


The Flinders Ranges Council



ANNUAL REPORT 2008 / 2009

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Adopted :	13 th October 2009

	<p style="text-align: center;">GOVERNANCE</p> <p style="text-align: center;">ANNUAL REPORT</p>	<p>Version Number Issued : Next Review GDS</p>	<p>1 October 2009 N/A 9.73</p>
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VISION


A thriving community with a healthy lifestyle and living environment and a secure and sustainable future.

MISSION STATEMENT

To enhance the well being of the community by maintaining and improving the quality of life with The Flinders Ranges Council area.

The Council will –

- ✓ Lead and represent the community
- ✓ Manage community resources efficiently and effectively
- ✓ Value the participation and contribution of individuals and groups in the community
- ✓ Support and encourage individual enterprise
- ✓ Provide infrastructure, services and facilities to meet the reasonable needs and aspirations of the community and contribute to a safe, healthy environment for residents and visitors
- ✓ Conserve and enhance the natural and built environment.


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Appendix –

The Flinders Ranges Council Financial Report 2008 / 2009
Central Local Government Region of South Australia Annual Report

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COUNCIL PROFILE

Area	4,198 square kilometres
Population	1,818 (ABS estimated)
Sealed Roads	18 kilometres
Unsealed Roads	1,244 kilometres
Number of Rateable Properties	1,581
Rate Revenue	\$1,186,633
Total Expenditure	\$3,498,747

Local Industries –

Pastoral, mixed farming, tourism, general light industry, film.

Major Tourist Attractions –

The beautiful Flinders Ranges
Pichi Richi Railway
Hawker Panorama
Pichi Richi Camel Farm.
Warren's Gorge


Council –

The Council consists of a Mayor and eight Councillors with each Member representing the whole community. Council elections are controlled by the State Electoral Office and conducted by postal ballot. The next periodic election is scheduled to be held in November 2010.

Council meets on the second Tuesday of the month and meetings, open to the public, commence at 6.45 p.m.

Meetings are held at Quorn in January, February, April, May, July, August, October and November.

Meetings are held at Hawker in March, June, September and December.

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Elected Members –


Mayor	Max McHugh
Deputy Mayor	John Shute
Councillors	Ronald Daniel Gary Lucas Modris Ozolins Wayne Schuttloffel Peter Slattery Garry Thompson Kathleen Walsh

Elector Representation –

Number of Electors 1,586

Council	Electors	Total Members Including Mayor	Representation
District Council of Cleve	1,617	8	202
District Council of Elliston	1,268	8	158
The Flinders Ranges Council	1,586	9	176
District Council of Franklin Harbour	1,221	6	203
District Council of Kimba	863	7	123
District Council of Orroroo Carrieton	900	9	100
District Council of Robe	2,068	7	295
Wudinna District Council	1,189	7	169

Council will conduct a review of its representation quota in 2012 / 2013.

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Elected Members' Allowances –

Allowances are determined in accordance with the Local Government (Members Allowances and Benefits) Variation Regulations 2006.

Allowances paid are –

➤ Mayor	\$ 8,000.00
➤ Deputy Mayor	\$ 2,500.00
➤ Elected Member	\$ 2,000.00.

In accordance with the Local Government (Members Allowances and Benefits) Regulations 1999 members are reimbursed for prescribed out-of-pocket expenses incurred while representing Council on official duties.

Allowances are reviewed annually as prescribed.

Senior Executive –

Two (2) Senior Executives are employed on a negotiated contract basis. The contracts do not provide bonuses, but pay for the rental of a private home telephone, reimbursement of work related call costs made from that telephone, and the use of a Council provided motor vehicle for business and private use.

Use of Confidentially Provisions


Section 90 of the Local Government Act 1999 provides Council with the authority to consider certain matters on a confidential basis. Otherwise Council meetings are open to the public.

During 2008 – 2009 Council used the confidentiality provisions on five (5) occasions to deal with Native Title and personnel matters and all but Native Title matters have subsequently been released.

Regional Subsidiaries

Council is a member of the Central Local Government Region of South Australia Incorporated, a Regional Subsidiary created under the provisions of Section 43 of the Local Government Act 1999.

The annual financial report of the Regional Subsidiary is incorporated in the Annual Report as required by Clause 28 of Schedule 2 to the Local Government Act 1999. The full report is available at the Council office or at the Region's office, Crystal Brook.

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MAYOR'S REPORT

As I write this report I am again reminded of the wonderful and varied work done by the volunteers of our communities. In whatever field of endeavour it may be every volunteer is doing his best to make our towns and district a better place to live, to rear our families and generally, enjoy life. Keep up the good work.

During this year a public meeting held at the Quorn Town Oval, saw a committee elected to look at the viability of relocating the tennis and netball courts to that facility. We wish the committee well in their project and we are confident that the community will support the project.

In April this year, Lee Connors, our then Chief Executive Officer, completed his five year contract and returned to Tasmania and Colin Davies, our then Finance Manager, was appointed to the office of Chief Executive Officer of The Flinders Ranges Council.


Colin is settling in very well to this position and as a community minded person has already made progress in informing residents of the activities of Council via a monthly newsletter. Monthly visits are also made to Hawker by Colin and myself to meet with residents and look at any problems that may arise. I am sure these visits are appreciated by Hawker residents.

I cannot write a report without mentioning the Works Manager and his staff who have once again completed a very busy year including many extra tasks which just pop up and need attention. Everything seems to be attended to without any problems or complaints. Thank you all for the work completed and the manner in which it is achieved.

To the Chief Executive Officer and the office staff I extend my thanks and appreciation for the loyal and diligent service rendered on all occasions and their willingness at all times to assist any member of our community or visitors with any problem or query they may have. As the leader of the Council team I am very much aware of the quality of service rendered. Thank you.

The Mayoress and I hope that every member of our communities is enjoying the prospect of a better season, and that we may continue to appreciate life in this The Flinders Ranges Council district.

Max McHugh.

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OFFICERS' REPORTS

Chief Executive Officer

The 2008 / 2009 Annual Report period has been a busy year and a year of change for The Flinders Ranges Council.


Council underwent a supplementary election in November 2008 as a result of a second vacancy when Councillor Barry Lovegrove resigned. As a result of the supplementary election, Councillor Kathleen "Katie" Walsh and Councillor Ronald "Mopsy" Daniel were elected.

Former Chief Executive Officer, Lee Connors, returned to Tasmania at the end of his 5 year contract in April 2009. I wish to acknowledge the valuable contribution Lee made to the Council during his 5 year tenure and for leaving the Council well placed to go forward into the future. Other staff changes are detailed later in this report.

Since starting as Chief Executive Officer in April 2009, Council has reviewed and updated the Strategic Management Plan, including the introduction for the first time as part of the strategic suite of plans, the Long Term Financial Plan 2009 / 2029 and the Infrastructure and Asset Management Plans 2008 (7 by asset category). Council Delegations have been reviewed and updated and Council Policies are currently under review.

Council has made a commitment to better communication and as part of this process the Newsletter has been given a facelift and is now issued monthly directly after the Council Meeting. Council has included in the 2009 / 2010 Budget an allocation for upgrading Council's website which will provide much more information about Council and the district in general. Mayor McHugh and the Chief Executive Officer visit Hawker regularly each month as part of the improved communication regime.

Council achievements have been many during the year including the resealing of the Hawker airstrip, improvements at Warren Gorge, establishment of the Volunteer Resource Centre in Quorn, final repairs as a result of the January 2007 floods, Council's ongoing road construction and maintenance program (including *Roads to Recovery* upgrade works), walking trail improvements at Quorn and Hawker and ongoing maintenance of reserves, buildings and swimming pools.

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Council continues to pursue alternative service delivery models including shared services. Council has also been actively seeking additional grant funding opportunities for infrastructure and service delivery improvements. Council as a result of the Long Term Financial Plan has agreed to consider an increase in rates to a sustainable level over the next few years.

Council has supported many community groups throughout the year with both cash and in-kind contributions. Council recognises the importance of the various volunteer organisations in the area. Some of the community groups to receive assistance were Powell Gardens, Quorn Flora Reserve, Bush Festival, Brush with Art, Pichi Richi Railway, Quorn and Hawker School Community Libraries, Hawker Gym, Hawker Walking Trail, Hawker Sports and Community Centre, Quorn Show and Hawker Art Exhibition.

Council has planned an even busier year for 2009 / 2010 year, with major infrastructure upgrades. However, there will be an additional financial challenge forced on Council due to the numerous legislative amendments to be passed by the State Government in 2009 / 2010 (cost shifting).

In conclusion, I wish to thank the Mayor for his guidance and the Councillors for their active deliberations on the many difficult issues brought before Council. I also wish to acknowledge all Council staff for their help and support as a new Chief Executive Officer and also their untiring dedication to serving the community.

Colin Davies.

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Works Manager

Once again a remarkable workload has been achieved with the outside workforce of a Supervisor, Team Leader, five employees in the Construction Group and three employees in the Town Group.

Council maintains 1,261 kilometres of roadway, with 18 kilometres sealed, and an area of 4,198 square kilometres to cover, including two airports, two operational cemeteries, two swimming pools, two Community Wastewater Management Schemes and two refuse depots.

This year Council allocated \$436,100 to specific road projects which included -

- | | |
|-----------------------|---|
| ➤ Deakin Road | Sheeting 400 metres |
| ➤ Foster Street | Sheeting Richman Valley Road to Anstey Road |
| ➤ McConville Road | Sheeting 1.7kms |
| ➤ Noll Road | Sheeting Durnford Road to Freebairn Road |
| ➤ Richman Valley Road | Sheeting 2.2kms |
| ➤ Yarra Vale Road | Sheeting 2.5km |
| ➤ Third Street | Reconstruct drainage and seal |
| ➤ Short Street | Drainage |
| ➤ Durnford Road | Drainage works |
| ➤ Zulu Street | Footpath construction |

Town Resealing Program included -

- | | |
|-------------------|---------------------------------|
| ➤ Arden Vale Road | Silo Road to North Terrace |
| ➤ First Street | Tenth Street to Railway Terrace |
| ➤ Park Terrace | Arden Vale Road to Oval Road |


Roads to Recovery - \$452,600 allocated for -

- | | |
|------------------|--|
| ➤ Second Street | Reconstruct seal and kerb Sixth Street to West Terrace |
| ➤ McHugh Street | Construct seal and Kerb Park Terrace to North Terrace |
| ➤ Herbert Street | Construct seal and Kerb McHugh Street to Arden Vale Road |

Flood damage from the January 2007 flood event was completed including \$250,000 of concrete retention walls in creek crossings.

Major Plant Purchases include -

- | | |
|-----------------------|----------------------------|
| ➤ Construction Grader | Traded two graders for one |
| ➤ Dual cab ute | |

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Minor Plant Purchases include -

- Loader forks
- Tractor Slasher
- Portable pressure cleaner

In March 2009 a rain event occurred on the East side of the Council district when 100mm fell in approximately one hour causing approximately \$270,000 damage to Council's road infrastructure. A successful application was submitted to the Local Government Disaster Fund to help with the repairs.

Thanks goes to the whole of Council, working together to achieve the goals required within budget.

David Smith.

Development Officer


Development applications totalled fifty – nine during the reporting period.

Mandatory and random inspections have been undertaken as and when time became available, and in the beginning of my visits, some unfavourable building activities occurred. However this has reduced significantly and a standard has been set and recognised.

An ongoing challenge for Council is to have all Building approvals for new dwellings issued by Council instead of Private Certifiers.

I look forward to my weekly visits to The Flinders Ranges Council and enjoy working with friendly and helpful staff and the pleasurable atmosphere of the Council office.

Ron Ashenden.

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Environmental Health Officer

Businesses which have been inspected since February 2009 have included -

- Food outlets
- Hotels and Motels
- Hairdressers
- Hospitals (including food auditing as of October 2008)
- School canteens
- Caravan Parks
- Sporting facilities
- Backpackers and Hostels
- Council facilities


No orders have been issued in this period with most premises continuing to upgrade and maintain good overall standards.

More recently I have been working with hairdressers, beauticians and skin penetration / waxing operations. This is to ensure they are meeting the requirements as set out in the public health guidelines. It is recommended in the guidelines that these businesses operate within HACCAP (Hazard Analysis and Critical Control Points). I will continue to advice and work with businesses within the four areas to establish these outcomes.

The Draft South Australian Public Health Bill 2009 is currently under review. I will be attending a regional EHO meeting for further discussion on these matters.

As you may be aware, SA Health has released *A South Australian Safe Drinking Water Bill Discussion Paper* for public consultation. As part of the consultation process with SA Health I recently attended a session on the proposed Safe Drinking Water Bill. Participants were given the opportunity to provide input into the development of the new regulatory framework for drinking water including the proposed content, application and administration of the Bill.

Mark Smith.

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Grants Officer

Council has been able to include the role of Grants Officer into an existing employees job description since November 2008 which has enabled Council to apply for suitable grant funding when available.

Successful applications during the reporting period were –

- a grant of \$80,000 from the Remote Aerodrome Safety Program towards the reseal of the Hawker Airstrip;
- a grant of \$15,000 from the South Australian Office for Volunteers to create a Volunteer Resources Centre at the Quorn Visitor Information Centre;
- a grant \$8,000 from Grants Commission for Infrastructure Asset Management Plan;
- a grant of \$500 for Youth Week;
- a grant of \$8,415 for TravelSmart Program;
- a grant of \$15,000 from Places for People for Quorn Urban Design Plan.

Melissa Naismith.

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PUBLIC PARTICIPATION AND ACCESS TO COUNCIL DOCUMENTS

Public Participation -

Council Meetings are open to the public and residents are invited to attend meetings to obtain a better understanding of the workings of Council.

Deputations and presentations to Council can occur subject to a written request being made to Council and addressed to the Mayor.

Petitions can also be presented to Council on any issue that is within Council jurisdiction.

Access to Council Documents -

The following documents are available for public inspection at the Council office.

- Agenda and Minutes
- Strategic Plan
- Policy Manual
- Budget Statement
- Annual Report
- Annual Financial Statement
- Development Plan
- Development Application Register
- Assessment Book
- Register of Members Allowances and Benefits
- Register of Employees Salaries, Wages and Benefits.


Copies of the above are available for a small charge.

Other Information Requests –

Requests for other information will be considered in accordance with the Freedom of Information provisions of the Local Government Act.

An application and search fee will be required to be lodged with any application for information under Freedom of Information legislation.

Any request for information should be addressed to the Chief Executive Officer, The Flinders Ranges Council, P.O. Box 43, Quorn S.A. 5433. Any application made on the correct form will be dealt within the statutory period required under the Freedom of Information Act.

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Council Certificates –

For the 2008 / 2009 financial year there were no certificates pursuant to Section 91(7) of the Local Government Act, 1999 issued by Council that restricted access to any document. Council believes that in only very special circumstances where there is a legal requirement, should access to documents be restricted.

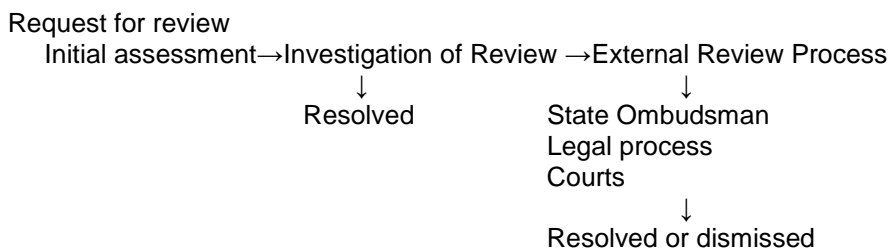
Public Consultation –

The Flinders Ranges Council has adopted a Public Consultation Policy in accordance with Section 50 of the Local Government Act, 1999. The steps to be taken in implementing the Consultation and Decision Making processes are outlined below –

- Research and develop strategies
- Undertake consultation process
- Feedback about topic via submissions
- Council decision making
- Communicate decisions to stakeholders


Internal Review of Council Decisions –

Council is committed to open, accountable and responsive decision making, facilitated by effective communication and consultation between Council and the community. The following demonstrates the review processes available to the applicant for a review of Council decisions –



Amendment of Council Records –

A member of the public may gain access to Council documents to make amendments concerning their personal affairs by making a request under the Local Government Act. A member of the public may then request a correction to any information about themselves that is incomplete, incorrect, misleading or out-of-date. To gain access to these Council records, a member of the public must complete a Freedom of Information request application as indicated above outlining the records that they wish to inspect.

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Application of National Competition Policy to Local Government -

Pursuant to the Government Business Enterprises (Competition) Act 1996 Council has no report to make as no activities were conducted in Category 1 or 2 activities during the 2008 / 2009 financial year.

Council does not operate any business activity subject to the application of Policy principles, and one By-law was enacted in the year in review, namely By-law Number 4 – Waste Management.

Public Access to Council Documents -

During 2008 / 2009 Council applied the provisions of Section 90(2) of the Local Government Act 1999 on five occasions.

The Confidentiality provision was applied for the purpose of discussing personnel (five items) and Native Title (two items) matters on the five occasions. As at 30 June 2009 all matters have been reviewed with five matters released and two withheld until the next review.

Council did not use the provisions of Section 91(7) of the Local Government Act 1999 during the year.

