



District Council of
ORROROO
CARRIETON

ANNUAL REPORT

2022-2023

Adopted 22 November 2023

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INTRODUCTION

It is with great pleasure that I present the District Council of Orroroo Carrieton's Annual Report for 2022/23, after being elected to the role of Mayor when Kathie Bowman stepped down in July. I thank Kathie for her years of leadership and advocacy for the District Council of Orroroo Carrieton. I am pleased to say that we are continuing on our path of financial and asset sustainability within our Council district. Through grants, we have invested in the infrastructure which will support our community's growth and prosperity in the coming term. Through strong advocacy and a financial commitment we have secured funding from the Commonwealth Government to improve the telecommunications in Pekina and surrounds.

Council had commenced and completed the second stage of the Orroroo Heavy Vehicle Bypass made possible by the Special Local Roads Program. We have also completed the construction of the Settlers Trail project which included the landscaping and signage in relation to the restored Black Rock Woolpress building. It is pleasing to note that much of the capital project work was performed with our small labour force. The extra workload of our capital infrastructure projects does not mean we have put our usual work programs on hold. All the projects that were identified for delivery in our 2022/23 Business Plan have continued. We continue to strive, as always, to provide the best day-to-day service that you expect of us.

During this past year we have unfortunately still endured Covid19 shut downs, office closures, restrictions and staff working from home. We have continued to provide the same level of service to the community despite these challenges which is a source of great pride in our staff.

Council was honoured in 2022 to have received a second Top 5 finalist for the Agricultural Town of the Year. A true credit to the community, businesses, staff and volunteers who represent our community so well. The community has continued to prosper in difficult times, this is shown in these recognitions of our town and district.

In conclusion, I would once again like to pass on my sincere appreciation to my fellow Elected Members, CEO Paul Simpson, and all staff and volunteers for their continued dedication in serving the Orroroo Carrieton District.

If you would like to understand the extent of the operations of your Council, I encourage you to read through the 2022/23 Annual Report in its entirety.



Grant Chapman
Mayor

PERFORMANCE SUMMARY



Completed construction of the Orroroo Heavy Vehicle Bypass (stage 2); completed construction of the Orroroo Recreation Ground canteen & change room complex; delivered the annual road construction on time and on budget; completed construction of the Settlers Trail landscaping.



Partnered with neighbouring Councils in progression of the Flinders Alliance; support for family and business support mentors; funding, partnering and support for the Recreation Group in preparation for 'Roasting the Roo' community event (July 2023).



Secured funding for construction of the Orroroo Transfer Station redevelopment and the Healthy Ageing Community Grant; Maintained service delivery throughout continued pandemic restrictions, and sought to create efficiencies with our business practices.

From the CEO

2022/23 was another big infrastructure development year for Council. Our service delivery was maintained whilst our external staff focus was on the delivery of some key major infrastructure projects. Our staff have remained resilient through a transition process and many have taken on new tasks and adjustments to previous roles as a result of organisational change.

Council has remained adaptive in business to manage any restrictions put in place including increased levels of staff absences. Pleasingly the worst seems to be behind us. Similarly, in our approach to project delivery we've needed to be agile in our response to contractor shortages and increasing costs to ensure timely delivery whilst also mitigating the impacts on budgets.

As you peruse Council's Annual Report for 2022/23 you will see that Council continually strives to work in partnership with the community and our many key stakeholders. We are guided by the Vision and Strategic Pillars of our Strategic & Community Plan: Prosperity & Resilience.

I look forward to another year of accomplishments, working closely with Mayor Chapman, the Elected Members, our staff, key stakeholders and the community.



Paul Simpson
Chief Executive Officer



VISION

“We are a proud community and our vibrancy makes us resilient. Our residents, businesses and visitors prosper from our beautiful landscape, healthy environment and well serviced regional centre.”

DISTRICT SUMMARY

Orroroo is located in the mid north of South Australia, approximately 3 hours drive north of Adelaide and one hour east of Port Augusta and intersects two major road transport routes from the eastern to western states (from Sydney to Perth) and from the Northern Territory and South Australia (Adelaide to Darwin).

Situated at the southern base of the Flinders Ranges the area retains much of its 1880's charm and is a popular tourism destination. The district has two major towns, Orroroo and Carrieton, with smaller historical locations of Eurelia, Black Rock, Morchard, Yatina, Pekina, Johnburgh and Belton dating back to the 1800's.

Orroroo has a range of essential services including a major Hospital, Health Centre, Area School, Library, Aged Care facility, a variety of community and culture associations. The sporting facilities and clubs are vibrant and well supported and are extremely competitive within localized competitions. The town centre hosts a range of business and trades which support the district.

The primary commerce in the region is agriculture, with the predominant commodity being cereal grains, legumes, meat and wool.

Council works across industry sectors including food production, mining and engineering, energy, tourism and social services to ensure the opportunities in these areas are maximised and that new business opportunities are supported.

YOUR COUNCIL

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PERFORMANCE HIGHLIGHTS

This non-exhaustive list represents some of the other significant outcomes achieved in the past year.

