</u></u>	<u><u>2,483,752</u></u>
<b>EQUITY</b>			
Retained earnings		2,603,091	2,483,752
<b>TOTAL EQUITY</b>		<u><u>2,603,091</u></u>	<u><u>2,483,752</u></u>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**STATEMENT OF CHANGES IN EQUITY**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>Retained Earnings</i> \$	<i>Total</i> \$
Balance as at 1 July 2019		2,384,686	2,384,686
Profit attributable to equity shareholders		99,066	99,066
<b>Balance as at 30 June 2020</b>		<u>2,483,752</u>	<u>2,483,752</u>
Profit attributable to equity shareholders		119,338	119,338
<b>Balance as at 30 June 2021</b>		<u>2,603,090</u>	<u>2,603,090</u>

The accompanying notes form part of these financial statements.  
These statements should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**CASH FLOW STATEMENT**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<b>2021</b> \$	<b>2020</b> \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		1,540,292	656,350
Payments to suppliers and employees		(721,712)	(969,499)
Interest received		16,933	33,637
<b>Net Cash provided by (used in) operating activities</b>	<b>8</b>	<u>835,513</u>	<u>(279,512)</u>
Net increase (decrease) in cash held		835,513	(279,512)
Cash at Beginning of financial Year		2,510,452	2,789,964
Cash at end of financial year	<b>3</b>	<u>3,345,965</u>	<u>2,510,452</u>

# THE AUSTRALIAN POWER INSTITUTE LIMITED

ABN: 48 111 280 178

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

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### 1 Statement 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 dependent on its general purpose financial reports. 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 the previous period 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 this report are as follows:

#### Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be reliably measured.

Revenue from membership fees is recognised in the statement of comprehensive income in the period to which the membership relates. Where the membership fee is invoiced in advance, it is treated as a Deferred Income liability, even if paid, until the relevant membership period falls.

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

Furthermore, 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 using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

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

#### Membership Resignations/Changes

Membership invoices are not enforceable and members may subsequently change, suspend or cancel their membership. Where this occurs and the amount was recorded as an "Accounts Receivable" in a prior period, it is recorded as "Membership Resignations/Changes" rather than "Bad Debts" in the Statement of Financial Position for the year the change, suspension or cancellation occurs.

#### Accounts Receivable

As membership invoices are not enforceable and members may subsequently change the level of membership or not renew at all, Accounts Receivable may therefore inherently be overstated. However, at the time of preparing this report there is no reason to believe the value of reported Accounts Receivable would be materially misstated at balance date.

# THE AUSTRALIAN POWER INSTITUTE LIMITED

ABN: 48 111 280 178

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 JUNE 2021

#### 2 Restatement of Financial Statements as a result of Change in Accounting Policy

The directors have determined the deferred income approach to recording revenue in the financial statements is the most appropriate and more accurately reflects the forward obligation to provide service in the future for the unearned income that has been received. This results in the financial statements providing more reliable and more relevant information on the entity's financial position.

Accordingly, the 2020/21 financial statements and comparative figures have been adjusted to reflect the change in accounting policy. The section below shows the restatement of each line item affected by this change.

#### 30 JUNE 2020 COMPARATIVE YEAR

##### STATEMENT OF COMPREHENSIVE INCOME

	<i>Note</i>	<i>Actual 2020</i>	<i>Change in Accounting Policy Adjust</i>	<i>Restated Actual 2020</i>
		\$	\$	\$
<b>INCOME</b>				
API Indigenous Scholarship		2,500	-	2,500
ATO - Cash Boost Payment		66,869	-	66,869
ATO - JobKeeper Subsidy		18,000	-	18,000
Energy Innovation Summit Registrations		35,314	-	35,314
Interest Received		33,637	-	33,637
Membership Fees - Governor Members		392,000	56,000	448,000
Membership Fees - Industry Members		68,675	-	68,675
Membership Fees - Principal Members		112,000	-	112,000
Powerchem Conference Income		10,273	-	10,273
Summer School Registration		253,200	-	253,200
TJ Effeny Award		14,545	-	14,545
UQ Women in Engineering Contributions		30,000	-	30,000
		<u>1,037,013</u>	<u>56,000</u>	<u>1,093,013</u>
<b>EXPENSES</b>				
Accountancy Fees		7,490	-	7,490
Auditor's Remuneration		4,880	-	4,880
Bank Charges		220	-	220
Board Meeting/Planning Expenses		3,852	-	3,852
Computer Expenses		6,933	-	6,933
Conference Costs		364	-	364
Consultants Fees		53,429	-	53,429
Day In The Life Project		45,865	-	45,865
Energy Innovation - API Chair/ UQ Chair		23,861	-	23,861
GO Foundation Indigenous Scholarship		1,650	-	1,650