Competitive Tender and Local Purchasing –

Council 's Policy Number MF001 – Competitive Tendering, Contracting, Purchase, Sale and Disposal of Land and Other Assets has been applied in the purchase of capital goods and works. Wherever possible the use of local suppliers for the purchase of materials is given due attention as the consideration of post sales support and service is an important consideration in the acquisition of assets.


Training and Development Opportunities for Elected Members –

Training appropriate to the legislative and governance roles and functions of Elected Members is provided by the Local Government Association of South Australia and associated training providers and is available for Members able and willing to participate.

Strategic Management Plan –

Council has aligned its Strategic Management Plan with the South Australian Strategic Plan 2007, and during 2008 / 2009 has achieved fifteen key areas of performance against the twenty one key areas outlined in the Council Strategic Management Plan.

The Strategic Management Plan was reviewed (including Public Consultation) in 2008 / 2009.

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Annual Business Plan –

Council has successfully minimised the financial impact of external factors beyond its control on its Annual Business Plan during 2008 / 2009 and has continued to maintain and enhance delivery of all services imposed by the Local Government Act 1999, the Development Act 1993 and other applicable legislation enacted by Federal and State Governments.

Community Land Management Plan –

Council has adopted a Community Land Management Plan in accordance with Section 196 of the Local Government Act 1999. The Management Plan guides Council in the utilisation of community land and buildings.

Auditor's Remuneration –


Cobiac and Chapman were paid the sum of four thousand, six hundred and twenty dollars (\$4,620.00) for the 2008 / 2009 annual audit of Council's financial statement. No other remuneration was paid to the auditors, and no other service provided.

Internal Review of Council Actions –

No applications were made pursuant to Section 270(8) of the Local Government Act 1999 for a review of Council actions.

Decision Making Structure -

All decisions are the property of the Council. The Committees appointed by Council have advisory functions only, and Council officers are empowered to act in accordance with delegations made by Council pursuant to the provisions of the Local Government Act 1999 and associated legislation.

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STAFF

Administration –

Chief Executive Officer	:	Lee Connors / Colin Davies
Finance Manager	:	Colin Davies
Executive Assistant	:	Julie Campbell
Rates and Administration Officer	:	Chris Bowden
Grants Officer	:	Melanie Vears / Melissa Naismith
Administration Officers (Job Share)	:	Michelle Baker and Julie Wilson

Operations –

Works Manager	:	David Smith
Works Supervisor	:	Lee Braddy
Works Clerk / General Inspector	:	Lynne Ward / Lynette Fatchen
Works Project Officer	:	Bob Wakefield
Team Leader	:	Robin Ward
Plant Operators/General Hands	:	Peter Hancock / Ryan Whitehead
	:	Nigel Owens / Corrie Beens
	:	Victor Clark
	:	Mark Finlay
	:	John Deer
	:	David Jackson
	:	Ian Press
	:	Peter Slee

Contract Staff –

Development Officer	:	Ron Ashenden
Environmental Health Officer	:	Mark Smith
Planning Consultant	:	Robert Hart / Access Planning
Legal Advisors	:	Norman Waterhouse Lawyers

Seasonal Staff –


Pool Supervisors	:	Diana Schories / Denni Rose / Charlene Tree
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Senior Officers -

The Chief Executive Officer is paid to compensate for time worked outside normal office hours and twenty – five percent extra for dual finance role. In addition, Council has also resolved to meet the cost of rental for the telephone and cost of memberships.

The Works Manager has fifty percent of his telephone rental and the cost of any work related calls reimbursed.

A vehicle for full private use is provided to both officers.

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OTHER

Registers –

- Members Register of Interest
- Staff Register of Interest
- Members Allowances and Benefits
- Staff Allowances and Benefits
- Campaign Donations (elected members)
- Asset Register
- Signs
- Grids
- Development Approvals
- Loans
- Licences / Leases / Permits
- Various OHS&W
- Contractors
- Insurance.

Governance and Community Development -

Council has continued its membership of the Central Local Government Region and participated in the regional activities of that organisation. Mayor McHugh is Vice President of the Region and a member of the Executive Committee.

During the year Council was a member of the Northern Regional Development Board.

Council was also a member of the Flinders Shared Services Group, with other membership by the District Councils of Mount Remarkable, Orroroo Carrieton and Peterborough.

Distribution of Information –


Council continues to communicate with its residents by regular distribution of reports and newsletters and placement of information notices in local newspapers. Council's website is beginning to further enhance the distribution of information.

2009 Australia Day Awards –

No 2009 Australia Day Awards were made by Council.

Certificates of Recognition were awarded to –

- Hawker Racing Club
- Quorn Jockey Club
- Mr Lou Walker.

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COUNCIL COMMITTEES AND DELEGATES


Council Committees –

Audit Committee
 Development Assessment Committee
 Enterprise Bargaining Committee
 Hawker War Memorial Swimming Pool Management Committee
 Policy Review Committee
 Proposed Local Heritage Listing Committee
 Proposed Relocation of Visitor Information Centre to Railway Station
 Quorn and Districts War Memorial Swimming Pool Management Committee.

Council Delegates –

Council Members, staff and residents represent Council on the following committees:

Central Local Government Region of South Australia
 District Council of Mount Remarkable Building, Health and Inspectorial Services
 Advisory Committee
 Flinders Ranges and Outback SA Tourist Association
 Flinders Ranges and Outback SA Integrated Strategic Tourism Plan Committee
 Flinders Ranges Council Bushfire Prevention Committee
 Flinders Ranges Tourist Association Incorporated
 Grasshopper Community Reference Group
 Hawker Airport Emergency Committee
 Hawker Area School Governing Council
 Hawker Community Development Board
 Hawker Country Fire Service
 Hawker School / Community Library Board
 Hawker Community Sporting Centre
 Hawker Health Advisory Council
 Local Government Association of South Australia
 Local Government Finance Association of South Australia
 Local Government System Incorporated (Voting Delegate)
 Natural Disaster and Flood Mitigation Working Group
 Northern Passenger Transport Network
 Northern Regional Development Board
 Quorn Agricultural Show Society
 Quorn Country Fire Service
 Quorn Health Advisory Council
 Quorn Hospital Primary Health Care Committee
 Quorn State Emergency Services
 Quorn School / Community Library Board
 Quorn Youth Centre
 Quorn Local History Group
 Town Entrance Committee
 Wirreanda Cottages.

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Policies and Codes of Conduct -


The Local Government Act requires Councils to have in place certain policies and codes of conduct. Listed below are the various policies or codes of conduct either required by the Local Government Act or agreed to by Council -

Governance

G001	Camping
G002	Code of Conduct – Elected Members and Staff
G003	Consultation
G004	Bargaining Fees – non union employees
G005	Elected Members Allowance and Support
G006	Election Signs in Public Places
G007	Filming
G008	Flying the Flag
G009	Internal Review of Council Decisions Procedure
G010	Tourism
G011	Statutory Code of Practice, Access to Council Meetings, Council Committees and Council Documents
G012	Making of Orders
G013	Closure of Surveyed Roads
G014	Election – resignation of Members
G015	Risk Management
G016	Risk Management Register
G017	Members Training and Development
G018	Safe Environment
G019	Section 41 Committees – Terms of Reference
G020	Council Audit Committee – Terms of Reference

Infrastructure – Roads

I001	Cross Over
I002	Fences, Construction of – rural land
I003	Footpath Trees – widening of footpaths, planting of footpath trees, street tree removal, planting under powerlines
I004	Grids
I005	Roadside Native Vegetation Management Plan
I006	Rural Roadside Planting of Trees, Guidelines
I007	Rubble Pits – weed control, compensation, search for

	<p style="text-align: center;">GOVERNANCE</p> <p style="text-align: center;">ANNUAL REPORT</p>	<p>Version Number Issued : Next Review GDS</p>	<p>1 October 2009 N/A 9.73</p>
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Management

Assets - Plant and Equipment

MA001 Country Fire Service – utilisation of Council plant

Finance

MF001 Competitive Tendering, Contracting, Purchase, Sale and Disposal of Land and Other Assets

MF002 Asset Accounting and Depreciation

Human Resources - Personnel

MH001 Country Fire Service – Council Employees

MH002 Employee Grievances

MH003 Equal Employment Opportunities

MH004 Recruitment

MH005 Sexual Harassment

Property


MP001 Hawker Dam – pumping, pumping to private property, standpipe.

Any of the policies or codes of conduct can be viewed at the Quorn Council Office, Monday to Friday between the hours of 9.00 a.m. and 5.00 p.m. or at the website www.frc.sa.gov.au

Delegations –

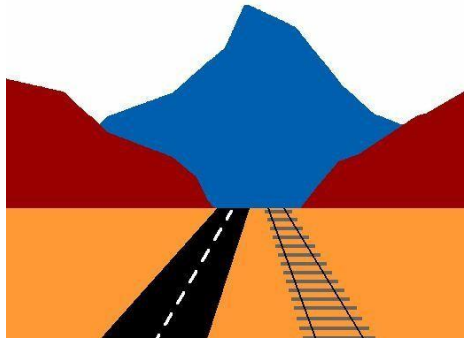
The Chief Executive Officer and other officers have the delegated authority from Council to make decisions on a number of specified administrative and policy matters. The delegations are included in the Policy Manual and reviewed annually by Council.

Council can not delegate to staff various functions as outlined in Section 44(3)(a) and (k) of the Local Government Act, 1999.

	<p style="text-align: center;">GOVERNANCE</p> <p style="text-align: center;">ANNUAL REPORT</p>	<p>Version Number Issued : Next Review GDS</p>	<p>1 October 2009 N/A 9.73</p>
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Delegations are –

<i>Local Government Act 1999</i>	:	Colin Davies
<i>Development Act 1993</i>	:	Colin Davies
	:	Ron Ashenden
<i>Dog and Cat Management Act 1995</i>	:	Colin Davies
	:	David Smith
	:	Lynnette Fatchen
<i>Environment Protection Act 1993</i>	:	Colin Davies
	:	David Smith
<i>Fire and Emergency Services Act 2005</i>	:	Colin Davies
	:	Mark Finlay
<i>Public and Environmental Health Act 1987</i>	:	Colin Davies
	:	Ron Ashenden
<i>Impounding Act 1920</i>	:	Colin Davies
	:	David Smith
<i>Food Act 1985</i>	:	Colin Davies
	:	Ron Ashenden
<i>Expiation of Offences Act 1996</i>	:	Colin Davies
<i>Land and Business (Sale and Conveyancing) Act 1994</i>	:	Colin Davies



THE FLINDERS RANGES COUNCIL

FINANCIAL REPORT

2008/09

Adopted 13 October 2009



The Flinders Ranges Council

General Purpose Financial Reports for the year ended 30 June 2009

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The Flinders Ranges Council

INCOME STATEMENT for the year ended 30 June 2009

	Notes	2009 \$	2008 \$
INCOME			
Rates	2	1,186,633	1,110,071
Statutory charges	2	34,411	31,385
User charges	2	41,276	57,314
Grants, subsidies and contributions	2	1,664,761	2,351,892
Investment income	2	168,849	211,585
Reimbursements	2	205,696	281,410
Other income	2	183,022	81,039
Net gain - joint ventures & associates	19	-	-
Total Income		3,484,648	4,124,696
EXPENSES			
Employee costs	3	985,155	800,537
Materials, contracts & other expenses	3	1,863,432	2,394,202
Finance costs	3	98,889	101,489
Depreciation, amortisation & impairment	3	551,271	525,877
Net loss - joint ventures & associates	19	-	-
Total Expenses		3,498,747	3,822,105
OPERATING SURPLUS / (DEFICIT)		(14,099)	302,591
Net gain (loss) on disposal or revaluation of assets	4	(39,201)	626
Amounts received specifically for new or upgraded assets	2	447,573	204,695
Physical resources received free of charge	2	-	-
Non-operating items - joint ventures and associates	19	-	-
NET SURPLUS / (DEFICIT)		394,273	507,912

This Statement is to be read in conjunction with the attached Notes.



The Flinders Ranges Council

BALANCE SHEET as at 30 June 2009

		2009	2008
		\$	\$
ASSETS	Notes		
Current Assets			
Cash and cash equivalents	5	3,241,800	3,050,235
Trade & other receivables	5	116,818	96,026
Other financial assets	5	-	-
Inventories	5	198,428	177,430
		<u>3,557,046</u>	<u>3,323,691</u>
Non-current Assets held for Sale			
Total Current Assets		<u>3,557,046</u>	<u>3,323,691</u>
Non-current Assets			
Financial Assets	6	32,812	3,157
Equity accounted investments in Council businesses	6	-	-
Investment Property	7	-	-
Infrastructure, Property, Plant & Equipment	7	34,628,879	19,364,441
Other Non-current Assets	6	-	-
Total Non-current Assets		<u>34,661,691</u>	<u>19,367,598</u>
Total Assets		<u>38,218,737</u>	<u>22,691,289</u>
LIABILITIES			
Current Liabilities			
Trade & Other Payables	8	697,280	1,142,609
Borrowings	8	79,888	82,200
Provisions	8	178,070	151,572
Other Current Liabilities	8	-	-
		<u>955,238</u>	<u>1,376,381</u>
Liabilities relating to Non-current Assets held for Sale			
Total Current Liabilities		<u>955,238</u>	<u>1,376,381</u>
Non-current Liabilities			
Trade & Other Payables	8	-	-
Borrowings	8	1,303,714	1,383,602
Provisions	8	15,362	35,037
Liability - Equity accounted Council businesses	6	-	-
Other Non-current Liabilities	8	-	-
Total Non-current Liabilities		<u>1,319,076</u>	<u>1,418,639</u>
Total Liabilities		<u>2,274,314</u>	<u>2,795,020</u>
NET ASSETS		<u>35,944,423</u>	<u>19,896,269</u>
EQUITY			
Accumulated Surplus		9,930,911	10,005,246
Asset Revaluation Reserve	9	23,885,035	8,705,834
Other Reserves	9	2,128,477	1,185,189
TOTAL EQUITY		<u>35,944,423</u>	<u>19,896,269</u>

This Statement is to be read in conjunction with the attached Notes.



The Flinders Ranges Council

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2009

	2009 \$	2008 \$
Notes		
ACCUMULATED SURPLUS		
Balance at end of previous reporting period	10,005,246	9,609,918
Adjustment due to compliance with revised Accounting Standards	47,031	6,960
Adjustment to give effect to changed accounting policies		
Net Surplus / (Deficit) for Year	394,273	507,912
Transfers to Other Reserves	(639,929)	(424,481)
Transfers from Other Reserves	124,290	304,937
Balance at end of period	9,930,911	10,005,246
ASSET REVALUATION RESERVE		
9		
Balance at end of previous reporting period	8,705,834	8,703,856
Gain on revaluation of infrastructure, property, plant & equipment	15,179,201	1,978
Transfer to Accumulated Surplus on sale of infrastructure, property, plant & equipment	-	-
Adjustment due to compliance with revised Accounting Standards		
Balance at end of period	23,885,035	8,705,834
OTHER RESERVES		
9		
Balance at end of previous reporting period	1,185,189	1,065,645
Transfers from Accumulated Surplus	1,067,578	424,481
Transfers to Accumulated Surplus	(124,290)	(304,937)
Balance at end of period	2,128,477	1,185,189
TOTAL EQUITY AT END OF REPORTING PERIOD	35,944,423	19,896,269
<i>Total of all revenues recognised directly in Equity</i>	<i>15,653,881</i>	<i>1,978</i>
<i>Total of all expenses recognised directly in Equity</i>	<i>-</i>	<i>-</i>
RECOGNISED DIRECTLY IN EQUITY	15,653,881	1,978

This Statement is to be read in conjunction with the attached Notes



The Flinders Ranges Council

CASH FLOW STATEMENT for the year ended 30 June 2009

	Notes	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Operating receipts		3,859,669	4,493,603
Investment receipts		154,089	238,065
<u>Payments</u>			
Operating payments to suppliers & employees		(3,093,250)	(3,054,874)
Finance payments		(388,952)	(130,571)
Net Cash provided by (or used in) Operating Activities		531,556	1,546,223
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Amounts specifically for new or upgraded assets		447,573	204,695
Sale of replaced assets		226,364	28,500
Sale of surplus assets		-	-
Sale of investment property		-	-
Net disposal of investment securities		-	-
Sale of real estate developments		-	-
Repayments of loans by community groups		-	15,622
Distributions received from associated entities		-	-
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(902,073)	(660,250)
Expenditure on new/upgraded assets		-	-
Purchase of investment property		-	-
Net purchase of investment securities		-	-
Development of real estate for sale		-	-
Loans made to community groups		(29,655)	-
Capital contributed to associated entities		-	-
Net Cash provided by (or used in) Investing Activities		(257,791)	(411,433)
CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Receipts</u>			
Proceeds from Borrowings		-	-
Proceeds from Aged Care Facility deposits		-	-
<u>Payments</u>			
Repayments of Borrowings		(82,200)	(89,569)
Repayment of Finance Lease Liabilities		-	-
Repayment of Aged Care Facility deposits		-	-
Net Cash provided by (or used in) Financing Activities		(82,200)	(89,569)
Net Increase (Decrease) in cash held		191,565	1,045,221
Cash & cash equivalents at beginning of period	11	3,050,235	2,005,014
Cash & cash equivalents at end of period	11	3,241,800	3,050,235

This Statement is to be read in conjunction with the attached Notes



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 1 - SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1 Basis of Preparation

1.1 Compliance with Australian equivalents to International Financial Reporting Standards

This general purpose financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS) as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations (UIGs) and relevant South Australian legislation.