- ✓ Continued collection of outstanding rate debtors including properties transferred to Council for non-payment of rates under Section 184 and Section 185.
- ✓ Review of key Council policies ensuring legislative compliance.
- ✓ Partnered with District Council of Peterborough for WHS support.
- ✓ Supported key community events including Australia Day Celebration, Anzac Day, Remembrance Day, Carrieton Camp Draft, Carols in the Main and Orroroo Christmas Pageant.
- ✓ Facilitation of the Orroroo Recreation Ground Committee
- ✓ Provision of Trees for Life trees and shrubs to residents & landowners.
- ✓ Partnered with Port Pirie Regional Council for shared Environmental Health Officer and Financial Services.
- ✓ Partnered with Flinders Alliance Council for various shared procurement activities.
- ✓ Updated internal control systems to ensure compliance with accounting principles and Auditor requirements.
- ✓ Secured funding for the Orroroo Transfer Station redevelopment.
- ✓ Secured funding for the Healthy Ageing community grant in relation to hydrotherapy.
- ✓ Facilitation of the Orroroo Childcare Working Party
- ✓ Advocate strongly for increased services for childcare services within Orroroo
- ✓ Ongoing review and development of financial management policies, procedures and systems.
- ✓ Completed Stage 2 of the Orroroo Heavy Vehicle Bypass Project.
- ✓ Completion construction of the Orroroo Settlers Trail landscaping project
- ✓ Secured funding for an infrastructure upgrade including shelter and seating at Tank Hill lookout.
- ✓ Completed Stage 2 of the Orroroo Recreation Ground Complex development through the Office of Sport and Recreation.



Above & Below: 2023 Australia Day Award Winners



Above: Anzac Day 2023



Above: Orroroo Childcare Working Party



- ✓ Supported Orroroo businesses in their Rural Aid town street makeover project throughout 2022/23.

Above Stage 2 of the Orroroo Recreation Ground
Complex (Changerooms)

STRATEGIC DIRECTION

Council adopted a new 10 year Strategic & Community Plan in June 2020: Prosperity and Resilience 2020 - 2030.

This Strategic and Community Plan is the centrepiece of Council's suite of strategic management documents which also includes Council's Long Term Financial and Asset Management Plans and Annual Business Plan.

Our Vision

We are a proud community and our vibrancy makes us resilient. Our residents, businesses and visitors prosper from our beautiful landscape, healthy environment and well serviced regional centre.



Strategic Pillars

The Plan is built upon four key themes:

Prosperity | A strong and diversified local economy

Lifestyle | Healthy, connected and empowered communities with the services they need

Leadership | Informed decision making, strong advocacy and adaptive with change

Landscape | A healthy, productive environment supported by best practice

The Strategic and Community Plan is a tool for defining the direction of the district. By identifying a vision, themes, strategies and key projects, Council is creating a roadmap for 2020 – 2030.

Throughout the 10 year lifetime, the Plan will be regularly reviewed to ensure it remains relevant to the Orroroo Carrieton community and district.

As at 30 June 2023, the following is an update of progress against the actions arising from the Strategic Plan 2020-2030 – Strategic Projects document:

ID No	Strategic Plan Action Item-Description	Financial Year				Progress	Comments / Notes
		2020/21 & 2021/22	2022/23	2023/24	2024/25		
1	Review all Community Land Management Plans in accordance with legislative requirements and ensure plans are up to date						Completed Sept 2020
2	Investigate and implement shared services with neighbouring and regional Councils						Continuing with Shared Services (EHO, Finance, Starclub)
3	Undertake revaluation of all assets						Revaluation has occurred and provided to Council in August 2022.
4	Explore re-branding of Council						Council direction- no further action needed
5	Develop Black Rock Wool Press display facility in Main Street						Woolshed project completed 2021

ID No	Strategic Plan Action Item-Description	Financial Year				Progress	Comments / Notes
		2020/21 & 2021/22	2022/23	2023/24	2024/25		
6	Implement the Orroroo Heavy Vehicle Bypass						Project Completed
7	Develop the Orroroo Heavy Vehicle Bypass stage 2 – Willowie Rd connector						Council direction- no further action needed
8	Implement the Orroroo Heavy Vehicle Bypass stage 2 – Willowie Rd connector						Council direction- no further action needed
9	Upgrade of facilities at Orroroo Aerodrome – exclusion fencing and lighting						Completed 2021
10	Upgrade of Airstrip – sealed						No current work required - not budgeted - consideration for 24/25 FY
11	Development of stage 2 and 3 storm water capture and reuse plan for Orroroo township						Concept Hydrology Plan is done. Seeking Grant funding per Council direction
12	Implementation of stage 2 and 3 storm water capture and reuse plan for Orroroo Township						No current work required- seeking grant funding per Council direction
13	Reconstruct/Develop footpaths in accordance with developed program						Program yet to be developed.
14	Develop Orroroo Main Street rejuvenation strategy						In conjunction with Rural Aid project, mainstreet business facade upgrade
15	Implement Orroroo Main Street rejuvenation strategy						As above
16	Release of Crown Land in Orroroo and develop a multi-use precinct for residential, indigenous retirement living and aged care facility						This is not progressed- native title- no further action after council direction.
17	Explore options for the development of an Industrial/Commercial precinct to incorporate existing and new businesses						Not progressed- considered in Regional Planning framework. Parked by Council.
18	Implement Tourism Master Plan						Ongoing work in conjunction with community
19	Develop Trails strategy						Completed as part of Drought Communities Project
20	Implement Trails Strategy						As above

