

Small Business Roadshow

Central and West Queensland Consultation Report 2021

Introduction

During February and early March 2021, the Minister for Employment and Small Business hosted the Small Business Roadshow to hear from local small businesses on the challenges they are facing and how government can help them to grow and thrive.

From Cairns to the Gold Coast, 17 face-to-face and seven online sessions were held, providing many opportunities for the government to hear first-hand from small businesses. More than 1400 people attended a session.

Queensland small business owners were also encouraged to complete the Small Business Survey, to help government tailor future small business programs. Nearly 1200 responses were received from across the state.





Message from the Minister

Queensland is home to a vibrant and diverse small business sector and I am proud to lead the Palaszczuk Government's efforts to support these operations as we work on economic recovery and setting the foundations for future growth.

Travelling across the state and hearing directly from small business owners in these challenging times has been a valuable experience for me. I appreciate each and every person who took the time to attend one of our Small Business Roadshow stops in person, join one of the online sessions or complete the online Small Business Survey.

The information and feedback you have provided will help the Queensland Government refine the support it provides the sector and we are redoubling our efforts to address your needs.

This roadshow has given me a greater understanding of the challenges and opportunities that small businesses in different regions and industries are facing. Offering flexible programs that can tailor support to better meet the needs of small business will be an important goal in our future work – and will produce positive benefits for the local community and our economy as well.

Queenslanders' long history with natural disasters – floods, fires, cyclones and drought – and the more recent economic challenges brought about by COVID-19 have produced a resilient and supportive community where people help their neighbours in any way they can.

That spirit has been on display in our business communities, with many customers, clients, suppliers, workers, owners and other stakeholders looking to adapt and help each other, but we know there is more still to do.

Going forward I want to ensure established small businesses in Queensland get back on their feet and return to growth, while our entrepreneurs have confidence that developing their ideas and plans will launch new successful businesses.

Thank you again for sharing your feedback. I look forward to sharing the outcomes of your insights as we release a new small business strategy for Queensland.

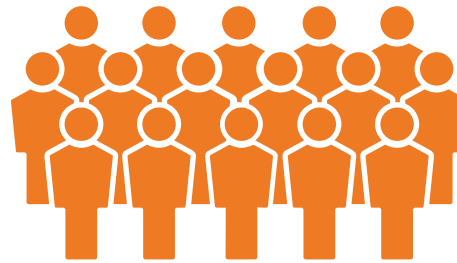
The Honourable Di Farmer MP
Minister for Employment and Small Business and
Minister for Training and Skills Development