The financial report was authorised for issue by certificate under clause 11 of the *Local Government (Financial Management) Regulations 1999* dated 13th October 2009

1.2 Historical Cost Convention

Except where stated below, these financial statements have been prepared in accordance with the historical cost convention.

1.3 Critical Accounting Estimates

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying Council's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

1.4 Rounding

All amounts in the financial statements have been rounded to the nearest dollar.

2 The Local Government Reporting Entity

The Flinders Ranges Council is incorporated under the SA Local Government Act 1999 and has its principal place of business at 1 Seventh Street, Quorn SA 5433. These financial statements include the consolidated fund and all entities through which Council controls resources to carry on its functions. In the process of reporting on the Council as a single unit, all transactions and balances between activity areas and controlled entities have been eliminated.

Trust monies and property held by Council but subject to the control of other persons have been excluded from these reports. A separate statement of moneys held in the Trust Fund is available for inspection at the Council Office by any person free of charge.

3 Income recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Council obtains control over the assets comprising the income, or when the amount due constitutes an enforceable debt, whichever first occurs.

Where grants, contributions and donations recognised as incomes during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are disclosed in these notes. Also disclosed is the amount of grants, contributions and receivables recognised as incomes in a previous reporting period which were obtained in respect of the Council's operations for the current reporting period.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 1 - Significant Accounting Policies (cont)

4 Cash, Cash Equivalents and other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at Council's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

Receivables for rates and annual charges are secured over the subject land, and bear interest at rates determined in accordance with the Local Government Act 1999. Other receivables are generally unsecured and do not bear interest.

All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition. A detailed statement of the accounting policies applied to financial instruments forms part of Note 13.

5 Inventories

Inventories held in respect of stores have been valued by using the weighted average cost on a continual basis, after adjustment for loss of service potential. Inventories held in respect of business undertakings have been valued at the lower of cost and net realisable value.

5.1 Real Estate Assets Developments

Real Estate Assets developments have been classified as Inventory in accordance with AASB 102 and are valued at the lower of cost or net realisable value. Cost includes the costs of acquisition, development, borrowing and other costs incurred on financing of that acquisition and up to the time of sale. Any amount by which cost exceeds the net realisable value has been recognised as an expense.

Revenues arising from the sale of property are recognised in the operating statement when settlement is completed.

5.2 Other Real Estate held for resale

Properties not acquired for development, but which Council has decided to sell as surplus to requirements, are recognised at the carrying value at the time of that decision.

Certain properties, auctioned for non-payment of rates in accordance with the Local Government Act but which failed to meet the reserve set by Council and are available for sale by private treaty, are recorded at the lower of the unpaid rates and charges at the time of auction or the reserve set by Council. Holding costs in relation to these properties are recognised as an expense when incurred.

6 Infrastructure, Property, Plant & Equipment

6.1 Transitional Provisions

As at 1 July 2008, Council has elected not to recognise any values for land under roads acquired before the commencement of AASB 1051 *Land Under Roads*. Details of the effects of this election are given in Note 7.

All non-current assets purchased or constructed are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use".

6.2 Initial Recognition

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition, including architects' fees and engineering design fees and all other costs incurred. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 1 - Significant Accounting Policies (cont)

Capital works still in progress at balance date are recognised as other non-current assets and transferred to *infrastructure, property, plant & equipment* when completed ready for use.

6.3 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are as follows. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	\$2,000
Other Plant & Equipment	\$2,000
Buildings - new construction/extensions	\$2,000
Park & Playground Furniture & Equipment	\$2,000
Road construction & reconstruction	\$2,000
Paving & footpaths, Kerb & Gutter	\$2,000
Drains & Culverts	\$2,000
Reticulation extensions	\$2,000
Sidelines & household connections	\$2,000
Artworks	\$2,000

6.4 Subsequent Recognition

Certain asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. Further detail of existing valuations, methods and valuers are provided at Note 8.

6.5 Depreciation of Non-Current Assets

Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential embodied in those assets.

Depreciation is recognised on a straight-line basis. Major depreciation periods for each class of asset are shown below. Depreciation periods for infrastructure assets have been estimated based on the best information available to Council, but appropriate records covering the entire life cycle of these assets are not available, and extreme care should be used in interpreting financial information based on these estimates.

Plant, Furniture & Equipment	
Office Equipment	3 years
Office Furniture	10 to 25 years
Vehicles and Road-making Equip	5 to 20 years
Other Plant & Equipment	5 to 50 years
Building & Other Structures	
Buildings – masonry	25 to 100 years
Buildings – other construction	25 to 100 years
Park Structures – masonry	25 to 100 years
Park Structures – other construction	25 to 100 years
Playground equipment	5 to 15 years
Benches, seats, etc	10 to 20 years



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 1 - Significant Accounting Policies (cont)

Infrastructure

Sealed Roads – Surface	15 years
Sealed Roads – Structure	100 years
Unsealed Roads	Not Depreciated (Interpretation 1055)
Bridges – Concrete	80 to 100 years
Paving & Footpaths, Kerb & Gutter	20 to 60 years
Drains	50 to 80 years
Culverts	60 years
Flood Control Structures	50 to 80 years
Dams and Reservoirs	80 to 100 years
Bores	20 to 40 years
Reticulation Pipes – PVC	50 to 80 years
Reticulation Pipes – other	25 to 75 years

Other Assets

Library Books	10 to 15 years
Artworks	indefinite

6.6 Impairment

Assets that have an indefinite useful life are not subject to depreciation and are reviewed annually for impairment. Assets that are subject to depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount (which is the higher of the present value of future cash outflows or value in use).

For assets whose future economic benefits are not dependent on the ability to generate cash flows, and where the future economic benefits would be replaced if Council were deprived thereof, the value in use is the depreciated replacement cost. In assessing impairment for these assets, a rebuttable assumption is made that the current replacement cost exceeds the original cost of acquisition.

6.7 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with the allowed alternative treatment in AASB 1023 "Borrowing Costs". The amounts of borrowing costs recognised as an expense or as part of the carrying amount of qualifying assets are disclosed in Note 3, and the amount (if any) of interest revenue offset against borrowing costs in Note 2.

7 Payables

7.1 Goods & Services

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

7.2 Payments Received in Advance & Deposits

Amounts received from external parties in advance of service delivery, and security deposits held against possible damage to Council assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

8 Borrowings

Loans are carried at their principal amounts which represent the present value of future cash flows associated with servicing the debt. Interest is accrued over the period to which it relates, and is recorded as part of "Payables". Interest free loans are carried at their nominal amounts; interest revenues foregone by the lender effectively being a reduction of interest expense in the period to which it relates.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 1 - Significant Accounting Policies (cont)

9 Employee Benefits

9.1 Salaries, Wages & Compensated Absences

Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based oncosts) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based oncosts) to be made in respect of services provided by employees up to the reporting date.

No accrual is made for sick leave as Council experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. Council does not make payment for untaken sick leave.

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. No changes in accounting policy have occurred during either the current or previous reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

10 Construction Contracts

Construction works undertaken by Council for third parties are generally on an agency basis where the third party reimburses Council for actual costs incurred, and usually do not extend beyond the reporting period. As there is no profit component, such works are treated as 100% completed. Reimbursements not received are recognised as receivables and reimbursements received in advance are recognised as "payments received in advance".

11 Joint Ventures and Associated Entities

Council does not currently participate in cooperative arrangements with other Councils for the provision of services and facilities.

12 Leases

Lease arrangements have been accounted for in accordance with Australian Accounting Standard AASB 117.

In respect of finance leases, where Council substantially carries all of the risks incident to ownership, the leased items are initially recognised as assets and liabilities equal in amount to the present value of the minimum lease payments. The assets are disclosed as assets under lease, and are amortised to expense over the period during which the Council is expected to benefit from the use of the leased assets. Lease payments are allocated between interest expense and reduction of the lease liability, according to the interest rate implicit in the lease.

In respect of operating leases, where the lessor substantially retains all of the risks and benefits incident to ownership of the leased items, lease payments are charged to expense over the lease term.

13 GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax"

- Receivables and Creditors include GST receivable and payable.
- Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.
- Non-current assets and capital expenditures include GST net of any recoupment.
- Amounts included in the Statement of Cash Flows are disclosed on a gross basis.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 1 - Significant Accounting Policies (cont)

14 Comparative Information

Comparative information has been reclassified to be consistent with the current year disclosure of equivalent information in accordance with AIFRS.

15 New Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2009 reporting period.

- AASB 3 *Business Combinations*
- AASB 101 *Presentation of Financial Statements*
- AASB 123 *Borrowing Costs*
- AASB 127 *Consolidated and Separate Financial Statements*
- AASB 2007-6 *Amendments to Australian Accounting Standards arising from AASB 123*
- AASB 2007-8 & AASB 2007-10 *Amendments to Australian Accounting Standards arising from AASB 101*
- AASB 2008-2 *Amendments to Australian Accounting Standards – Puttable Financial Instruments and Obligations arising on Liquidation*
- AASB 2008-3 *Amendments to Australian Accounting Standards arising from AASB 3 and AASB 127*
- AASB 2008-5 & AASB 2008-6 *Amendments to Australian Accounting Standards arising from the Annual Improvements Project*
- AASB 2008-7 *Amendments to Australian Accounting Standards – Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate*
- AASB 2008-8 *Amendments to Australian Accounting Standards - Eligible Hedged Items*
- AASB 2008-9 *Amendments to AASB 1049 for Consistency with AASB 101*
- AASB 2008-11 *Amendments to Australian Accounting Standard – Business Combinations Among Not-for-Profit Entities*
- AASB 2008-12 *Amendments to Australian Accounting Standards – Reclassification of Financial Assets – Effective Date and Transition*
- AASB 2008-13 *Amendments to Australian Accounting Standards arising from AASB Interpretation 17 – Distributions of Non-cash Assets to Owners*
- *Interpretation 15* *Agreements for the Construction of Real Estate*
- *Interpretation 16* *Hedges of a Net Investment in a Foreign Operation*
- *Interpretation 17* *Distributions of Non-cash Assets to Owners*
- *Interpretation 18* *Transfers of Assets from Customers*
- (Standards not affecting local government have been excluded from the above list.)

Council is of the view that none of the above new standards or interpretations will affect any of the amounts recognised in the financial statements, but that they may impact certain information otherwise disclosed.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 2 - INCOME

	2009	2008
Notes	\$	\$
RATES REVENUES		
<u>General Rates</u>	911,816	845,154
Less: Mandatory rebates		-
Less: Discretionary rebates, remissions & write offs	(28,786)	(17,313)
	883,030	827,841
<u>Other Rates</u> (including service charges)		
Natural Resource Management levy	23,598	23,431
Waste collection	72,556	65,290
Community wastewater management systems	197,420	188,920
	293,574	277,641
<u>Other Charges</u>		
Penalties for late payment	10,029	4,589
Legal & other costs recovered		-
	10,029	4,589
	1,186,633	1,110,071
STATUTORY CHARGES		
Development Act fees	11,190	9,135
Town planning fees	8,815	5,248
Animal registration fees & fines	11,141	13,284
Parking fines / expiation fees	-	-
Other registration fees / Searches	3,265	3,037
Other fines, penalties & expiations	-	-
Sundry	-	681
	34,411	31,385
USER CHARGES		
Cemetery/crematoria fees	8,709	16,584
Swimming Pools	18,515	24,405
Community Bus Hire	9,190	11,366
Hall & equipment hire	-	-
Waste Management	4,326	3,968
Sundry	536	991
	41,276	57,314
INVESTMENT INCOME		
Interest on investments		
Local Government Finance Authority	159,614	147,047
Banks & other	9,235	64,538
Loans to community groups	-	-
	168,849	211,585



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

NOTE 2 - INCOME (continued)

	Notes	2009 \$	2008 \$
REIMBURSEMENTS			
- for roadworks		34,632	219,924
- for private works		40,566	19,666
- by joint undertakings		-	-
- other		130,498	41,820
		<u>205,696</u>	<u>281,410</u>
OTHER INCOME			
Insurance & other recoupments - infrastructure, property, plant & equipment		1,859	3,060
Rebates received		12,442	16,404
Sundry		168,721	61,575
		<u>183,022</u>	<u>81,039</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Amounts received specifically for new or upgraded assets		447,573	204,695
Other grants, subsidies and contributions		1,664,761	2,351,892
		<u>2,112,334</u>	<u>2,556,587</u>
<i>The functions to which these grants relate are shown in Note 2.</i>			
Sources of grants			
Commonwealth government		447,573	204,695
State government		1,664,761	2,351,892
Other		-	-
		<u>2,112,334</u>	<u>2,556,587</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

NOTE 2 - INCOME (continued)

	Notes	2009 \$	2008 \$
Conditions over grants & contributions			
<i>Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:</i>			
<i>Unexpended at the close of the previous reporting period</i>		-	-
<i>Less: expended during the current period from revenues recognised in previous reporting periods</i>			
<i>Roads Infrastructure</i>		-	-
<i>Heritage & Cultural Services</i>		-	-
<i>Subtotal</i>		<u>-</u>	<u>-</u>
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
<i>Roads Infrastructure</i>		-	-
<i>Heritage & Cultural Services</i>		-	-
<i>Subtotal</i>		<u>-</u>	<u>-</u>
<i>Unexpended at the close of this reporting period</i>		<u>-</u>	<u>-</u>
<i>Net increase (decrease) in assets subject to conditions in the current reporting period</i>		<u>-</u>	<u>-</u>
PHYSICAL RESOURCES RECEIVED FREE OF CHARGE			
<i>Land & Improvements</i>		-	-
<i>Roads, Bridges & Footpaths</i>		-	-
<i>Stormwater Drainage</i>		-	-
		-	-
TOTAL PHYSICAL RESOURCES RECEIVED		<u>-</u>	<u>-</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 3 - EXPENSES

	Notes	2009 \$	2008 \$
EMPLOYEE COSTS			
Salaries and Wages		849,562	701,754
Employee leave expense		120,311	129,266
Superannuation - defined contribution plan contributions	18	40,941	35,518
Superannuation - defined benefit plan contributions	18	40,939	37,713
Workers' Compensation Insurance			45,600
Other			-
Less: Capitalised and distributed costs		(66,598)	(149,314)
Total Operating Employee Costs		985,155	800,537

Total Number of Employees 18 17

(Full time equivalent at end of reporting period)

MATERIALS, CONTRACTS & OTHER EXPENSES

Prescribed Expenses

Auditor's Remuneration			
- Auditing the financial reports		4,200	4,100
- Other Services		-	-
- Other Auditors		-	-
Bad and Doubtful Debts		-	-
Elected members' expenses		31,127	32,339
Election expenses		9,640	1,070
Operating Lease Rentals - cancellable leases		6,644	5,440
Operating Lease Rentals - non-cancellable leases	18		
- minimum lease payments		-	-
- contingent rentals		-	-
Subtotal - Prescribed Expenses		51,611	42,949

Other Materials, Contracts & Expenses

Contractors		829,363	926,008
Energy		168,988	170,560
Individually Significant Items		409,744	874,707
Maintenance		83,943	-
Legal Expenses		26,288	5,074
Levies paid to government - NRM levy		23,591	23,269
- Other Levies		11,388	10,111
Parts, accessories & consumables		35,479	57,758
Professional services		6,364	8,968
Sundry		216,673	274,798
Subtotal - Other Materials, Contracts & Expenses		1,811,821	2,351,253
		1,863,432	2,394,202

INDIVIDUALLY SIGNIFICANT ITEMS

<i>Flood Damage Repairs</i>	409,744	874,707
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The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 3 - EXPENSES (cont)

	Notes	2009 \$	2008 \$
FINANCE COSTS			
Interest on overdraft and short-term drawdown		-	-
Interest on Loans		98,889	101,489
Charges on Finance Leases		-	-
Less: Capitalised and distributed costs		-	-
		<u>98,889</u>	<u>101,489</u>
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Land & Buildings		221,277	224,426
Plant & Equipment		120,051	108,638
Furniture & Fittings		20,276	15,506
Minor Plant		8,873	7,514
Infrastructure		114,998	104,033
CWMS		52,222	52,186
Other Assets		13,574	13,574
Less: Capitalised and distributed costs		-	-
		<u>551,271</u>	<u>525,877</u>
Investment Property expenses included above			
<i>Property generating rental income</i>			
Repairs, maintenance & other operating expenses		-	-
Depreciation, Amortisation & Impairment		-	-
<i>Property not generating rental income</i>			
Repairs, maintenance & other operating expenses		-	-
Depreciation, Amortisation & Impairment		-	-
		<u>-</u>	<u>-</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2009 \$	2008 \$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		226,364	28,500
Less: Carrying amount of assets sold		265,565	27,874
Gain (Loss) on disposal		(39,201)	626
<i>Assets surplus to requirements</i>			
Proceeds from disposal		-	-
Less: Carrying amount of assets sold		-	-
Gain (Loss) on disposal		-	-
INVESTMENT PROPERTY			
Proceeds from disposal		-	-
Less: Carrying amount of assets sold		-	-
Gain (Loss) on disposal		-	-
REAL ESTATE DEVELOPMENT ASSETS			
Proceeds from disposal		-	-
Less: Carrying amount of assets sold		-	-
Gain (Loss) on disposal		-	-
FAIR VALUE ADJUSTMENTS			
Investment property - fair value increase		-	-
Revaluation decrements previously expensed, now recouped		-	-
Revaluation decrements expensed		-	-
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		(39,201)	626