These notes should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>Actual 2020</i>	<i>Change in Accounting Policy Adjust</i>	<i>Restated Actual 2020</i>
		\$	\$	\$
Insurance		3,080	-	3,080
Management Costs		205,906	-	205,906
Masterclasses		2,000	-	2,000
Membership - Australasian Transformer Innovation Centre		33,420	-	33,420
Membership Resignations/Changes		23,851	-	23,851
Merchant Fees		435	-	435
Powerchem Expenses		10,721	-	10,721
Sponsorships		15,464	-	15,464
STELR Project		50,000	-	50,000
Student & Bursary Awards		102,450	-	102,450
Summer School Expenses		129,758	-	129,758
Teleconferencing Expenses		6,241	-	6,241
Travelling Expenses		16,106	-	16,106
Wages & Payments		178,969	-	178,969
Wages & Payments - Superannuation		17,002	-	17,002
Women In Engineering Expenses		50,000	-	50,000
		<u>993,947</u>	<u>-</u>	<u>993,947</u>
<b>Profit (Loss) before income tax</b>		43,066	56,000	99,066
Income tax expense		-	-	-
		<u>43,066</u>	<u>56,000</u>	<u>99,066</u>
<b>Profit (Loss) for the year</b>		<u>43,066</u>	<u>56,000</u>	<u>99,066</u>
Profit attributable to members of the entity		<u>43,066</u>	<u>56,000</u>	<u>99,066</u>
 <b>STATEMENT OF FINANCIAL POSITION</b>				
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	<b>3</b>	2,510,452	-	2,510,452
Trade and other receivables	<b>4</b>	623,138	-	623,138
		<u>3,133,590</u>	<u>-</u>	<u>3,133,590</u>
<b>NON-CURRENT ASSETS</b>				
Investments	<b>5</b>	1	-	1
		<u>1</u>	<u>-</u>	<u>1</u>
<b>TOTAL ASSETS</b>		<u>3,133,591</u>	<u>-</u>	<u>3,133,591</u>

These notes should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>Actual 2020</i> \$	<i>Change in Accounting Policy Adjust</i> \$	<i>Restated Actual 2020</i> \$
<b>CURRENT LIABILITIES</b>				
Trade and other payables	<b>6</b>	89,464	-	89,464
Other current liabilities	<b>7</b>	-	560,375	560,375
<b>TOTAL CURRENT LIABILITIES</b>		<u>89,464</u>	<u>560,375</u>	<u>649,839</u>
<b>TOTAL LIABILITIES</b>		<u>89,464</u>	<u>560,375</u>	<u>649,839</u>
<b>NET ASSETS</b>		<u>3,044,127</u>	<u>(560,375)</u>	<u>2,483,752</u>
<b>EQUITY</b>				
Retained earnings		3,044,127	(560,375)	2,483,752
<b>TOTAL EQUITY</b>		<u>3,044,127</u>	<u>(560,375)</u>	<u>2,483,752</u>
<b>NOTES TO FINANCIAL STATEMENTS</b>				
<b>OTHER LIABILITIES</b>				
<b>CURRENT</b>				
<b>DEFERRED INCOME</b>				
Governor Membership		-	392,000	392,000
Industry Membership		-	56,375	56,375
Principal Membership		-	112,000	112,000
		<u>-</u>	<u>560,375</u>	<u>560,375</u>
		<u>-</u>	<u>560,375</u>	<u>560,375</u>
<b>CASH FLOW INFORMATION</b>				
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>				
Profit (Loss) after income tax	<b>8</b>	43,066	56,000	99,066
<b>Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries</b>				
(Increase)/decrease in accounts receivable		(347,026)	-	(347,026)
Increase/(decrease) in accounts payable		24,448	-	24,448
Increase/(decrease) in Deferred Income		-	(56,000)	(56,000)
		<u>(279,512)</u>	<u>-</u>	<u>(279,512)</u>

These notes should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2021**

**STATEMENT OF CHANGES IN EQUITY**

	<i>Actual 2020</i>	<i>Change in Accounting Policy Adjust</i>	<i>Restated Actual 2020</i>
<i>Note</i>	\$	\$	\$
Balance as at 1 July 2019	3,001,061	(616,375)	2,384,686
Profit attributable to equity shareholders	43,066	56,000	99,066
<b>Balance as at 30 June 2020</b>	<b>3,044,127</b>	<b>(560,375)</b>	<b>2,483,752</b>
Profit attributable to equity shareholders	119,338	-	119,338
<b>Balance as at 30 June 2021</b>	<b>3,163,465</b>	<b>(560,375)</b>	<b>2,603,090</b>