Consultation snapshot



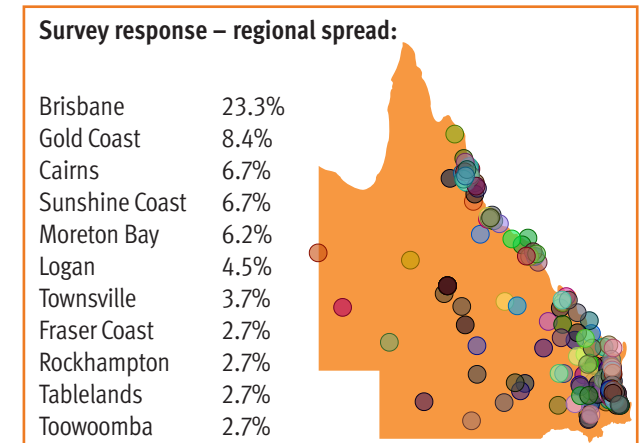
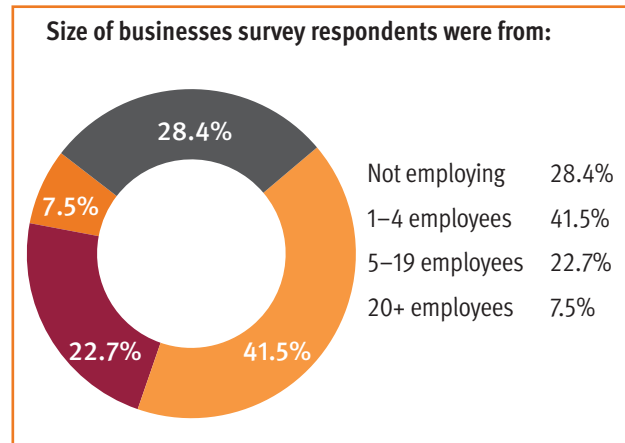
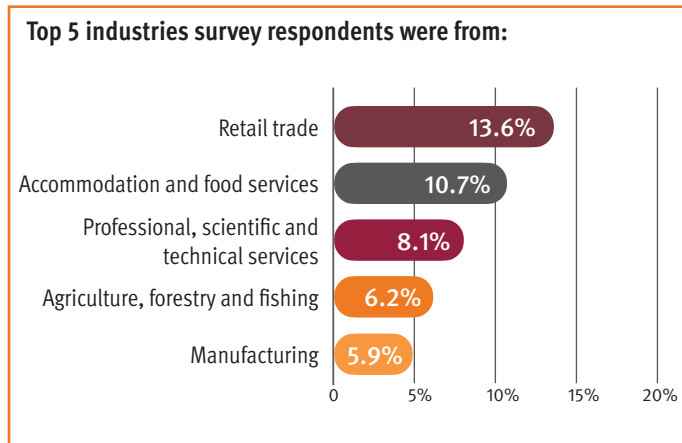
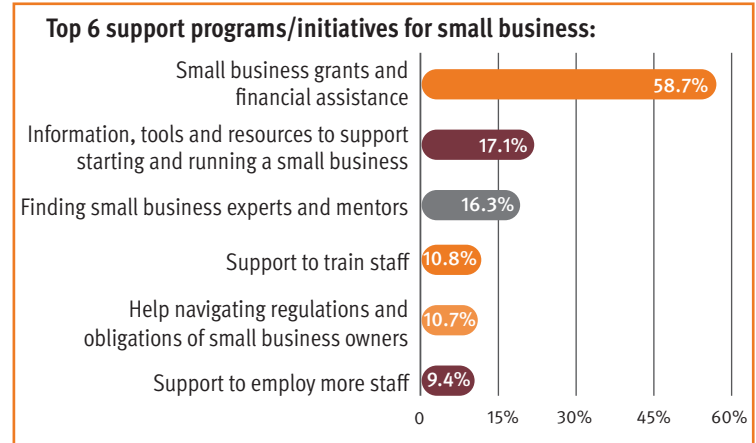
1188

responses to the small business online survey



1433 people

participated in the **24 sessions** across Queensland



Queensland – what you told us

Feedback from the Small Business Roadshow identified that small businesses still face many challenges as they recover from the COVID-19 pandemic and there are a number of key areas where support is needed.

What are your challenges?

- **Skills and capability development:** business owners and operators often need support to upskill to respond to the impacts of the changing business environment. Time and resource constraints were highlighted as the common challenges for small business in developing skills for themselves and their staff.
- **Workforce skills:** Staff recruitment and retention of skilled staff are a major issue for small business, particularly in regional areas where attracting staff to relocate and then to house is a major impediment. It also reported that staff often lack job ready soft skills and the introduction of the Australian Government’s JobKeeper program has impacted employers’ ability to recruit skilled staff.
- **Government engagement and communication:** Businesses report challenges due to multiple government websites and communication channels and platforms. They also find it difficult to locate and understand what is available and keep up with a large volume of information from government agencies. They would like to have a single point of contact to get information and advice that is applicable



to their business needs. Many businesses reported being unaware of government support for small business and advised that better promotion of these programs and services is needed.