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 5 - CURRENT ASSETS

	2009	2008
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	\$ 29,288	\$ 49,266
Deposits at Call	461,176	1,935,779
Short Term Deposits & Bills, etc	2,751,336	1,065,190
Bills of Exchange	-	-
	3,241,800	3,050,235
TRADE & OTHER RECEIVABLES		
Rates - General & Other	75,231	56,233
Accrued Revenues	14,760	-
Debtors - general	22,967	39,670
Other levels of Government	-	-
Prepayments	3,860	123
Sundry	-	-
Total	116,818	96,026
Less: Allowance for Doubtful Debts	-	-
	116,818	96,026
OTHER FINANCIAL ASSETS		
Other Financial Assets	-	-
	-	-
INVENTORIES		
Stores & Materials	198,428	177,430
Other	-	-
	198,428	177,430

Aggregate write-downs and other losses recognised as an expense, and reversals of these, were not material in amount in either year. All such occurred principally as a result of clerical inaccuracies during stores operations



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 6 - NON-CURRENT ASSETS

	Notes	2009 \$	2008 \$
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		32,812	3,157
Other		-	-
		<u>32,812</u>	<u>3,157</u>
Less: Allowance for Doubtful Debts		-	-
		<u>32,812</u>	<u>3,157</u>
Other Financial Assets			
Other Financial Assets		-	-
TOTAL FINANCIAL ASSETS		<u>32,812</u>	<u>3,157</u>
OTHER NON-CURRENT ASSETS			
Inventories			
Stores & Materials		-	-
Other		-	-
		<u>-</u>	<u>-</u>
Capital Works-in-Progress		-	-
Other		-	-
		<u>-</u>	<u>-</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

	2008				2009			
	\$				\$			
	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT								
Land & Buildings	4,808,173	120,788	(665,097)	4,263,864	12,153,400	-	(8,344,669)	3,808,731
Plant & Equipment	1,545,299	193,683	(308,217)	1,430,765	1,004,997	1,012,853	(334,610)	1,683,240
Furniture & Fittings	82,205	2,485	(52,588)	32,102	182,200	-	(90,950)	91,250
Minor Plant	73,031	-	(33,010)	40,021	73,031	-	(41,883)	31,148
Infrastructure	11,182,492	343,164	(295,587)	11,230,069	30,092,754	-	(3,889,934)	26,202,820
CWMS	2,473,784	-	(156,558)	2,317,226	3,649,435	-	(837,745)	2,811,690
Other Assets	85,686	-	(35,292)	50,394	-	-	-	-
TOTAL PROPERTY, PLANT & EQUIPMENT	20,250,670	660,120	(1,546,349)	19,364,441	47,155,817	1,012,853	(13,539,791)	34,628,879
2008 Totals					20,250,670	660,120	(1,546,349)	19,364,441

This Note continues on the following pages.

Note 7 - INVESTMENT PROPERTY

Land	-	-	-	-	-	-	-	-
Buildings & Structures	-	-	-	-	-	-	-	-
Plant, Fixtures & Fittings	-	-	-	-	-	-	-	-
TOTAL INVESTMENT PROPERTY	-	-	-	-	-	-	-	-
2008 Totals					-	-	-	-

This Note continues on the following pages.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

	2008	CARRYING AMOUNT MOVEMENTS DURING YEAR							2009
	\$	\$							\$
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Blank	Net Revaluation	CARRYING AMOUNT
		New/Upgrade	Renewals						
Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT									
Land & Buildings	4,263,864	-	48,835	(382,125)	(221,277)	(7,517,726)	-	7,617,160	3,808,731
Plant & Equipment	1,430,765	-	460,789	(88,263)	(120,051)	-	-	-	1,683,240
Furniture & Fittings	32,102	-	40,937	-	(20,276)	(18,086)	-	56,573	91,250
Minor Plant	40,021	-	-	-	(8,873)	-	-	-	31,148
Infrastructure	11,230,069	548,274	-	-	(114,998)	(3,479,349)	-	18,018,824	26,202,820
CWMS	2,317,226	-	8,061	-	(52,222)	(628,965)	-	1,167,590	2,811,690
Other Assets	50,394	-	-	-	(13,574)	48,866	-	(85,686)	-
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	19,364,441	548,274	558,622	(470,388)	(551,271)	(11,595,260)	-	26,774,461	34,628,879
2008 Totals	19,255,964	316,956	343,164	(27,874)	(525,877)		130	1,978	19,364,441
<i>This Note continues on the following pages.</i>									

Note 7 - INVESTMENT PROPERTY

Land	-	-	-	-	-	-	-	-	-
Buildings & Structures	-	-	-	-	-	-	-	-	-
Plant, Fixtures & Fittings	-	-	-	-	-	-	-	-	-
TOTAL INVESTMENT PROPERTY	-	-	-	-	-	-	-	-	-
2008 Totals									-

This Note continues on the following pages.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 7 (cont) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to AASB 1.19 to retain a previously established deemed cost under GAAP as its deemed cost for the purposes of AIFRS.

Council's assets were adjusted as a result of a revaluation undertaken by *Asset Valuation Consulting Pty Ltd* as at 30 June 2009 balance date.

Plant, Furniture & Equipment

Pursuant to Council's election, these assets are recognised on the cost basis.

Land & Land Improvements

Council being of the opinion that it is not possible to attribute a value sufficiently reliably to qualify for recognition, land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

Pursuant to Council's election, freehold land and land over which Council has control, but does not have title, is recognised on the cost basis. No capitalisation threshold is applied to the acquisition of land or interests in land.

Land improvements, including bulk earthworks with an assessed unlimited useful life, are recognised on the cost basis, originally deriving from a valuation at 30 June 2009 at current replacement cost. Additions are recognised at cost.

Estimated future costs of reinstatement of land, capitalised in accordance with AASB 116.16(c), are reviewed annually (see Note 1) and depreciated over the estimated remaining life of the relevant asset.

Buildings & Other Structures

Pursuant to Council's election, buildings and other structures are recognised on the cost basis.

Infrastructure

Transportation assets were valued by Council at written down current replacement cost during the reporting period ended 30 June 2009 and pursuant to Council's election are disclosed at deemed cost. All acquisitions made after the respective dates of valuation are recorded at cost.

Stormwater drainage infrastructure was valued by Council as at 30 June 2009 at written down current replacement cost, based on actual costs incurred during the reporting period ended 30 June 2009 and pursuant to Council's election are disclosed at deemed cost. All acquisitions made after the respective dates of valuation are recorded at cost.

Community wastewater management system infrastructure was valued by Council at written down current replacement cost during the reporting period ended 30 June 2009 and pursuant to Council's election are disclosed at deemed cost. All acquisitions made after the respective dates of valuation are recorded at cost. Major depreciation periods are detailed in Note 1.

All other assets

Pursuant to Council's election, these assets are recognised on the cost basis. Library books and other lending materials are capitalised in bulk, and written out when fully depreciated.

INVESTMENT PROPERTY

The basis of valuation of investment properties is fair value being the amounts for which the properties could be exchanged between willing but not anxious parties in an arms length transaction, based on current prices in an active market for similar parties in the same location and subject to similar leases.

Council does not currently have any investment property.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 8 - LIABILITIES

	Notes	2009		2008	
		\$		\$	
		Current	Non-current	Current	Non-current
TRADE & OTHER PAYABLES					
Goods & Services		6,916		(308)	
Payments received in advance		502,214	-	671,334	-
Accrued expenses - employee entitlements		-	-	19,563	-
Accrued expenses - other		161,957	-	452,020	-
Other		26,193	-	-	-
		697,280	-	1,142,609	-
BORROWINGS					
Bank Overdraft		-	-	-	-
Short term draw down facility		-	-	-	-
Loans		79,888	1,303,714	82,200	1,383,602
Finance Leases	15	-	-	-	-
Other		-	-	-	-
		79,888	1,303,714	82,200	1,383,602

All interest bearing liabilities are secured over the future revenues of the Council

PROVISIONS

Employee entitlements (including oncosts)	178,070	15,362	151,572	35,037
Insurance Losses	-	-	-	-
Future reinstatement / restoration, etc	-	-	-	-
Other	-	-	-	-
	178,070	15,362	151,572	35,037

Movements in Provisions - 2009 year only (current & non-current)

	Insurance Losses	Future Reinstatement	Other Provision
Opening Balance	-	-	-
Add Unwinding of present value discounts	-	-	-
Additional amounts recognised	-	-	-
(Less) Payments	-	-	-
Unused amounts reversed	-	-	-
Add (Less) Remeasurement Adjustments	-	-	-
Closing Balance	-	-	-



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/07/2008	Net Increments (Decrements)	Transfers on Sale	30/06/2009
Notes	\$	\$	\$	\$
Land & Buildings	0	99,434		99,434
Plant & Equipment	0	0		0
Furniture & Fittings	0	38,487		38,487
Minor Plant	0	0		0
Infrastructure	0	14,539,475		14,539,475
CWMS	0	538,625		538,625
Other Assets	0	(36,820)		(36,820)
Asset Revaluation Reserve	8,705,834			8,705,834
Total Infrastructure, Property, Plant & Equipment	8,705,834	15,179,201	0	23,885,035
Available for Sale Investments	0			0
TOTAL	8,705,834	15,179,201	0	23,885,035
2008 Totals	8,703,856	1,978	0	8,705,834

OTHER RESERVES	1/07/2008	Transfers to Reserve	Transfers from Reserve	30/06/2009
NRM Levy	0	310		310
Land & Buildings	0	51,500		51,500
Plant Replacement	103,229	44,429		147,658
Employee Entitlements	186,610	9,142	(2,320)	193,432
Other	185,412	894,484	(35,800)	1,044,096
Refuse Service Charge	3,046	4,605		7,651
Hawker Dam	9,794	480		10,274
Hawker Swimming Pool	4,021	7,241		11,262
Legal Costs	13,874	8,680		22,554
Community Trust Funds	42,724	3,620		46,344
Quorn Swimming Pool	6,890	338		7,228
Hawker CWMS Service Charge	34,927	9,279		44,206
Quorn CWMS Service Charge	288,888	14,153	(11,618)	291,423
Airstrip	82,301	3,124	(74,552)	10,873
Roads	187,910	14,451		202,361
Community Bus	35,563	1,742		37,305
TOTAL OTHER RESERVES	1,185,189	1,067,578	(124,290)	2,128,477
2008 Totals	1,065,645	424,481	(304,937)	1,185,189

PURPOSES OF RESERVES

Asset Revaluation Reserve

The asset revaluation reserve is used to record increments and decrements arising from changes in fair value of non-current assets and available-for-sale financial assets.

Other Reserve

The NRM Levy, Refuse Service Charge, Hawker CWMS Service Charge and Quorn CWMS Service Charge are all reserves legislated under Sec 155 of the Local Government Act 1999 for surplus funds collected as a service charge. These funds can only be used for the purpose for which they were raised.

All the other reserves are discretionary reserves set up by Council to fund future capital works or unforeseen costs.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 10 - ASSETS SUBJECT TO RESTRICTIONS

The uses of the following assets are restricted, wholly or partially, by legislation or other externally imposed requirements. The assets are required to be utilised for the purposes for which control was transferred to Council, or for which the revenues were originally obtained.

	Notes	2009 \$	2008 \$
CASH & FINANCIAL ASSETS			
Unexpended amounts received from Federal Government			-
CWMS Annual Service Charge		335,629	323,815
Refuse Annual Service Charge		7,651	3,046
NRM Levy		310	-
Unexpended Grant funds		198,156	
Employee Entitlements		193,432	-
		735,178	326,861
RECEIVABLES			
		-	-
		-	-
		-	-
		-	-
INVENTORIES & OTHER ASSETS			
		-	-
		-	-
		-	-
		-	-
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
		-	-
		-	-
		-	-
		-	-
TOTAL ASSETS SUBJECT TO EXTERNALLY IMPOSED RESTRICTIONS		735,178	326,861

The following liabilities, included in Note 8, may be discharged from restricted assets in the first instance.

Bank Overdraft	8	-	-
Payables	8	-	-
Borrowings	8	-	-
Provisions	8	-	-
		-	-

Section 155 of the Local Government Act 1999 requires that any surplus funds generated from Annual Service Charges be held in a reserve for that purpose. The best practice model suggested approach is to also hold these funds as a "cash" investment as well, which are the funds designated above.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 11 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

	Notes	2009 \$	2008 \$
Total cash & equivalent assets	5	3,241,800	3,050,235
Less: Short-term borrowings	8	-	-
Balances per Cash Flow Statement		<u>3,241,800</u>	<u>3,050,235</u>

(b) Reconciliation of Change in Net Assets to Cash from Operating Activities

Net Surplus (Deficit)		394,273	507,912
Non-cash items in Income Statement			
Depreciation, amortisation & impairment		551,271	525,877
Net increase (decrease) in unpaid employee benefits		(26,764)	9,718
Premiums & discounts recognised & unwound		14,024	-
Grants for capital acquisitions treated as Investing Activity		(447,573)	(204,695)
Net (Gain) Loss on Disposals		39,201	(626)
		<u>524,432</u>	<u>838,186</u>
Add (Less): Changes in Net Current Assets			
Net (increase) decrease in receivables		(20,792)	(11,676)
Net (increase) decrease in inventories		(20,998)	(70,198)
Net (increase) decrease in other current assets		-	-
Net increase (decrease) in trade & other payables		48,914	789,911
Net increase (decrease) in other provisions		-	-
Net increase (decrease) in other liabilities		-	-
Net Cash provided by (or used in) operations		<u>531,556</u>	<u>1,546,223</u>

	Notes	2009 \$	2008 \$
(c) Non-Cash Financing and Investing Activities			
Acquisition of assets by means of:			
- Physical resources received free of charge	3	-	-
- Non-cash grants & contributions		-	-
<i>Amounts recognised in Income Statement</i>		-	-
- Finance Leases		-	-
- Land taken over for non-payment of Rates		-	-
		<u>-</u>	<u>-</u>

(d) Financing Arrangements

Unrestricted access was available at balance date to the following lines of credit:

Bank Overdrafts	-	-
Corporate Credit Cards	-	-

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice. Council also has immediate access to a short-term draw-down facility, and variable interest rate borrowings under a cash advance facility, both from the Local Government Finance Authority of SA.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 12 - FUNCTIONS

INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES									
INCOME		EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)	
ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL				
2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Administration	1,846,771	1,605,422	198,622	385,577	1,648,149	1,219,845	921,854	763,091	
Public Order & Health	805	8,841	23,427	20,801	(22,622)	(11,960)	-	-	
Social Security & Welfare	26,258	31,209	45,067	59,057	(18,809)	(27,848)	4,500	2,104	
Community Amenities	376,524	284,166	654,787	567,119	(278,263)	(282,953)	8,577	-	
Recreation & Culture	80,078	50,865	757,684	625,057	(677,606)	(574,192)	1,175	5,840	
Agricultural Services	23,995	23,431	24,181	38,123	(186)	(14,692)	-	-	
Regulatory Services	31,171	28,473	92,766	77,966	(61,595)	(49,493)	-	-	
Transport & Communication	743,038	1,768,762	1,335,884	1,661,161	(592,846)	107,601	698,405	1,548,838	
Economic Development	44,128	47,723	150,417	148,666	(106,289)	(100,943)	30,250	32,019	
Not Elsewhere Classified	311,880	275,804	241,795	77,242	70,085	198,562	-	-	
Works Overheads	-	-	(25,883)	161,336	25,883	(161,336)	-	-	
				-	-				38,218,737
				-	-				22,691,289
TOTALS	3,484,648	4,124,696	3,498,747	3,822,105	(14,099)	302,591	1,664,761	2,351,892	38,218,737
									22,691,289

Excludes net gain (loss) on disposal or revaluation of assets, net gain (loss) from joint ventures & associated entities, amounts received specifically for new or upgraded assets and physical resources received free of charge.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 12 (cont) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Council Administration

Governance, Administration NEC., Elected Members, Organisational, Support Services, Accounting/Finance, Payroll, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose, and Separate and Special Rates.

Public Order & Health

Immunisation, Fire Protection, Vandalism, ESL, SES/CFS support

Social Security & Welfare

Northern Passenger Transport Scheme, Youth Advisory Council, Youth programs, Community Buses, Aged Homes support, Hospitals support, Community support programs

Community Amenities

Waste collection and disposal, Cemeteries/Crematoria, Public Conveniences, Street Cleaning, Heritage Advisor, CWMS

Recreation & Culture

Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Indoor, Swimming Centres – Outdoor, and Other Recreation. Library Services, Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries, and Other Cultural Services, Civic & community Halls

Agricultural Services

NRM Levy, Corella Control, Animal & Pest Plant expenditure

Regulatory Services

Dog and Cat Control, Building Control, Town Planning, Clean Air/Pollution Control, Litter Control, Health Inspection, Parking Control, and Other Regulatory Services.