These notes should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

THE AUSTRALIAN POWER INSTITUTE LIMITED

ABN: 48 111 280 178

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

	<i>Note</i>	<i>2021</i> \$	<i>2020</i> \$
<b>3 CASH AND CASH EQUIVALENTS</b>			
Westpac - CMA - 418205		1,830,826	1,010,452
Westpac Term Deposit		1,500,000	1,500,000
Westpac Transaction Account		15,139	-
		<u>3,345,965</u>	<u>2,510,452</u>
<b>Reconciliation of Cash</b>			
Cash and cash equivalents		<u>3,345,965</u>	<u>2,510,452</u>
		<u>3,345,965</u>	<u>2,510,452</u>
<b>4 TRADE AND OTHER RECEIVABLES</b>			
<b>CURRENT</b>			
Accounts Receivable		612,682	571,072
Subsidy Receivable		-	52,066
		<u>612,682</u>	<u>623,138</u>
<b>5 INVESTMENTS</b>			
<b>NON-CURRENT</b>			
<b>SHARES IN UNLISTED COMPANIES</b>			
API Foundation Pty Ltd		1	1
		<u>1</u>	<u>1</u>
		<u>1</u>	<u>1</u>
<b>6 TRADE AND OTHER PAYABLES</b>			
<b>CURRENT</b>			
Accounts Payable		66	12,349
Superannuation Payable		123	278
Wages Payable		-	1,231
GST Payable		113,861	51,547
PAYG Withholding Payable		32,163	24,059
		<u>146,212</u>	<u>89,464</u>

These notes should be read in conjunction with the attached compilation report of Pinnacle Accounting & Business Services.

**THE AUSTRALIAN POWER INSTITUTE LIMITED**

**ABN: 48 111 280 178**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2021**

	<i>Note</i>	<i>2021</i> \$	<i>2020</i> \$
<b>7 OTHER LIABILITIES</b>			
<b>CURRENT</b>			
<b>DEFERRED INCOME</b>			
Summer School		279,500	-
Governor Membership		448,000	392,000
Industry Membership		67,650	56,375
Principal Membership		112,000	112,000
Women in Leadership Grant		302,195	-
		<u>1,209,345</u>	<u>560,375</u>
		<u>1,209,345</u>	<u>560,375</u>
<b>8 CASH FLOW INFORMATION</b>			
<b>Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>			
Profit (Loss) after income tax		119,338	99,066
<b>Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries</b>			
(Increase)/decrease in accounts receivable		10,456	(347,026)
Increase/(decrease) in accounts payable		56,749	24,448
Increase/(decrease) in Deferred Income		648,970	(56,000)
		<u>835,513</u>	<u>(279,512)</u>

# THE AUSTRALIAN POWER INSTITUTE LIMITED

ABN: 48 111 280 178

## DIRECTORS' DECLARATION

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 of the company declare that:

- A. The financial statements and notes are in accordance with the Corporations Act 2001 and;
- i) comply with Australian Accounting Standards; and
  - ii) give a true and fair view of the financial position as at 30 June 2021 and the performance for the year ended on that date in accordance with the accounting policy described in Note 1 to the financial statements.
- B. 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.

Director \_\_\_\_\_

Mr Jason Hall

Director \_\_\_\_\_

Mr Gair Landsborough

Dated this                      day of                      2021

# THE AUSTRALIAN POWER INSTITUTE LIMITED

ABN: 48 111 280 178

## COMPILATION REPORT

We have compiled the accompanying special purpose financial statements of The Australian Power Institute Limited which comprise the balance sheet as at 30 June 2021, statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, a summary of significant accounting policies and other explanatory notes.

The specific purpose for which these special purpose financial statements have been prepared is to provide information relating to the performance and financial position of the company that satisfies the information needs of the directors set out in Note 1.

### The responsibility of the directors

The directors are solely responsible for the information contained in the special purpose financial statement and has determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs.

### My responsibility

On the basis of information provided by the directors, I have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

My procedures use accounting expertise to collect, classify and summarise the financial information, which the director provided, into a financial report. My procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were prepared exclusively for the directors. I do not accept responsibility to any other person for the content of the special purpose financial statements.

**Name of Firm:** Pinnacle Accounting & Business Services  
Certified Practising Accountants

**Name of Partner:** .....  
Chris Carmichael

**Address:** Level 1, 20 Innovation Parkway, Birtinya, QLD 4575

**Dated this**      **day of November 2021**