- **Access to support:** Accessing government support programs and services is considered complex and time consuming. In particular, grant and program eligibility criteria and the application processes were highlighted as problem areas. Small business also highlighted the need for more intensified and tailored support. Further, businesses were concerned by the lack of support available outside of business hours and the need for service providers with local knowledge of small business issues.
- **Red tape and compliance:** Small business find it difficult to navigate the systems and processes of government and to understand regulatory requirements.
- **Government procurement:** Procurement processes and the time and effort required to tender remain a concern for small business. Small business highlighted the lack of transparency around awarding of tenders, substantial insurance requirements, little or no feedback given if unsuccessful, and the exclusion of small business from supply chain opportunities.
- **COVID-19 specific:** Small businesses are still recovering from challenging business conditions with particular sectors more impacted than others. There was a lack of certainty and concern around the cessation of JobKeeper at the end of March 2021, combined with feedback that access to workforce had been impacted by these same support mechanisms.
- **Regional issues:** The major constraints for the growth of small business in regional areas have been identified as the level of economic demand and activity, business acumen, costs of doing business, poor internet connectivity, housing and rental shortages and reduced access to a skilled workforce.

What help does small business need to grow and thrive?

- **Workforce issues and skills development:** Small business would benefit from greater long-term support including access to information and

specific advice to plan and invest in their own skills and workforce skills. In addition, small business are seeking access to a workforce that is 'employable' and not just skilled.

- **Better communication and interaction with government:** Key feedback related to improving the Business Queensland website, providing a central point of contact that operates outside of business hours to help small business navigate information, programs and services and better promotion of available small business support.
- **Improve government's support to small business:** Feedback provided is that small business support should be tailored, affordable, accessible, flexible and include opportunities for regular peer-to-peer networking and mentoring. Specific proposals included access to one-on-one professional advice and support, streamlined eligibility and grant application processes (including checklists), scaling up existing small business services and programs that work (e.g. Mentoring for Growth and grants), targeted industry and regional grants and mentoring, professional development rebates, access to local networking and support services, and mental health support.
- **Red tape and compliance:** Lessening of regulatory constraints and better communication of the rules across all levels of government and simplification of processes.
- **Government procurement:** Key suggestions for improving access to government procurement for small businesses included simplifying processes, transparency in procurement contracts, providing concise feedback on unsuccessful tenders, breaking up larger procurement contracts and increasing new opportunities for small business.
- **COVID-19 specific:** Build business confidence and government to have a post-JobKeeper plan.
- **Regional issues:** Better connectivity, affordable housing, incentives to stay in rural or remote locations, dedicated regional economic development officers.

Central Coast and West – what you told us

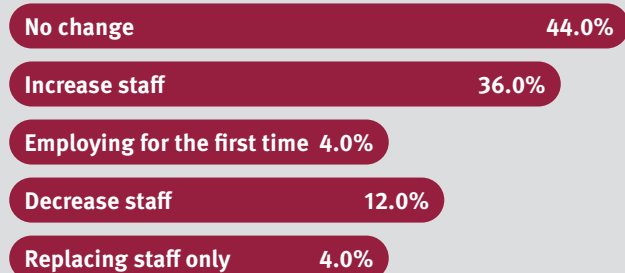
Roadshow locations: Gladstone, Rockhampton, Mackay and Longreach