Transport & Communication

Bridges, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), Drainage, Signs, guide posts, line marking.

Economic Development

Employment Creation Programs, Regional Development, Support to Local Businesses, Tourism, and Other Economic Development. VIC, Caravan Park, Art & craft Shop

Not Elsewhere Classified (NEC)

Airstrips, shared services, advertising signs, private works, interest, Natural Disaster Mitigation

Works - Indirect

Depots, Machinery maintenance & operating costs, minor plant, OHS&W, signage, training,



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 13 - FINANCIAL INSTRUMENTS

Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned.</p> <p>Terms & conditions: Deposits placed on 24 hour call with the Local Government Finance Authority at market interest rates</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
Receivables - Rates & Associated Charges (including legals & penalties for late payment)	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Secured over the subject land, arrears attract interest at the prescribed rate. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - Fees & other charges	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Receivables - other levels of government	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of the Governments of the Commonwealth & State.</p> <p>Carrying amount: approximates fair value.</p>
Receivables - Retirement Home Contributions	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective legislation.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
Liabilities - Creditors and Accruals	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Retirement Home Contributions	<p>Accounting Policy: To avoid inconvenience when complying with the separate audit requirements imposed by the relevant legislation, amounts are carried at nominal values.</p> <p>Terms & conditions: Pursuant to Commonwealth legislation certain intending residents are required to contribute amounts on an interest free basis. The amounts are subject to certain deductions as prescribed by the legislation, the balance being repaid on termination of tenancy.</p> <p>Carrying amount: approximates fair value for short tenancies; may be non-materially over-stated for longer tenancies.</p>
Liabilities - Interest Bearing Loans	<p>Accounting Policy: Carried at the principal amounts. Interest is charged as an expense as it accrues.</p> <p>Terms & conditions: secured over future revenues, loans are repayable by equal 6 monthly instalments of principal and interest, with interest charged at fixed rates.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Finance Leases	<p>Accounting Policy: accounted for in accordance with AASB 117.</p>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 13 (cont) - FINANCIAL INSTRUMENTS

Liquidity Analysis

2009	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$	\$	\$	\$	\$
Financial Liabilities					
Payables	535,323	-	-	535,323	535,323
Current Borrowings	79,888	-	-	79,888	79,888
Non-Current Borrowings	-	262,143	1,041,031	1,303,174	1,303,714
Total	615,211	262,143	1,041,031	1,918,385	1,918,925

2008	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$	\$	\$	\$	\$
Financial Liabilities					
Payables	671,026	-	-	671,026	671,026
Current Borrowings	82,200	-	-	82,200	82,200
Non-Current Borrowings	-	283,510	1,100,092	1,383,602	1,383,602
Total	-	283,510	1,100,092	2,136,828	2,136,828

The following interest rates were applicable to Council's borrowings at balance date:

	30 June 2009		30 June 2008	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$	%	\$
Overdraft	0.0%	-	0.0%	-
Other Variable Rates	0.0%	-	0.0%	-
Fixed Interest Rates	6.6%	1,383,602	6.6%	1,465,802
		1,383,602		1,465,802

Net Fair Value

All carrying values approximate fair value for all recognised financial instruments. There is no recognised market for the financial assets of the Council

Risk Exposures

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any allowance for doubtful debts. Council investments are predominately made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Other investments with the National Australia Bank are guaranteed by the Federal Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Council's boundaries, and there is no material exposure to any individual debtor.

Market Risk is the risk that fair values of financial assets will fluctuate as a result of changes in market prices. All of Council's financial assets are denominated in Australian dollars and are not traded on any market, and hence neither market risk nor currency risk apply.

Liquidity Risk is the risk that Council will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Policy (LGA Information Paper 15), liabilities have a range of maturity dates based on cash inflows. Council also has available a range of bank overdraft and short-term draw down facilities

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. Council has a balance of both fixed and variable interest rate borrowings and investments. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 14 - COMMITMENTS FOR EXPENDITURE

	<u>Notes</u>	2009 \$	2008 \$
Capital Commitments			
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:			
Land		-	-
Buildings		-	-
Plant & Equipment		-	-
		<u>-</u>	<u>-</u>
These expenditures are payable:			
Not later than one year		-	-
Later than one year and not later than 5 years		-	-
Later than 5 years		-	-
		<u>-</u>	<u>-</u>
Other Expenditure Commitments			
Other expenditure committed for (excluding inventories) at the reporting date but not recognised in the financial statements as liabilities:			
Audit Services			-
Waste Management Services		65,340	47,309
Employee Remuneration Contracts		704,875	666,522
Investment Property maintenance contracts			-
Other			-
		<u>770,215</u>	<u>713,831</u>
These expenditures are payable:			
Not later than one year		307,200	253,024
Later than one year and not later than 5 years		463,015	460,807
Later than 5 years		-	-
		<u>770,215</u>	<u>713,831</u>
Finance Lease Commitments			
Council does not currently lease any plant or equipment.			
Some leases provide for the payment of contingent rentals depending on actual use of the equipment.			
Contingent rental payments made are disclosed in Note 4.			
Commitments under finance leases at the reporting date are as follows:			
Not later than one year		-	-
Later than one year and not later than 5 years		-	-
Later than 5 years		-	-
Minimum lease payments		-	-
Less: future finance charges		-	-
Net Lease Liability		<u>-</u>	<u>-</u>
Representing lease liabilities:			
Current	9	-	-
Non-Current	10	<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 15 - FINANCIAL INDICATORS

2009 2008 2007

These Financial Indicators have been calculated in accordance with *Information Paper 9 - Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia. Detailed methods of calculation are set out in the SA Model Statements.

Operating Surplus	(14,099)	302,591	96,040
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Being the operating surplus (deficit) before capital amounts .

Operating Surplus Ratio

<u>Operating Surplus</u>	(1%)	28%	10%
Rates - general & other less NRM levy			

This ratio expresses the operating surplus as a percentage of general and other rates, net of NRM levy.

Net Financial Liabilities

	(1,117,116)	(354,398)	(16,223)
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Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses).

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	-32%	-9%	-1%
Total Operating Revenue less NRM levy			

Interest Cover Ratio

<u>Net Interest Expense</u>	(2.1%)	(2.8%)	(0.3%)
Total Operating Revenue less NRM levy less Investment Income			

Asset Sustainability Ratio

<u>Net Asset Renewals</u>	123%	120%	72%
Depreciation Expense			

Net asset renewals expenditure is defined as net capital expenditure on the renewal and replacement of existing assets, and excludes new capital expenditure on the acquisition of additional assets.

Asset Consumption Ratio

<u>Carrying value of depreciable assets</u>	62%	90%	96%
Gross value of depreciable assets			

Total carrying value of depreciable assets divided by total reported value of depreciable assets before accumulated depreciation



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 16 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Council prepared on a uniform and consistent basis. The uniform presentation represents a simplified version of reporting under the Government Finance Statistics (GFS) framework of the Australian Bureau of Statistics.

All Councils in South Australia voluntarily have agreed to summarise annual budgets and long-term financial plans on the same basis.

The arrangements ensure that all Councils provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances

	2009 \$	2008 \$
Income	3,484,648	4,124,696
less Expenses	<u>(3,498,747)</u> (14,099)	<u>(3,822,105)</u> 302,591
Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	(902,073)	(660,250)
less Depreciation, Amortisation and Impairment	551,271	525,877
less Proceeds from Sale of Replaced Assets	<u>226,364</u>	<u>28,500</u>
	(124,438)	(105,873)
Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	-	-
less Amounts received specifically for New and Upgraded Assets	447,573	204,695
less Proceeds from Sale of Surplus Assets (including investment property and real estate developments)	<u>-</u>	<u>-</u>
	447,573	204,695
Net Lending / (Borrowing) for Financial Year	<u>309,036</u>	<u>401,413</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 17 - OPERATING LEASES

Leases providing revenue to the Council

Council owns various buildings, plant and other facilities that are available for hire or lease (on a non-cancellable basis wherever practicable) in accordance with the published revenue policy. Rentals received from such leases are disclosed as rent and hire of non-investment property in Note 2.

Investment Property

Rentals received, and outgoings reimbursed, in relation to Investment Property are also disclosed in Note 2. These lease agreements, all of which are classified as operating leases, are made on a non-cancellable basis wherever practicable.

Lessees commitments under all non-cancellable lease agreements, including those relating to Investment Property, are as follows:

	2009 \$	2008 \$
Not later than one year	-	-
Later than one year and not later than 5 years	-	-
Later than 5 years	-	-
	<u>-</u>	<u>-</u>

Lease payment commitments of Council

Council has not entered into non-cancellable operating leases for various items of computer and other plant and equipment.

No contingent rentals were paid during the current or previous reporting periods.

No lease imposes any additional restrictions on Council in relation to additional debt or further leasing.

No lease contains any escalation clause.

Commitments under non-cancellable operating leases that have not been recognised in the financial statements are as follows:

	2009 \$	2008 \$
Not later than one year	-	-
Later than one year and not later than 5 years	-	-
Later than 5 years	-	-
	<u>-</u>	<u>-</u>



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 18 – SUPERANNUATION

The Flinders Ranges Council makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme (the Scheme). The Scheme has two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector have the option to contribute to Marketlink and/or Salarylink. All other employees (including casuals) have all contributions allocated to Marketlink.

Marketlink (Accumulation Fund) Members

Marketlink receives both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of employee earnings in accordance with superannuation guarantee legislation (9% in 2008/09 for Marketlink members and 3% for Salarylink members; 9% and 3% respectively in 2007/08). No further liability accrues to the employer as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit) Members

Salarylink is a defined benefit scheme where the benefit payable is based on a formula determined by the member's contribution rate, number of years of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Scheme's Trustee based on advice from the Scheme's Actuary. The rate is currently 6% (6% in 2007/2008) of "superannuation" salary. Given that Employer contributions are based on a fixed percentage of employee earnings in accordance with superannuation guarantee legislation, the remaining 3% for Salarylink members is allocated to their Marketlink account. Employees also make member contributions to the Fund. As such, assets accumulate in the Fund to meet the member's benefits, as defined in the Trust Deed, as they accrue.

The Salarylink Plan is a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.32(b), Council does not use defined benefit accounting for these contributions.

The most recent full actuarial investigation conducted by the Scheme's actuary, L C Brett, BSc., FIA, FIAA, of Brett and Watson Pty Ltd as at 30 June 2008, the Trustee has determined that the current funding arrangements are adequate for the expected Defined Benefit Plan liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 19 - JOINT VENTURES & ASSOCIATED ENTITIES

Council has no joint venture or associated entities

	2009 \$	2008 \$
Council's respective interests are:		
- interest in outputs of the joint operation	0%	0%
- ownership interest in the joint operation	0%	0%
- the proportion of voting power in the joint operation	0%	0%
<u>Movements in Investment in Joint Operation</u>	\$	\$
Opening Balance	-	-
New Capital Contributions	-	-
Share in Operating Result	-	-
Share in non-operating items	-	-
Distributions Received	-	-
Adjustment to Equity Share	-	-
Share in Equity of Joint Operation	-	-

Expenditure Commitments

Expenditure committed for (excluding inventories) at the reporting date but not recognised in the financial statements as liabilities:

<u>Capital Expenditures</u> payable		
Not later than one year	111,716	-
Later than one year and not later than 5 years	-	-
Later than 5 years	-	-
	111,716	-
<u>Operating Expenditures</u> payable		
Not later than one year	86,440	-
Later than one year and not later than 5 years	-	-
Later than 5 years	-	-
	86,440	-

Contingent Liabilities

Each member of the operation is jointly and severally liable for the debts of the operation

- arising from Council's share of the joint operation	-
- arising from joint and several liability of all members	-



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2008

Note 20 - CONTINGENCIES & ASSETS & LIABILITIES NOT RECOGNISED IN THE STATEMENT OF FINANCIAL POSITION

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position but knowledge of those items is considered relevant to user of the financial report in making and evaluating decisions about the allocation of scarce resources.

1. LAND UNDER ROADS

As reported elsewhere in these Statements, Council is of the opinion that it is not possible to attribute a value sufficiently reliably for these assets to qualify for recognition, and accordingly land under roads has not been recognised in these reports. Land acquired for road purposes during the year is initially recognised at cost, but transferred to fair value at reporting date, effectively writing off the expenditure.

At reporting date, Council controlled 1,261.5 km of road reserves of average width 10 metres.

2. POTENTIAL INSURANCE LOSSES

Council is a multi-purpose organisation providing a large range of building, parks infrastructure, playgrounds and other facilities accessible to the public. At any time, it is likely that claims will have been made against Council that remain unsettled.

Council insures against all known insurable risks using a range of insurance policies, each of which is subject to a deductible "insurance excess", the amount of which varies according to the class of insurance.

Council has recognised the potential losses arising from claims known at reporting date based on average historical net cost (including insurance excess) of similar types of claims. Other potential claims not reported to Council may have existed at reporting date.

3. BANK GUARANTEES

Council has not guaranteed any loans or other banking facilities on behalf of community organisations and sporting bodies as at reporting date.

4. LEGAL EXPENSES

Council is the planning consent authority for its area under the Development Act 1993 (as amended). Pursuant to that Act, certain persons aggrieved by a planning decision of the Council may appeal. It is normal practice that parties bear their own legal costs. At the date of these reports, Council had notice of 0 appeals against planning decisions made prior to reporting date. All known costs have been recognised, but the amount of further costs cannot be known until the appeals are determined.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 21 - EVENTS OCCURRING AFTER REPORTING DATE

There are no known events that have occurred after the reporting date that would have an material effect on the Financial Reports for 2007/08 as stated herein.



The Flinders Ranges Council

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2009

Note 22 - RECONCILIATION OF GOVERNMENT GRANTS

This schedule records all amounts received from other levels of Government, whether described as grants, subsidies or otherwise. (Amounts shown as negative are awaiting reimbursement to Council.)

GRANTS

GENERAL PURPOSE

Grants Commission Grant - general purpose
Grants Commission Grant - roads funding
Grants Commission Grant - supplemental roads funding

Subtotal

SPECIFIC PURPOSE

Roads to Recovery
Roads to Recovery - Supplementary
Disaster Fund - January 2007 Floods
Grants Commission - Asset Management
Youth Advisory Council
Planning SA - Local Heritage Register
Planning SA - RDAP
FRC - Little Corellas Trailer
FRC - Heritage PAR
DTEI - Travelsmart
Tourism - Walking Trails
Places for People - Quorn Urban Design
Office for Volunteers - VRC

Subtotal

TOTAL OTHER GRANTS

2008 Totals

GRANTS SPECIFICALLY FOR NEW/UPGRADED ASSETS

SPECIFIC PURPOSE

SATC - Warren's Gorge
RCLIP - CIP Grant

TOTAL GRANTS SPECIFICALLY FOR NEW/UPGRADED ASSETS

2008 Totals

	Opening Balance 1 July 2008	Movements		Closing Balance 30 June 2009
		Received/ Receivable	Expended	
Notes	\$	\$	\$	\$
	0	0	0	0
	0	0	0	0
	0	0	0	0
	0	0	0	0
	13,721	240,971	254,692	0
	192,881	0	192,881	0
	340,947	0	340,947	0
	0	8,000	6,364	1,636
	3,500	4,900	6,075	2,325
	23,000	0	16,909	6,091
	11,424	2,441	2,441	11,424
	8,469		397	8,072
	0	3,000	0	3,000
	0	8,415	0	8,415
	16,948	0	8,612	8,336
	0	30,000	0	30,000
	0	15,000	7,859	7,141
	610,890	312,727	837,177	86,440
	610,890	312,727	837,177	86,440
				610,890
	0	40,000	28,284	11,716
	0	100,000	0	100,000
				0
				0
				0
	0	140,000	28,284	111,716
				0
Recognised as revenue in advance of expenditure	610,890			198,156
Current receivable - Other levels of Government	0			0
	610,890			198,156



The Flinders Ranges Council

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2009

STATEMENT BY CHIEF EXECUTIVE OFFICER

I, Colin John Davies, the person for the time being occupying the position of Chief Executive Officer of The Flinders Ranges Council, do hereby state that the Financial Statements of the Council for the year ended 30 June 2009 are to the best of my knowledge presented fairly, and in accordance with accounting procedures which have been maintained in accordance with the *Local Government Act 1999 and the Local Government (Financial Management) Regulations 1999* made under that Act.

Colin John Davies

CHIEF EXECUTIVE OFFICER

Dated this 14th day of SEPTEMBER 2009

ADOPTION STATEMENT

Laid before The Flinders Ranges Council and adopted on the 13th day of October, 2009.

Maxwell Sydney McHugh

MAYOR



The Flinders Ranges Council

INDEPENDENT AUDIT REPORT TO THE FLINDERS RANGES COUNCIL RATEPAYERS

Scope

I have audited the financial report of **The Flinders Ranges Council** for the financial period ended 30th June 2009. **The Flinders Ranges Council** is responsible for the preparation and presentation of the financial report and the information contained therein. I have conducted an independent audit of the financial report in order to express an opinion on it to **The Flinders Ranges Council** ratepayers.

