



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

TABLE OF CONTENTS

	<u>Page</u>
Principal Financial Statements	
Income Statement	1
Balance Sheet	2
Statement of Changes in Equity	3
Cash Flow Statement	4
 Notes to, and forming part of, the Principal Financial Statements	
Note 1 - Significant Accounting Policies	N1
Note 2 - Income	N7
Note 3 - Expenses	N10
Note 4 - Gain or Loss on Disposal of Assets	N12
Note 5 - Current Assets	N13
Note 6 - Non-Current Assets	N14
Note 7 - Infrastructure, Property, Plant & Equipment & Investment Property	N15
Note 8 - Liabilities	N18
Note 9 - Reserves	N19
Note 10 - Assets Subject to Restrictions	N20
Note 11 - Reconciliation of Cash Flow Statement	N21
Note 12 - Functions	N22
Note 13 - Financial Instruments	N24
Note 14 - Expenditure Commitments	N26
Note 15 - Financial Indicators	N27
Note 16 - Uniform Presentation of Finances	N28
Note 17 - Operating Leases	N29
Note 18 - Superannuation	N30
Note 19 - Joint Ventures & Associated Entities	N31
Note 20 - Assets & Liabilities not Recognised	N32
Note 21 - Events Occurring After Reporting Date	N33
Note 22 - Reconciliation of Government Grants	N34
 CEO Statement	 5
Audit Report	6
Council Certificate of Audit Independence	7
Audit Certificate of Audit Independence	8



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
	Notes	\$	\$
ASSETS			
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

Flood Damage Repairs **409,744** **874,707**



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			
Property generating rental income			
Repairs, maintenance & other operating expenses		-	-
Depreciation, Amortisation & Impairment		-	-
Property not generating rental income			
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

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

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

		2009		2008	
		\$		\$	
	Notes	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
--------------------------	----------	---------	--------

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)
--	-------------	-----------	----------

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
	610,890			198,156
	0			0
	610,890			198,156

Recognised as revenue in advance of expenditure
Current receivable - Other levels of Government

6



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