	What are your challenges	What small business needs to grow and thrive
Staffing and training pathways	<ul style="list-style-type: none"> Recruitment and retention of a productive workforce, including job readiness of applicants, fewer backpackers, labour shortages, competition with larger employers and young people relocating away from the region. Attracting skilled people to the region due to factors such as difficulty securing housing and limited access to other services. Sourcing appropriate or quality local training options, meaning that residents often have to travel outside the region to undertake training or participate in online options which are at times inadequate. Time and cost to support new workers to become productive. Lack of dedicated human resources expertise and resources for small businesses. 	<ul style="list-style-type: none"> Increase the availability of training options to boost the skilled workforce within the region. Provide access to training and work experience opportunities for young people in regional and rural locations to encourage them to remain within the region. Improve work readiness programs to maximise job readiness of young people and job seekers. Help small businesses to plan for their future workforce and training needs and identify the most appropriate training options.
Accessing government support and information	<ul style="list-style-type: none"> Grant eligibility and criteria including co-contribution requirements and the time taken to complete applications. Finding clear and relevant information about government programs from a single source. Accessing support services and providers outside of standard business hours. Lack of awareness of the Queensland Government’s existing programs and services available to support small businesses. 	<ul style="list-style-type: none"> Provide access to support outside of business hours and access to one-on-one assistance in the form of local mentors/coaching services or professional advice from providers that understand the local region. Increased access to grants and other funding models, including providing support and guidance on writing grant applications and clearer and more consistent grant criteria. Simplify government communication and websites to make it easier to locate information. Support and encourage programs and initiatives to encourage people to support local small businesses in their region.

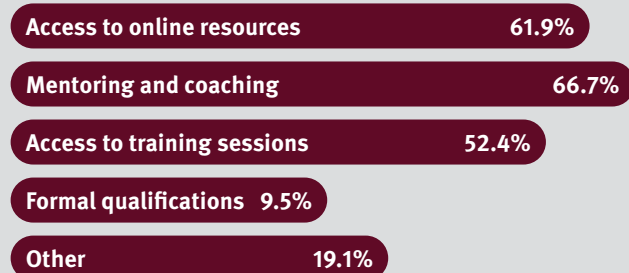
	What are your challenges	What small business needs to grow and thrive
Supply chain, procurement and innovation/adaption	<ul style="list-style-type: none"> • Supply chain issues due to COVID-19 which has made sourcing products/parts challenging and costly. • Complex tender processes for businesses seeking to supply goods and services to government. • Adopting new ways of working including digital solutions in response to changing consumer preferences. 	<ul style="list-style-type: none"> • Consideration of local small businesses in purchasing decisions to stimulate local economies. • Procurement processes made accessible to small businesses and once successful in a procurement process, invoices paid in a timely manner. • Access to training and capability development for small businesses to help them and their staff adapt to the new business environment.
Other	<ul style="list-style-type: none"> • Mental health and wellbeing of small business owners. • Accessing affordable and reliable energy and telecommunications services. • Impact of drought on agriculture and industry, limited infrastructure, and the lack of affordable housing and rental properties. • Misconceptions about rural life that impact on the willingness of people to relocate to the region. 	<ul style="list-style-type: none"> • Mental health support for small businesses. • Promote Central West Queensland with a focus on liveability and community. • Encouragement for people to invest, work and live in the region.

Gladstone

Do you expect the number of staff that you employ to change in the next 12 months?



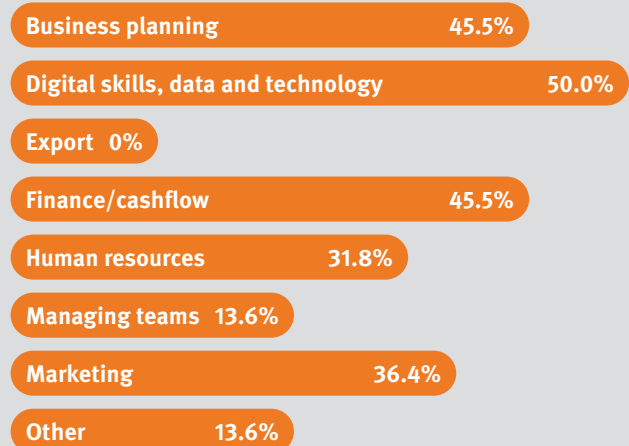
What types of assistance would be most beneficial to help you build these skills and capabilities?*



Have you previously accessed Queensland Government support program/initiatives?*



Top 3 skills you need assistance to develop to support success of your small business?*