The audit has been conducted in accordance with the Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. My procedures included examination, on a test basis, of evidence supporting amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Australian Accounting Concepts and Standards so as to present a view of **The Flinders Ranges Council** which is consistent with my understanding of its financial position and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

Audit

In my opinion, the financial statements of **The Flinders Ranges Council** are properly drawn up:

- (a) So as to give a fair view of:
 - (1) The Council's state of affairs as at 30th June 2009 and its operating result for the year ended on that date, and
 - (2) The other matters required by the Local Government Act 1999 to be dealt with in the accounts;
- (b) In accordance with the provisions of the Local Government Act 1999 and the Local Government (Financial Management) Regulations 1999, and
- (c) In accordance with Statements of Accounting Concepts and Australian Accounting Standards, and
- (d) The internal administration and procedures adopted by Council, given the size of the administration, were of acceptable standards.


.....

Gerald P Cobiac, AUA, CPA
AUDITOR, Cobiac & Chapman

Dated this 17th day of September 2009



The Flinders Ranges Council

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2009

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of The Flinders Ranges Council for the year ended 30 June 2009, the Council's Auditor, Gerald P Cobiac, has maintained his independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 1999* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 16A(2) *Local Government (Financial Management) Regulations 1999*.

Colin John Davies
CHIEF EXECUTIVE OFFICER

Maxwell Sydney McHugh
PRESIDING MEMBER
AUDIT COMMITTEE

Dated this 14th day of SEPTEMBER 2009



The Flinders Ranges Council

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2009

STATEMENT BY AUDITOR

I confirm that, for the audit of the financial statements of The Flinders Ranges Council for the year ended 30 June 2009, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 1999* made under that Act.

This statement is prepared in accordance with the requirements of Regulation 16A (4) *Local Government (Financial Management) Regulations 1999*.

Gerald P Cobiac, AUA, CPA

Cobiac & Chapman

Dated this 17th day of September 2009



Central

Local Government Region of South Australia

Incorporated under provisions of the Local Government Act

Annual Report for 2008 – 2009

A regional subsidiary of the:

- *Barossa Council*
- *District Council of Barunga West*
- *Clare & Gilbert Valleys Council*
- *District Council of The Copper Coast*
- *The Flinders Ranges Council*
- *Regional Council of Goyder*
- *Light Regional Council*
- *District Council of Mallala*
- *District Council of Mount Remarkable*
- *Northern Areas Council*
- *District Council of Orroroo/Carrieton*
- *District Council of Peterborough*
- *Port Pirie Regional Council*
- *Wakefield Regional Council*
- *District Council of Yorke Peninsula*

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The Central Local Government Region of South Australia

The Central Local Government Region was established in 1998 under Section 200 of the Local Government Act 1934 as a controlling authority. It now continues in existence and as a regional subsidiary of its member Councils under Part 2 of Schedule 2 of the Local Government Act 1999 by virtue of the provisions of Section 25 of the Local Government (Implementation) Act 1999.

The Central Region is established to:

- undertake co-ordinating, advocacy and representational roles on behalf of its Constituent Councils at a regional level
- facilitate and co-ordinate activities of local government at a regional level related to community and economic development with the object of achieving improvement for the benefit of the communities of its Constituent Councils
- develop, encourage, promote, foster and maintain consultation and co-operation and to strengthen the representation and status of local government when dealing with other governments, private enterprise and the community
- develop further co-operation between its Constituent Councils for the benefit of the communities of the region
- develop and manage policies which guide the conduct of programs and projects in the region with the objective of securing the best outcomes for the communities of the region
- undertake projects and activities that benefit the region and its communities
- associate, collaborate and work in conjunction with other regional local government bodies for the advancement of matters of common interest.

The Central Region is a body corporate and is governed by a Board of Management which has the responsibility to manage all activities of the Central Region and ensure that the Central Region acts in accordance with its Charter. The Board has 15 members, comprising one representative elected from each constituent Council:

- Barossa Council
- District Council of Barunga West
- Clare & Gilbert Valleys Council
- District Council of The Copper Coast
- The Flinders Ranges Council
- Regional Council of Goyder
- Light Regional Council
- District Council of Mallala
- District Council of Mount Remarkable
- Northern Areas Council
- District Council of Orroroo/Carrieton
- District Council of Peterborough
- Port Pirie Regional Council
- Wakefield Regional Council
- District Council of Yorke Peninsula

The Region's area spans the Barossa through the Clare Valley, Yorke Peninsula, Adelaide Plains, Mid and Upper North districts through to the Flinders Ranges, covering 27 per cent of the incorporated area of the State and comprises some 27 per cent of the State's population outside Adelaide.

Office Bearers for 2008/09

Chairman:	Mayor James Maitland (Wakefield)
Deputy Chairs:	Mayor Max Mc Hugh (Flinders Ranges) Mayor Ray Agnew (Yorke Peninsula)
Delegate to the LGA State Executive:	Mayor James Maitland (Wakefield) Mayor Ray Agnew (Yorke Peninsula)
Proxy Delegate to the LGA State Executive:	Cr Peter Graham (Light) – from April 2007 – February 2009
Delegates to SAROC:	Mayor James Maitland (Wakefield) Mayor Ray Agnew (Yorke Peninsula) Mrs Anita Crisp
Executive Officer:	Anita Crisp
Auditor:	Gerald Cobiac and Co.



Central Region Board of Management meeting held at Blyth during 2008

Central Local Government Region Board of Management

The Central Local Government Region Board of Management comprises an elected delegate appointed from each of the 15 member councils. A proxy delegate is also appointed, with policy provisions allowing for representation by other elected or endorsed members.

In February 2007 the Central Local Government Region confirmed, subject to the provisions within the Charter, the appointment of the following Council delegates to the CLGR Board of Management for a term to expire concurrent with the 2010 Local Government elections:

<u>Council</u>	<u>Delegate</u>	<u>Proxy Delegate</u>
The Barossa Council	Mayor Brian Hurn	Cr Barrie Stewart
District Council of Barunga West	Mayor Dean Dolling	Deputy Mayor Ian Burgess
District Council of the Copper Coast	Mayor Paul Thomas	Deputy Mayor Dean Rodda
Clare & Gilbert Valleys Council	Mayor Allan Aughey	Cr Wayne Thomas
Flinders Ranges Council	Mayor Max McHugh	Deputy Mayor John Shute
Regional Council of Goyder	Mayor Peter Matthey	Deputy Mayor Warren Mosey
Light Regional Council	Mayor Robert Hornsey	Deputy Mayor Carrick
District Council of Mallala	Chair Cr Steven Kennedy, replaced mid term by Chair Cr Tony Flaherty	
District Council of Mount Remarkable	Mayor Trevor Roocke	Cr Michael Pearce
Northern Areas Council	Chair Cr Allan Woolford	Cr Denis Clark
District Council of Orroroo Carrieton	Chair Cr Kathie Bowman	Deputy Chair Cr Colin Parkyn
District Council of Peterborough	Mayor Ruth Whittle	Cr Judith Kempen
Port Pirie Regional Council	Deputy Mayor Neville Wilson	Cr John Legg
Wakefield Regional Council	Mayor James Maitland	Deputy Mayor Barry Nottle
District Council of Yorke Peninsula	Mayor Ray Agnew	Cr Jeff Cook and Cr Joyce Yeomans

Meetings of the Central Local Government Region Board of Management

Four meetings of the Central Local Government Region Board of Management were held during the 2008/2009, each hosted by one of the member Councils. The meeting host and location is rotated throughout the region on alphabetical order. Meetings were held:

- Friday 8th August 2008 – AGM, hosted by District Council of Yorke Peninsula
- Friday 14th November 2008, hosted by The Barossa Council
- Friday 13th February 2009, hosted by District Council of Barunga West
- Friday 15th May 2009, hosted by Clare & Gilbert Valleys Council

Committee Meetings

In accordance with its Charter, the Central Local Government Region maintains several sub committees to assist in effective project implementation and governance. The committee's generally meet on an as needs basis and comprise representatives from the various member councils along with, in many cases additional delegates from other relevant regional bodies or state government agencies:

Committee	Members	Meeting Dates
Executive Committee:	Mayor James Maitland, Mayor Max McHugh, Mayor Ray Agnew, Mayor Trevor Roocke, Cr Kathie Bowman	11 th July 2008 10 th October 2008 3 rd April 2009
Member Councils CEO's Forums:	David Morcom (Barossa), Nigel Hand (Barunga West), Roy Blight (Clare & Gilbert Valleys), Peter Dinning (Copper Coast), Lee Connors/Colin Davies (Flinders Ranges), John Brak (Goyder), Brian Carr (Light), Damien Moloney (Mallala), Sean Cheriton (Mt Remarkable), Keith Hope (Northern Areas), Tony Renshaw/Ian Wilson (Orroroo/Carrieton), Terry Barnes (Peterborough), Andrew Johnson (Pirie Regional), Phil Barry (Wakefield), Ricki Bruhn (Yorke Peninsula). Chaired by a member of the CLGR Executive	11 th July 2008 10 th October 2008 19 th December 2008 3 rd April 2009
Transport Infrastructure Planning Committee:	Lee Connors – Chair until Feb 09 (Flinders Ranges), Roy Blight (Clare & Gilbert Valleys), Michael Lange (Barossa), David Hassett (Wakefield), John Tillack (Mallala), Tony Eckermann (Clare & Gilbert Valleys), Roy O'Connor (Goyder), Fred Linke (Barunga West), Simon Millcock/Paul McInerney (Regional Development), Phil Stratton/Peter Tan (DTEI)	14 th October 2008 21 st November 2008 16 th February 2009 1-2 nd April 2009
Regional Waste Management Steering Committee:	Ian Baldwin (Barossa), Debbie Devlin (Port Pirie), Stephen Goldsworthy (Yorke Peninsula), Andrew Philpott (Light), Cr Trevor Roocke (Mt Remarkable), Cr Tony Schkabaryn (Barunga West), Cr Frederick Sparks (Northern Areas), Adam Gray (LGA SA), Marina Wagner (EPA), Fiona Jenkins (Zero Waste)	31 st July 2009 * 4 th August 2008 12 th March 2009 (Northern) 21 st April 2009 (Northern) 22 nd April 2009 (Lower Nrth) 10 th June 2009 <i>*note transition to two sub-regional working groups from July 09</i>
Natural Disaster and Risk Mitigation Project Steering Committee:	Mr Phil Barry (Wakefield), Mr Ian Baldwin (Barossa), Cr Allan Woolford (Northern Areas), Mr John Schmidt (Orroroo Carrieton), Mr Matt Maywald (State Emergency Services), Mr Neville Hyatt (Project Officer) – Ex Officio	Nil
Water Project Steering Committee:	Mr Ricki Bruhn (Yorke Peninsula), Mr Peter Dinning (Copper Coast), Mr Lee Connors (Flinders Ranges), Mr Henri Mueller (Mallala), Mr Peter Stockings (Yorke Regional Development Board), Mr Kerry Ward (Northern & Yorke NRM Board), Mr Paul Doherty (SA Water/Office of Water Security)	23 rd October 2008
Broadband Project Steering Committee:	Mr Damien Moloney (Mallala) – Chair, Mr Lee Connors (Flinders Ranges), Mr Peter Dinning (Copper Coast), Ms Leonie Fretwell (Goyder), Mr Colin Rawnsley/Ms Kelly-Anne Saffin (Mid North Regional Development Board), Cr Elizabeth Calvert (Clare & Gilbert Valleys), Ms Louise Sladdin (Regional Broadband Officer)	8 th August 2008 13 th February 2009
Coastal Councils Project Executive Committee:	Mayor Ray Agnew (Yorke Peninsula), Mr Damien Moloney (Mallala), Ms Anita Crisp (Central Region Executive Officer), Ms Deborah Allen (Coastcare Facilitator) – ex officio	Nil
Executive Officer Performance Review Committee:	Mayor James Maitland, Mr Nigel Hand, Cr Kathie Bowman	19 th December 2008

Regional Forums and Workshops

In order to progress specific priorities and actions, the Central Local Government Region occasionally holds information forums or workshops to allow member councils and other relevant stakeholders to come together and discuss or learn about particular initiatives.

The forums and workshops provide an opportunity for greater awareness, understanding and engagement with various Central Local Government Region activities and increases the level of active involvement by stakeholders. The following issue-specific forums were held during the 2008/09 financial year.

21 st November 2008	Regional Transport Workshop – Special Local Roads Briefing, Crystal Brook
19 th December 2008	Regional Development, Waste and Water Forum
14 th May 2009	Stormwater Reuse and Regional Development Australia *
5 th June 2009	ICLEI Water Campaign Council Recognition Event, Kadina **
17 th June 2009	Coastal Councils Forum, Port Broughton
3 rd April 2009	Regional Development Australia, Crystal Brook
12 th June 2009	Regional Development Australia, Clare

* - held in conjunction with the LGA

** - convened by ICLEI, a co-funded project with the CLGR



*Council representatives attending Central
Local Government Region activities*



Achievements for 2008/09

During the 2008/09 year, the Central Region continued to progress a number of priority activities, as identified under the target areas within the strategic and business plan:

Focus Areas and Targets	Achievements for 2008/09
1. Board Governance and Operation	
<p><i>The Central Local Government Region's actions and operation accountable and transparent in accordance with agreed governance practices.</i></p>	<ul style="list-style-type: none"> Central Region revised charter finalised and gazetted CLGR Board meeting agendas & minutes distributed in accordance with policy Committee operations executed within terms of reference Board Policy Manual finalised and endorsed Establishment of Central Region Audit Committee Ongoing re-alignment of Central Local Government operations with agreed policies and procedures continues
2. Communication, Networks and Relationships	
<p><i>The Central Local Government Region -</i></p> <ul style="list-style-type: none"> <i>is well regarded by its member councils and stakeholders as a valid and relevant organisation</i> <i>has a solid and broad network of relevant stakeholders with whom appropriate communication, a positive and collaborative relationship exists.</i> 	<ul style="list-style-type: none"> Monthly newsletter prepared and distributed Attendance by LGASA and Department of Planning and Local Government at CLGR quarterly meetings Ad hoc communications with LGASA and DPLG staff as required Attendance at all SAROC, LGA State Executive and LGA General meetings Informal meetings with Regional Executive Officers on key issues Participation of relevant regional agencies and bodies on CLGR committees and at workshops and forums as appropriate Distribution of monthly newsletter to Commonwealth and State MP's MP briefings as required Website update Local media coverage of Central Region projects and events
3. Regional Identity and Cohesion	
<p><i>Stakeholders of the Central Local Government geographical area operate as a strong, coordinated region that is well recognised and regarded at State and Federal levels and that works with an effective, collaborative and pro-active approach to issues of priority.</i></p>	<ul style="list-style-type: none"> Local Government representation on State Government Regional Coordination Network Participation and support of Planning SA 'Regional Spatial Planning' program Submission to Australian Government regarding establishment of Regional Development Australia Convene Regional Development Australia workshop sessions Regular liaison with Regional Development Boards, NRM Board and other regional partners on relevant issues Central Region office co-location with Regional DTEI
4. Local Government Leadership, Succession and Sustainability	
<p><i>Local Government viewed as a genuine, effective, capable and legitimate level of government, with elections well contested, an improved rate of recruitment and retention of Local Government professional staff and a greater public awareness and appreciation of the role and function of Councils.</i></p> <p><i>Local Government operations are sustainable and adequately resourced</i></p>	<ul style="list-style-type: none"> Quarterly Council CEOs forum held Convene regular Council CEO update with LGA Executive Director Attendance at Australian Local Government Association assembly in Canberra Participation in LGA Financial Sustainability Stakeholder Workshop Update by Local Government Managers Association to Central Region meetings Liaison with LGA regarding inequity of Councils fully funding court costs following appeals to development applications refused on advice by State Government agencies Submission to review of LGA constitution Coordination of Central Zone appointments to LGA State Executive Committee

5. Regional IT & Telecommunications	
<i>Improved telecommunications and technologies across the CLGR region</i>	<ul style="list-style-type: none"> ▪ Regional Broadband Project Officer active <ul style="list-style-type: none"> • Ongoing liaison with local internet and broadband service providers and advice to Australian and State Government regarding Australian Broadband Guarantee • Updates to Councils, Regional Development Boards, Wakefield Group, local Mps and media • Supported expansion of new terrestrial wireless services • Advice, training and support to businesses and consumers regarding broadband access and availability, e-security, applications • Submissions to Australian Government – Infrastructure Australia, Regional Telecommunications Review, Regional Blackspots program and Regulatory Review • Meetings with Federal and State Government regarding regional Broadband • Correspondence and liaison encouraging State Government to take a strong leadership role in coordinating and implementing a timely, multi-region solution for deployment of modern, affordable terrestrial wireless broadband infrastructure deployment; • Reports to SAROC and LGA regarding regional broadband • Update broadband data for CLGR region • Coordinated and hosted Australian Telecommunications User Group (ATUG) national roadshow events across the Region • Support to Thinker in Residence Program activity in Region
6. Waste Management	
<i>Viable, sensible and long term solutions for waste management across the region</i>	<ul style="list-style-type: none"> ▪ Implementation of Regional Waste Management Strategy recommendations underway with support from TJH Management Services ▪ Regular meetings of waste sub regions active (southern & northern) ▪ Active liaison with Zero Waste SA and EPA ▪ Coordination of Regional Assessment Panel for Zero Waste SA 'Regional Implementation Program' ▪ Preparation of Regional Implementation Program regional submission ▪ Liaison with SAROC and LGA regarding Service Charge for waste collection ▪ Correspondence to State Minister regarding security of Zero Waste funding for Regional implementation projects
7. Roads and Transport	
<i>Sound and sustainable transport network and appropriate community access to transportation</i>	<ul style="list-style-type: none"> ▪ Transport Infrastructure Planning Committee active ▪ Assessment, inspection and regional submission to Special Local Roads program ▪ Council Special Local Roads briefing held ▪ Submission and case studies regarding implementation of road reclassification guidelines
8. Natural Resource Management	
<i>Local Government is appropriately resourced and considered as a genuine, integral and active partner to help achieve local NRM outcomes.</i>	<ul style="list-style-type: none"> ▪ Australian Government funding for Local Government Environment & Sustainability Officer network secured ▪ Completion of Regional Coastal Management Access Strategy and Signage Guide and commencement of implementation ▪ Additional funding secured for continuation of Regional Coastcare Officer ▪ Coordination of Annual 'Coastal Council' Forum and ongoing liaison with Coastal Councils ▪ Redraft Local Government NRM Action Plan in conjunction with Northern & Yorke NRM Board ▪ Submission to draft N&Y NRM Board plan ▪ Participation in LGA Review of NRM – regional consultation sessions ▪ Local Government rep attendance at Regional NRM Board meetings
9. Regional Water Supply	

<i>Measurable improvement in sustainable water supply for the Region</i>	<ul style="list-style-type: none"> Co-funding with NRM Boards for implementation support to regional ICLEI Water Campaign delivery – nine Councils participating Attended ICLEI Recognition Awards – Canberra and Adelaide Correspondence to Minister for Water Security regarding regional water resource management and sustainability 'Water Forum' held in conjunction with Council CEO's forum Funding of Technical Officer (Water) for Central Region Coordinate Central Region projects to LGA Stormwater Reuse proposal in conjunction with SAMDB NRM Board and ICLEI Briefing to Office of Federal Minister for Water Resources regarding support for implementation of Tonkin report Liaison with LGA regarding implementation of SA Water Irrigated Public Open Space (IPOS) Code of Practice
10. Energy	
<i>Secure, adequate and effective energy networks to meet community needs</i>	<ul style="list-style-type: none"> Preparation of Rural Electricity Augmentation submission to State Government, Electricity Supply Planning Industry Commission and ESCOSA
11. Disaster Mitigation	
<i>Disaster risk is effectively managed and impact minimised</i>	<ul style="list-style-type: none"> 'Safer Communities' award and LGA Innovation Showcase presentation for Regional Natural Disaster and Risk Mitigation strategy Local Council Emergency Management Plans finalised Liaison with State Government regarding establishment of Zone Emergency Management committees Participation in LGA Bushfire Working Group and Fire & Emergency Services Act review Regional Forum Correspondence to State Minister regarding ZEMC funding Local Government representation on Regional Drought Taskforce Correspondence to State Minister regarding continuation of drought support programs Regional Climate Change Steering Committee established in conjunction with Regional Development and NRM Boards Correspondence to LGA and SAROC urging State Government DAC to become the authority responsible for either approving or refusing protection works adjacent freeholded shack sites
12. Community Health and Wellbeing	
<i>Appropriate infrastructure, facilities and services in place to suitably meet demand and enhance community health and wellbeing</i>	<ul style="list-style-type: none"> Correspondence to State Minister for Health regarding Country Health Plan Liaison with LGA regarding additional consultation on Country Health Plan Liaison with LGA and SAROC regarding proposed changes to school funding policy and ramifications for small, rural communities

Right: Central Region Executive Officer (Anita Crisp) and Natural Disaster & Risk Mitigation Project Officer (Neville Hyatt) accepting the Emergency Management Australia 'Safer Communities' award for the Regional Natural Disaster and Risk Mitigation Strategy from Minister Wright and a representative from the Australian Government – Emergency Management Australia division



Audited Financial Statement 2008/2009

CENTRAL LOCAL GOVERNMENT REGION OF SA INC.

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	NOTES	2009	2008
		\$	\$
INCOME			
Council Contributions	3	142,698	127,680
Grants, Subsidies and Other Contributions	4	495,656	192,487
Investment Income	5	14,684	22,071
Other Incomes	6	14,431	13,917
TOTAL INCOMES		667,468	356,155
EXPENSES			
Employee Costs	7	893	3,656
Materials, Contracts & Other Expenses	8	433,664	361,695
TOTAL EXPENSES		434,557	365,351
OPERATING SURPLUS (DEFICIT)		232,911	(9,197)
Net Gain (Loss) on Disposal or Revaluation of Assets	9	(8,947)	
Discontinued Operations			
Surplus (Deficit) of Discontinued Operations	10		(84)
Gain (Loss) on Disposal of Assets of Discontinued Operations	10		(139,869)
NET SURPLUS (DEFICIT)		223,964	(149,149)

This Statement is to be read in conjunction with the accompanying notes.

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BALANCE SHEET
AS AT 30 JUNE 2009

	NOTES	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash & Cash Equivalents	11	458,610	321,479
Trade & Other Receivables	12	104,574	18,565
TOTAL CURRENT ASSETS		563,184	340,044
NON-CURRENT ASSETS			
Infrastructure, Property, Plant & Equipment	13	28,641	27,583
TOTAL NON-CURRENT ASSETS		28,641	27,583
TOTAL ASSETS		591,824	367,628
LIABILITIES			
CURRENT LIABILITIES			
Trade & Other Payables	14	232	
TOTAL CURRENT LIABILITIES		232	0
NON-CURRENT LIABILITIES			
TOTAL NON-CURRENT LIABILITIES		0	0
TOTAL LIABILITIES		232	0
NET ASSETS		591,592	367,628
EQUITY			
Accumulated Surplus		591,592	367,628
TOTAL EQUITY		591,592	367,628

This Statement is to be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009	2008
		\$	\$
ACCUMULATED SURPLUS			
Balance at End of Previous Reporting Period		367,628	516,777
Net Surplus (Deficit) for Year		223,964	(149,149)
BALANCE AT END OF PERIOD		591,592	367,628
TOTAL EQUITY AT END OF REPORTING PERIOD		591,592	367,628

This Statement is to be read in conjunction with the accompanying notes.

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

	NOTES	2009	2008
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
<i>Receipts</i>			
Operating Receipts		569,113	356,376
Investment Receipts		17,255	21,645
GST Collected		60,275	34,178
GST Refund from the ATO		40,161	35,611
<i>Payments</i>			
Operating Payments to Suppliers & Employees		(434,346)	(365,435)
Finance Payments			
GST Payments on Purchases		(40,140)	(35,611)
GST Remitted to the ATO		(65,184)	(35,407)
NET CASH PROVIDED BY (OR USED IN) OPERATING ACTIVITIES		147,136	11,356
CASH FLOWS FROM INVESTING ACTIVITIES			
<i>Receipts</i>			
Sale of Replaced Assets		18,636	
<i>Payments</i>			
Expenditure on Renewal/Replacement of Assets		(28,641)	
Capital Contributed to Associated Entities			(47,617)
NET CASH PROVIDED BY (OR USED IN) INVESTING ACTIVITIES		(10,004)	(47,617)
CASH FLOWS FROM FINANCING ACTIVITIES			
<i>Receipts</i>			
<i>Payments</i>			
NET CASH PROVIDED BY (OR USED IN) FINANCING ACTIVITIES		0	0
NET INCREASE (DECREASE) IN CASH HELD		137,131	(36,261)
CASH & CASH EQUIVALENTS AT BEGINNING OF REPORTING PERIOD		321,479	357,739
CASH & CASH EQUIVALENTS AT END OF REPORTING PERIOD	15	458,610	321,479

This Statement is to be read in conjunction with the accompanying notes.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

1. Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) The Local Government Reporting Entity

The Central Local Government Region of South Australia Incorporated ("the Region"), is a Regional Subsidiary under Section 43 and Schedule 2 of the Local Government Act 1999.

The Constituent Councils are:

The Barossa Council;	District Council of Mount Remarkable;
District Council of Barunga West;	Northern Areas Council;
Clare and Gilbert Valleys Council;	District Council of Orreroo / Carrieton;
District Council of the Copper Coast;	District Council of Peterborough;
The Flinders Ranges Council;	Port Pirie Regional Council;
Regional Council of Goyder;	Wakefield Regional Council; and
Light Regional Council;	District Council of Yorke Peninsula.
District Council of Mallala;	

All funds received and expended by the Region have been included in the Financial Statements forming part of this Financial Report.

(b) Basis of Accounting

This general purpose financial report has been prepared in accordance with Australian equivalents to International Financial Reporting Standards (AIFRS) as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations (UIGs) and relevant South Australian legislation.

The financial report was authorised for issue by the Region by certificate under clause 11 of the Local Government (Financial Management) Regulation 1999 dated 31 July 2009.

Except where stated below, these financial statements have been prepared in accordance with the historical cost convention.

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying the Region's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are specifically referred to in the relevant sections of this Note.

All amounts in the financial statements have been rounded to the nearest dollar (\$).

(c) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Revenue is recognised when the Region obtains control over the assets comprising the revenue, or when the amount due constitutes an enforceable debt, whichever first occurs.

Where grants, contributions and donations recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the amounts subject to those undischarged conditions are disclosed in these notes. Also disclosed is the amount of grants, contributions and receivables recognised as revenues in a previous reporting period which were obtained in respect of the Region's operations for the current reporting period.

(d) Cash, Cash Equivalents & Other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at Region's option with an insignificant risk of changes in value with a maturity of three months or less from the date of acquisition.

Receivables are generally unsecured and do not bear interest. All receivables are reviewed as at the reporting date and adequate allowance made for amounts the receipt of which is considered doubtful.

All financial instruments are recognised at fair value at the date of recognition.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

(e) Property, Plant & Equipment

All non-current assets purchased are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use".

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition.

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by the Region for each type of asset. In determining such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are as follows:-

Office Furniture & Equipment	\$1,000
Other Plant & Equipment	\$1,000

Certain asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value.

All plant and equipment assets recognised are systematically depreciated over their useful lives in a manner which reflects the consumption of the service potential embodied in those assets. Depreciation is recognised on a straight-line basis.

(f) Payables

Creditors are amounts due to external parties for the supply of goods and services and are recognised as liabilities when the goods and services are received. Creditors are normally paid 30 days after the month of invoice. No interest is payable on these amounts.

Amounts received from external parties in advance of service delivery, and security deposits held against possible damage to assets, are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

(g) Employee Benefits

Liabilities for employees' entitlements to salaries, wages and compensated absences expected to be paid or settled within 12 months of reporting date are accrued at nominal amounts (including payroll based on costs) measured in accordance with AASB 119.

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based on costs) to be made in respect of services provided by employees up to the reporting date.

No accrual is made for sick leave as experience indicates that, on average, sick leave taken in each reporting period is less than the entitlement accruing in that period, and this experience is expected to recur in future reporting periods. The Region does not make payment for untaken sick leave.

(h) Superannuation

The Region makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently.

No changes in accounting policy have occurred during either the current or previous reporting periods.

Accumulation Fund Members - The accumulation fund receives both employer and employee contributions on a progressive basis. Employer contributions are normally based on a fixed percentage of employee earnings in accordance with Superannuation Guarantee Legislation (9% in 2008/2009; 9% in 2007/2008). No further liability accrues to the employer as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Defined Benefit Members - the Region makes employer contributions to the defined benefits categories of the Scheme at rates determined by the Scheme's Trustee. The rate is currently 6% (6% in 2007/2008) of superannuation salary. Employees also make member contributions to the Fund. As such, assets accumulate in the Fund to meet the member's benefits, as defined in the Trust Deed, as they accrue.

The Fund's Defined Benefit Plan is a multi-employer sponsored plan. As the Fund's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.32(b), the Region does not use defined benefit accounting for these contributions.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

(i) GST Implications

In accordance with UIG Abstract 1031 "Accounting for the Goods & Services Tax":-

* Receivables and Creditors include GST receivable and payable.

* Except in relation to input taxed activities, revenues and operating expenditures exclude GST receivable and payable.

* Non-current assets and capital expenditures include GST net of any recoupment.

* Amounts included in the Statement of Cash Flows are disclosed on a gross basis.

(j) Comparative Information

Comparative information has been reclassified to be consistent with the current year disclosure of equivalent information in accordance with AIFRS.

(k) New Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2009 reporting period.

AASB 3	Business Combinations
AASB 101	Presentation of Financial Statements
AASB 123	Borrowing Costs
AASB 127	Consolidated and Separate Financial Statements
AASB 2007-6 & 8	Amendments to Australian Accounting Standards arising from AASB 123
AASB 2007-10	Amendments to Australian Accounting Standards arising from AASB 101
AASB 2008-2	Amendments to Australian Accounting Standards - Puttable Financial Instruments and Obligations arising on Liquidation
AASB 2008-3	Amendments to Australian Accounting Standards arising from AASB 3 and AASB 127
AASB 2008-5 & 6	Amendments to Australian Accounting Standards arising from the Annual Improvements Project
AASB 2008-7	Amendments to Australian Accounting Standards - Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
AASB 2008-8	Amendments to Australian Accounting Standards - Eligible Hedged Items
AASB 2008-9	Amendments to AASB1049 for consistency with AASB 101
AASB 2008-11	Amendments to Australian Accounting Standards - Business Combinations Among Not-for-Profit Entities
AASB 2008-12	Amendments to Australian Accounting Standards - Reclassification of Financial Assets - Effective Date and Transition
AASB 2008-13	Amendments to Australian Accounting Standards arising from AASB Interpretation 17 - Distributions of Non Cash Assets to Owners
Interpretation 15	Agreements for the Construction of Real Estate
Interpretation 16	Hedges of a Net Investment in a Foreign Operation
Interpretation 17	Distribution of Non-cash Assets to Owners
Interpretation 18	Transfers of Assets from Customers

NB. Standards not affecting Local Government Entities have been excluded from the above list.

The Region is of the view that none of the above new standards or interpretations will affect any of the amounts recognised in the financial statements, but that they may impact certain information otherwise disclosed.

(l) Subscriptions

Clause 5.2 of the Charter of the Region prescribes that subscriptions by Constituent Councils will be decided at the Annual General Meeting. For 2008 / 2009 these were \$8,895 exclusive of GST.

2. Functions / Activities of the Region

Revenues and expenses have been attributed to the functions / activities which are described below.