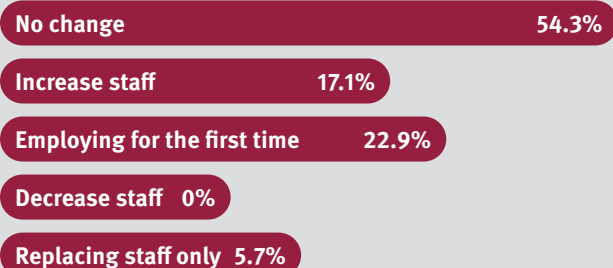
Online survey data

Gladstone online survey responses included all respondents that identified that they were based in the Local Government Areas of Gladstone and Banana. The number of survey responses received was small, these results may not be statistically reliable.

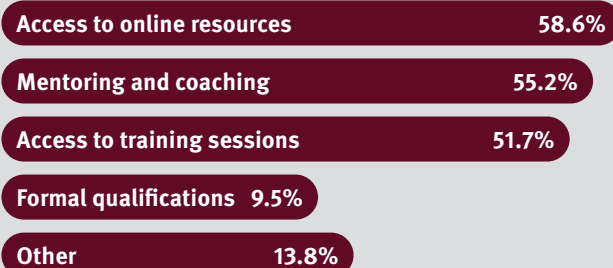
*Survey respondents could select up to 3 responses, so response percentages will not total to 100%

Rockhampton

Do you expect the number of staff that you employ to change in the next 12 months?



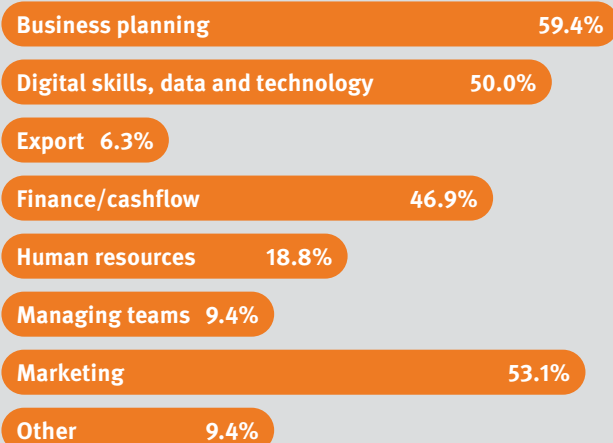
What types of assistance would be most beneficial to help you build these skills and capabilities?*



Have you previously accessed Queensland Government support program/initiatives?*



Top 3 skills you need assistance to develop to support success of your small business?*



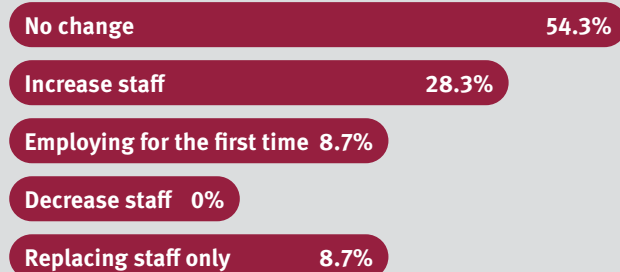
Online survey data

Rockhampton online survey responses included all respondents that identified that they were based in the Local Government Areas of Rockhampton and Livingstone. The number of survey responses received was small, these results may not be statistically reliable

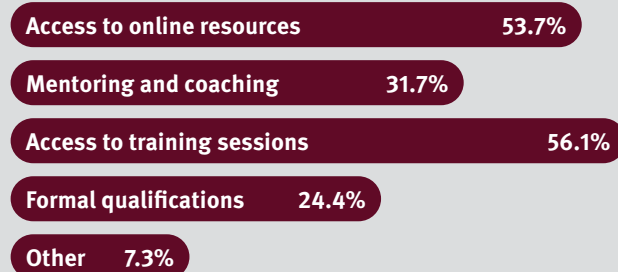
*Survey respondents could select up to 3 responses, so response percentages will not total to 100%

Mackay

Do you expect the number of staff that you employ to change in the next 12 months?