The activities of the Region are categorised into the following broad programs:

General Operating Activities	Natural Resource Management
Regional Transport Strategy & Review	Natural Disaster & Risk Mitigation
Water Project	Broadband Project
Transport Infrastructure Committee	STEDs Project
Regional Waste Management	Reserves

Revenues, expenses and the carrying amount of assets which are reliably attributable to each of the listed functions / activities are reported on regularly throughout the year and are available upon request to the Executive Officer.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009	2008
3.	COUNCIL CONTRIBUTIONS	\$	\$
	General Operations	133,425	127,680
	Roads Project	9,273	
		142,698	127,680
4.	GRANTS, SUBSIDIES & OTHER CONTRIBUTIONS		
	Other Grants, Subsidies & Contributions	495,656	192,487
		495,656	192,487
	<i>Sources of Grants</i>		
	Commonwealth Government	379,091	1,000
	State Government	80,000	160,000
	Other	36,565	31,487
		495,656	192,487
	<i>Conditions Over Grants & Contributions</i>		
	Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:		
	Unexpended at Close of Previous Reporting Period	251,157	258,577
	Less: Expended During the Current Period from Revenues Recognised in Previous Reporting Periods:-		
	Waste Study		45,362
	Disaster Mitigation Project	57,188	42,715
	Broadband Project	6,542	
	NRM	623	
		64,353	88,077
	Plus: Amounts Recognised as Revenues in this Reporting Period but Not Yet Expended in Accordance with the Conditions:-		
	Waste Study	13,727	
	Disaster Mitigation Project		57,188
	Broadband Project	92,908	6,542
	Natural Resources Management	122,913	623
	Climate Change		16,305
	Local Government	36,565	
		266,114	80,657
	Unexpended at Close of Reporting Period and held as Restricted Assets	452,918	251,157
	Net Increase (Decrease) in Restricted Assets in Current Reporting Period	201,761	(7,420)
5.	INVESTMENT INCOME		
	Interest on Investments		
	Local Government Finance Authority	14,671	22,060
	Banks & Other	13	11
		14,684	22,071
6.	OTHER INCOMES		
	Vehicle Charges	13,917	10,417
	Sundry	514	3,501
		14,431	13,917

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009	2008
7. EMPLOYEE COSTS		\$	\$
Salaries and Wages		819	3,345
Superannuation - Defined Cont Plan Contributions	19	74	311
		893	3,656
<i>Total Number of Employees</i>		-	0.05
<i>(Full Time Equivalent at End of Reporting Period)</i>			
8. MATERIALS, CONTRACTS & OTHER EXPENSES			
<i>Prescribed Expenses</i>			
Auditor's Remuneration			
Auditing the Financial Reports		1,200	1,400
		1,200	1,400
<i>Other Materials, Contracts & Expenses</i>			
Contractors		403,481	314,573
Energy / Fuel		3,413	5,171
Legal Expenses			15,879
Sundry		25,570	24,671
		432,464	360,295
		433,664	361,695
9. ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS			
Proceeds from Disposal		18,636	
Less: Carrying Amount of Assets Sold		27,583	
		(8,947)	0
10. DISCONTINUED OPERATIONS			
As at 1st July 2007, the Region made the decision to discontinue its involvement and interests in the management and administration of the Mid North Community Passenger Transport Network. This responsibility was transferred to the Clare & Gilbert Valleys Council on behalf of the member Councils involved in the Transport Network. In making this transfer, employees, assets and liabilities of the Network were also transferred as outlined below.			
Revenue of Discontinued Operations			
Council Contributions			
Grants, Subsidies and Other Contributions			
Donations			
Other Revenues			
		0	0
Expenditure of Discontinued Operations			
Employee Costs			84
Materials, Contracts & Other Expenses			84
		-	84
Surplus (Deficit) of Discontinued Operations		0	(84)
Carrying Amounts of Assets / Liabilities Disposed			
Cash & Cash Equivalents			47,617
Motor Vehicles			95,760
Other Equipment			7,970
Annual Leave Entitlement			(4,484)
Long Service Leave Entitlement			(6,995)
		-	139,869
Proceeds from Disposal of Assets			
Gain (Loss) on Disposal of Assets of Discontinued Operations		0	(139,869)

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009	2008
11. CASH & CASH EQUIVALENTS		\$	\$
Cash on Hand & At Bank		85,962	31,074
Deposits at Call		372,648	290,405
	15	458,610	321,479
12. TRADE & OTHER RECEIVABLES			
Accrued Revenues		2,573	5,145
Debtors - General		102,001	13,421
		104,574	18,565
13. INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Valuation of Assets</i>			
At 1 July 2004 upon the transition to AIFRS, the Region elected pursuant to AASB 1.19 to retain a previously established deemed cost under GAAP as its deemed cost for the purposes of AIFRS.			
Pursuant to the Region's election, property, plant and equipment assets are recognised on the cost basis.			
PLANT & EQUIPMENT			
At Fair Value			
At Cost		28,641	27,583
		28,641	27,583
Carrying Amount at Close of Previous Reporting Period		27,583	131,314
Additions		28,641	
Disposals		(27,583)	
Discontinued Operations Disposals			(103,730)
Carrying Amount at Close of Current Reporting Period		28,641	27,583
14. TRADE & OTHER PAYABLES			
Accrued Expenses - Other		232	
		232	0

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009 \$	2008 \$
15. RECONCILIATION TO CASH FLOW STATEMENT			
<i>Reconciliation of Cash</i>			
Cash Assets comprise highly liquid investments with short periods to maturity subject to insignificant risk of changes of value. Cash at the end of the reporting period as shown in the Cash Flow Statement is reconciled to the related items in the Statement of Financial Position as follows:			
Total Cash and Cash Equivalents	11	458,610	321,479
Less: Short Term Borrowings	BS		
Balance per Cash Flow Statement		458,610	321,479
<i>Reconciliation of Change in Net Assets to Cash from Operating Activities</i>			
Net Surplus (Deficit)		223,964	(149,149)
Non-Cash Items in Income Statement			
Net (Gain) Loss on Disposals		8,947	
(Gain) Loss on Disposal of Assets of Discontinued Operations			139,869
		232,911	(9,281)
Add (Less): Changes in Net Current Assets			
Net (Increase) Decrease in Receivables		(86,008)	20,637
Net Increase (Decrease) in Trade & Other Payables		232	
Net Cash Provided (or Used In) Operating Activities		147,136	11,356
<i>Non-Cash Financing and Investing Activities</i>			
Acquisition of Assets by Means of:-			
Physical Resources Received Free of Charge			
Non-Cash Grants & Contributions			
<i>Amounts Recognised in Income Statement</i>		0	0
Finance Leases			
Land Taken Over for Non-Payment of Rates		0	0
<i>Financing Arrangements</i>			
Unrestricted access was available at Balance Date to the following Lines of Credit:-			
Bank Overdrafts		0	0
Corporate Credit Cards		0	0

The Bank Overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

16. FINANCIAL INSTRUMENTS

Net Fair Value of Financial Assets and Liabilities

The net fair value of cash and cash equivalents and non-interest bearing monetary financial assets and financial liabilities approximates their carrying value. Due to the nature of the financial instruments held by the Region, the costs associated with their settlement would not be material and therefore have not been considered.

Credit Risk Exposure

Credit risk represents the loss that would be recognised if other parties failed to perform as contracted.

The credit risk on financial assets, excluding investments, of the Region which have been recognised in the Balance Sheet (if any) is the carrying amount, net of any provision for doubtful debts.

The Region does not have significant exposure to any concentration of credit risk.

The net fair value of other monetary financial assets and financial liabilities is based on market prices where a market exists or by discounting expected future cash flows by the current interest rates for assets and liabilities with similar risk properties.

Cash flows are discounted using standard valuation techniques and the applicable market yield having regard to the timing of cash flows. The carrying amount of bank term deposits, accounts receivable, accounts payable and bank loans approximate net fair value

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

16. FINANCIAL INSTRUMENTS (CONT.)

Interest Rate Risk Exposure

The Region's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below. Exposures arise predominantly from assets and liabilities at variable interest rates as the Region intends to hold fixed rate assets and liabilities to maturity.

	Weighted Ave Interest Rate	Floating Interest Rate	One Year or Less	Fixed Interest Rate One to Five Years	More Than Five Years	Non Interest Bearing	Total
2009							
Financial Assets							
Cash on Hand							0
Cash at Bank	0.01 %	85,962					85,962
Deposits	2.75 %	372,648					372,648
Receivables						102,001	102,001
		458,610	0	0	0	102,001	560,611
Financial Liabilities							
Overdraft							0
Borrowings							0
Creditors & Accruals						232	232
		0	0	0	0	232	232
Excess of Financial Assets over Liabilities		458,610	0	0	0	101,768	560,378
2008							
Financial Assets							
Cash on Hand							0
Cash at Bank	0.50 %	31,074					31,074
Deposits	7.00 %	290,405					290,405
Receivables						13,421	13,421
		321,479	0	0	0	13,421	334,900
Financial Liabilities							
Overdraft							0
Borrowings							0
Creditors & Accruals							0
		0	0	0	0	0	0
Excess of Financial Assets over Liabilities		321,479	0	0	0	13,421	334,900

	2009 \$	2008 \$
RECONCILIATION OF FINANCIAL ASSETS & LIABILITIES		
<i>Excess of Financial Assets over Liabilities</i>		
Financial Assets	560,611	334,900
Financial Liabilities	(232)	
	560,378	334,900
<i>Non-Financial Assets (Liabilities)</i>		
Accrued Revenues	2,573	5,145
Property, Plant & Equipment	28,641	27,583
	31,214	32,728
<i>Net Assets per Balance Sheet</i>	591,592	367,628

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

	NOTES	2009 \$	2008 \$	2007 \$
17. FINANCIAL INDICATORS				
These Financial Indicators have been calculated in accordance with Information Paper 9 - Local Government Financial Indicators prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia.				
Operating Surplus		232,911	(9,197)	55,806
<i>Being the operating surplus (deficit) before capital amounts.</i>				
Operating Surplus Ratio		N/A	N/A	N/A
<i>This ratio expresses the operating surplus as a percentage of general and other rates, net of NRM levy.</i>				
Net Financial Liabilities		(562,951)	(340,044)	(385,463)
<i>Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in the Region's businesses).</i>				
Net Financial Liabilities Ratio		(84 %)	(95 %)	(97 %)
Interest Cover Ratio		(2.2 %)	(6.6 %)	(5.8 %)
Asset Sustainability Ratio		N/A	N/A	N/A
Asset Consumption Ratio		N/A	N/A	N/A
18. UNIFORM PRESENTATION OF FINANCES				
The Local Government Association's General Meeting in March 2006 resolved that a high level summary of both operating and capital investment activities of each council / subsidiary be prepared on a uniform and consistent basis, thereby enabling more meaningful comparisons of organisation's finances.				
A feature of the arrangement is that it facilitates the reporting of a standard set of key financial indicators of the reporting entity's financial sustainability – all of which are shown in Note 17 above.				
		2009	2008	
		\$	\$	
Income		667,468	356,155	
less Expenses		(434,557)	(365,351)	
		<u>232,911</u>	<u>(9,197)</u>	
Net Outlays on Existing Assets				
Capital Expenditure on Renewal and Replacement of Existing Assets		(28,641)	0	
less Depreciation, Amortisation and Impairment				
less Proceeds from Sale of Replaced Assets		<u>18,636</u>	<u>0</u>	
		<u>(10,004)</u>	<u>0</u>	
Net Outlays on New & Upgraded Assets				
Capital Expenditure on New and Upgraded Assets		0	0	
less Amounts Received Specifically for New and Upgraded Assets		0	0	
less Proceeds from Sale of Surplus Assets		<u>0</u>	<u>0</u>	
		<u>0</u>	<u>0</u>	
Net Lending (Borrowing) for Reporting Period		<u>222,907</u>	<u>(9,197)</u>	
19. SUPERANNUATION				
The Region makes employer superannuation contributions in respect of its employees to the Local Government Superannuation Scheme (the Scheme). The Scheme has two categories of membership, each of which is funded differently.				
The Scheme's accumulation category, receives both employer and employee contributions on a progressive basis. Employer contributions are normally based on a fixed percentage of employee earnings (9% required under Superannuation Guarantee Legislation). No further liability accrues to the employer as the superannuation benefits accruing to employees are represented by their share of the net assets of the Scheme.				
The Scheme's Defined Benefit Plan is a multi-employer sponsored plan. As the Scheme's assets and liabilities are pooled and are not allocated by employer, the Actuary is unable allocate benefit liabilities, assets and costs between employers. As provided under AASB 119.32(b), the Region does not use defined benefit accounting for these contributions.				
The Region makes employer contributions to the defined benefit category of the Scheme at rates determined by the Trustee on the advice of the Scheme's Actuary. On the basis of the results of the most recent full actuarial investigation conducted by the Scheme's actuary, L C Brett, BSc., FIA, FIAA, of Brett and Watson Pty Ltd as at 30 June 2008, the Trustee has determined that the current funding arrangements are adequate for the expected Defined Benefit Plan liabilities.				

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

20. JOINT VENTURES & ASSOCIATED ENTITIES

An *Associate* is an entity, including an unincorporated entity such as a partnership, over which the investor has significant influence and that is neither a subsidiary nor an interest in a joint venture.

A *Joint Venture* is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control.

The Region has no interests in Joint Ventures or Associated Entities.

Although the Region itself is a Regional Subsidiary established by the 15 Member Councils (as listed in Note 1 (a)), it is not considered to be an associate of any of the individual Councils as no one Council has significant influence. As such, equity accounting procedures are not used by the individual Councils. It is likely that each Council's interest in the Regional Subsidiary is non-material, and as such, it is appropriate for a Council to write off its annual contribution as an expense.

CENTRAL LOCAL GOVERNMENT REGION OF SA INC.

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

STATEMENT BY CHIEF EXECUTIVE OFFICER

I, **ANITA CRISP** the person for the time being occupying the position of **CHIEF EXECUTIVE OFFICER** of the **CENTRAL LOCAL GOVERNMENT REGION OF SA INC.** do hereby state that the Financial Statements of the Incorporated Body for the year ended 30 June 2009 are to the best of my knowledge presented fairly and in accordance with accounting procedures which have been maintained in accordance with the Local Government Act 1999, and the Local Government (Financial Management) Regulations 1999 made under that Act.



.....
A. Crisp
Executive Officer

31 July 2009
.....
Dated

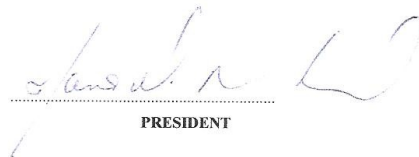
~ ADOPTION STATEMENT ~

Laid before the Central Local Government Region of SA Inc.

and adopted on the 14 (th) day of August 2009



.....
EXECUTIVE OFFICER



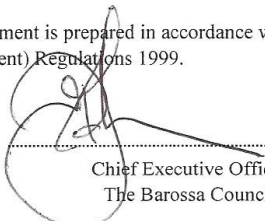
.....
PRESIDENT

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

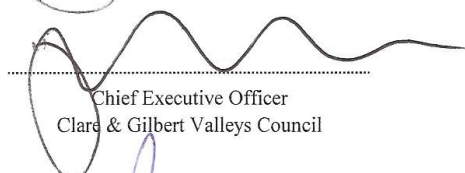
CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the Audit of the Central Local Government Region of South Australia Incorporated for the year ended 30 June 2009, the Association's Auditor, Cobiac and Chapman, has maintained its independence in accordance with the requirements of the Local Government Act 1999 and the Local Government (Financial Management) Regulations 1999 made under that Act.

This Statement is prepared in accordance with the requirements of Regulation 16A(2) of the Local Government (Financial Management) Regulations 1999.



Chief Executive Officer
The Barossa Council



Chief Executive Officer
Clare & Gilbert Valleys Council



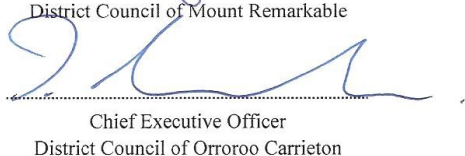
Chief Executive Officer
The Flinders Ranges Council



Chief Executive Officer
Light Regional Council



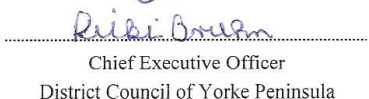
Chief Executive Officer
District Council of Mount Remarkable



Chief Executive Officer
District Council of Orroroo Carrieton



Chief Executive Officer
Port Pirie Regional Council



Chief Executive Officer
District Council of Yorke Peninsula



Chief Executive Officer
District Council of Barunga West



Chief Executive Officer
District Council of the Copper Coast



Chief Executive Officer
Regional Council of Goyder



Chief Executive Officer
District Council of Mallala



Chief Executive Officer
Northern Areas Council



Chief Executive Officer
District Council of Peterborough



Chief Executive Officer
Wakefield Regional Council

CENTRAL LOCAL GOVERNMENT REGION OF SA INC.

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009**

STATEMENT BY AUDITOR

I confirm that, for the audit of the financial statements of the Central Local Government Region of South Australia Incorporated for the year ended 30 June 2009, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the Local Government Act 1999 and the Local Government (Financial Management) Regulations 1999 made under that Act.

This statement is prepared in accordance with the requirements of Regulation 16A (4) of the Local Government (Financial Management) Regulations 1999.


.....

GERALD P. COBIAC AUA CPA

Partner

Cobiac & Chapman

Certified Practising Accountants

Prospect, South Australia

4th August, 2009

**INDEPENDENT AUDIT REPORT
TO THE MEMBER COUNCILS
OF THE CENTRAL LOCAL GOVERNMENT REGION OF SA INC.**

Scope

We have audited the attached special purpose Financial Report on pages 1 to 14 comprising the Income Statement, the Balance Sheet, the Statement of Changes in Equity, the Cash Flow Statement, the Notes to the Financial Statements and Statement by the Executive Officer for the year ended 30 June 2009.

The Central Local Government Region of SA Inc Board is responsible for the preparation and presentation of the Financial Report and the information contained therein and has determined that the accounting policies used are consistent with the financial reporting requirements of their Constitution, and are appropriate to meet the needs of the Incorporated Body. We have conducted an independent audit of the Financial Statements in order to express an opinion on them. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the Association.

The Financial Report has been prepared for distribution to members for the purpose of fulfilling the Incorporated Body's financial reporting requirements. As such, we disclaim any assumption of responsibility for reliance on this report or on the Financial Report to which it related to any person other than the members, or for any purpose other than that for which it is prepared. The Audit has been conducted in accordance with Australian Standards to provide reasonable assurances as to whether the Financial Statements are free of material misstatement. The procedures included an examination, on a test basis, of evidence supporting the amounts and other disclosures in the Financial Statements, and evaluation of accounting policies and significant account estimates. These procedures have been undertaken to form an opinion as to whether in all material respects, the Financial Statements are presented fairly in accordance with the operations of, and with the accounting policies of the Incorporated Body. (These bodies do not require the application of all statements of Accounting Concepts and Accounting Standards).

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the Financial Statements of the Central Local Government Region of SA Inc are properly drawn up in accordance with the accounting policies as adopted by the Committee. Financial Statements disclose the financial position of the Central Local Government Region of SA Inc. as at 30 June 2009 and the results of its operations for the year then ended.



GERALD P. COBIAC AUA CPA

Partner

Cobiac & Chapman

Certified Practising Accountants

Prospect, South Australia

Handwritten initials August, 2009