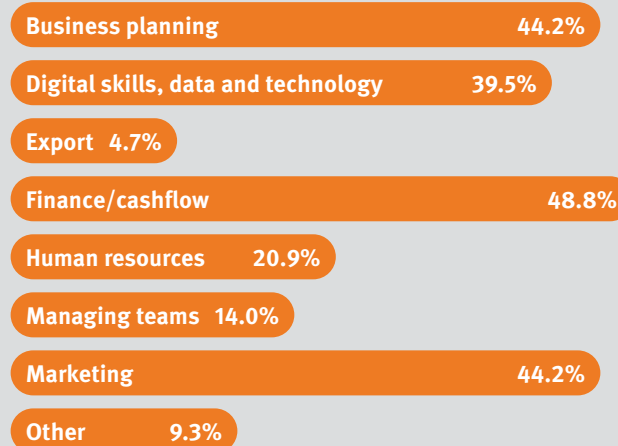
What types of assistance would be most beneficial to help you build these skills and capabilities?*



Have you previously accessed Queensland Government support program/initiatives?*



Top 3 skills you need assistance to develop to support success of your small business?*



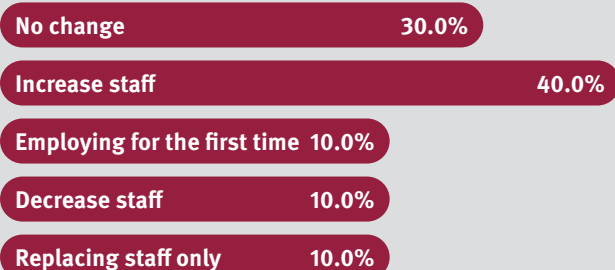
Online survey data

Mackay online survey responses included all respondents that identified that they were based in the Local Government Areas of Mackay, Isaac and Whitsunday.

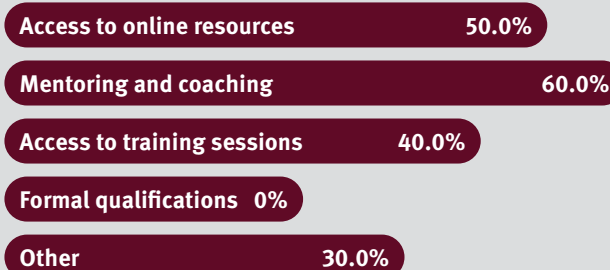
*Survey respondents could select up to 3 responses, so response percentages will not total to 100%

Longreach

Do you expect the number of staff that you employ to change in the next 12 months?



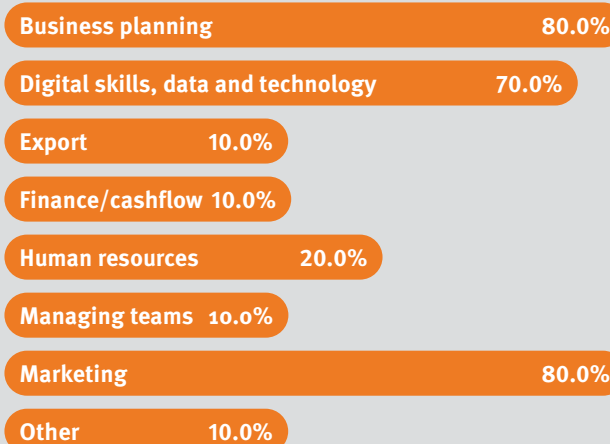
What types of assistance would be most beneficial to help you build these skills and capabilities?*



Have you previously accessed Queensland Government support program/initiatives?*



Top 3 skills you need assistance to develop to support success of your small business?*



Online survey data

Longreach online survey responses included all respondents that identified that they were based in the Local Government Areas of Longreach, Barcaldine, Barcoo and Blackall-Tambo. The number of survey responses received was small, these results may not be statistically reliable

*Survey respondents could select up to 3 responses, so response percentages will not total to 100%

Industry – what you told us

Key highlights and commentary by industry

Key industry insights emerged from the face-to-face sessions and a series of seven online sessions hosted by CCIQ (Chamber of Commerce and Industry Queensland), the Australian Industry Group, Queensland Hotels Association, Queensland Tourism Industry Council, Restaurant and Catering Association, National Retailers Association and the Queensland Small Business Commissioner.

Industry	Key challenges for industry	Industry specific suggestions/solutions
Tourism, hospitality and hotels	<ul style="list-style-type: none"> • Uncertainty for tourism due to border closures. • Impacts from tourism events being cancelled. • Cost of travel to Queensland’s regions. • Hospitality/tourism operator uncertainty with last minute bookings. • Lack of profile for small Indigenous tourism operators. • Travel industry severely impacted, not only experiencing a significant downturn but also refunding customers and staff commissions. • Loss of backpacker and international student workforce (also impacting agricultural industry). 	<ul style="list-style-type: none"> • Short courses – so people are ready for work quicker. • Accessing staff at short notice when last minute travel bookings are made. • International student bubble pilot and incentivise the return of international students to Queensland. • Promote tourism ‘off season’ as open for business.
Retail	<ul style="list-style-type: none"> • The emergence of home-based businesses and working arrangements. • Patronage in CBDs remains below pre-pandemic levels with lack of foot traffic. • Lack of turnover with no international tourists. • Issues with shipping with some customers not prepared to wait for purchases from local retailers. 	<ul style="list-style-type: none"> • More support for sole traders. • Continued rent relief and ongoing support with commercial leasing disputes. • Training courses – how to set up an online business and do it better e.g. how to set up a Shopify account.

Industry	Key challenges for industry	Industry specific suggestions/solutions
Manufacturing	<ul style="list-style-type: none"> • Delays in supply of raw material an issue for manufacturing. • Pricing and delays of freight coming into country. • Need higher skill levels for both employees and employers. • Supply issues – costs and time delays. 	<ul style="list-style-type: none"> • Pursuing local manufacturing opportunities. • Building relationships with potential local suppliers.
Agriculture	<ul style="list-style-type: none"> • Food going to waste, and the agricultural industry is planting 50% less crops as the industry is experiencing issues with accessing workers. • Wages of fruit pickers are low which in turn leads to a thin labour market (less employers offering jobs). • Loss of backpacker and international student workforce (also impacting tourism industry). 	<ul style="list-style-type: none"> • Increased (subsidised) wages for fruit/vegetable pickers. • Reduced payroll tax/tax free threshold for international workers.

Next steps

The Department of Employment, Small Business and Training is continuing to consider feedback from the small business community to develop a new small business strategy as well as ensure current and future support programs and initiatives address the ongoing challenges that small businesses are facing across Queensland.

Initially this feedback will help ensure the Queensland Government's \$140 million investment committed for the **Big Plans for Small Business Strategy** delivers actions which assist small business to recover and create jobs.

Initiatives under this strategy include:

- **\$100 million Business Investment Fund** which will invest in small to medium enterprises supporting them to grow and expand into new markets
- **Go Global Export Program** providing small and medium sized businesses with financial support to enter a new international market
- **\$25 million in small business grants**
- development of a **Business Ready website** to provide online, easy-to-use information on starting a business, employing staff and growing a small business
- holding **Queensland Small Business Month** in May 2021 to celebrate the success of small business, share knowledge and build skills
- continuing the **Mentoring for Growth** program
- making the **Queensland Small Business Commissioner** role permanent

- rolling out a **targeted engagement strategy** to make sure small businesses know what support is available
- looking at the role of the **Queensland Small Business Advisory Council** and how it provides advice to government
- rolling out the **Business Health Check** online tool to help businesses understand their weaknesses and provide helpful advice on next steps to make improvements.

For more information on current programs and support for small business visit www.business.qld.gov.au or call 1300 654 687.