ID No	Strategic Plan Action Item-Description	Financial Year				Progress	Comments / Notes
		2020/21 & 2021/22	2022/23	2023/24	2024/25		
21	Comprehensive review of the Tourism Master Plan and develop 2025+						No current work required- Council have parked this review.
22	Implement Tourism Master Plan 2025+						No current work required
23	Release Addison Court Units for residential tenancy						All units tenanted in 2021
24	Redevelop the Orroroo public conveniences in Second St						Completed July 2022
25	Development of Orroroo Waste Management and Transfer Station						Detailed report provided- Grant Funding secured- project delivery in 2023/24
26	Implement options for solar and other alternative energy solutions for Council and community buildings						Completed as part of Drought Communities Project 2020 & 2021
27	Upgrade RSL Building for use a multipurpose community meeting room						Completed
28	Update the Dog and Cat Management Plan pursuant to legislative requirements						Completed
29	Implementation of Orroroo Community Wastewater Management Scheme maintenance plan						Complete
30	Explore options for free RV Park and/or camp ground facilities						This has been parked temporarily - requires Council consideration.
31	Mobile Black Spot prioritisation and advocacy						Complete for Pekina. Await construction by Telstra.

Progress Key	
	Behind Schedule
	Ongoing
	On Track
	Completed
	Scheduled

MAJOR PROJECT DELIVERY



Orroroo Settlers Trail Landscaping and Stories Signage Project

The Heritage Trail

Council has established the Woolshed as a 'centerpiece' of a much larger Settlers trail. The Settlers trail tells many of the stories, promotes the culture and vibrancy, and celebrate the characters associated with the district's history.

The trail meanders the main street of Orroroo and through maps and digital information link to many other icons and attractions in the outlying area such as Orroroo Lions Park, Solly's Hut, Pekina Reservoir & Yanyarrie Whim. This stage was completed in 2022/2023.

Along the trail are five stories that combine interpretive signage and digital components. Each story focusses on a theme that has been integral to the history of European settlement in the district. We invite you to explore each of the stories featured on the trail:

- Agricultural Evolution
- Community Resilience
- Irrigation Tribute
- Manufacturing Hub
- Pastoral History

Project Outcomes

- Short and long term social benefits for the community (protection, preservation and celebration of community assets and local heritage);
- Short-term economic benefits for local businesses of contractor funds circulating within the local economy;
- Short and long term benefits in the retention of facilities and/or local businesses reliant on tourism trade (i.e. caravan parks, B&B's, cafes, hotels, parks and gardens etc.)
- Long-term economic benefits resulting from increased tourism visitation and spend (i.e. more tourists stopping and staying longer)
- New and emerging tourism businesses, additional government spend on services and tourism

related infrastructure (works on roads, facilities, amenities etc)

The Heavy Vehicle Bypass

The Orroroo Heavy Vehicle Bypass project was completed in December 2022, the project was jointly funded by Council, the Special Local Roads Program and the Local Roads and Community Infrastructure Program. The project includes upgrade of Railway Terrace and the relocation of the Heavy Vehicle Bypass away from North Terrace and onto Weighbridge Road before re-joining RM Williams Way at the Northern end of Orroroo.

The project has improved road safety and efficiency for freight transport around the township of Orroroo, by constructing new bypass road overtop of existing Railway Terrace and diverting heavy vehicles away from North Terrace on a new section of bypass on Weighbridge Road. This has reduced the impact of heavy vehicles upon residents and recreational areas and reduced the number of associated intersections along the route.

The project was staged over two years to minimise disruption to heavy vehicle traffic (freight movement) and local/commuter traffic and to accommodate Council's financial contribution across two financial years. Stage 1 of the Bypass project occurred primarily in the 2020/21 financial year.

Stage 2 of the Bypass included the re-alignment and reconstruction of Railway Terrace/North Terrace intersection and construction of the Northern intersection of the new Bypass and RM Williams Way to DIT standards. The project also required the movement of Telstra assets and the removal and realignment of SAPN infrastructure at the Northern RM William Way intersection.

Orroroo Recreation Ground Changerooms

Construction of the Universal Changerooms and multi-purpose, public access toilets occurred in 2022. This project was funded by the District Council of Orroroo Carrieton in partnership with the Australian Government, the SA Government, and local sporting clubs & associations.

Council was pleased to announce that the facilities were operational and used for the first home game of Football on Saturday 29th April 2023. This project was the culmination of years of planning and will provide great facilities for our local sporting teams to enjoy for many years to come. I am sure we are the envy of

the local competition, along with our outstanding oval surface.



MANAGEMENT AND STAFFING

As at the 30th June 2023 the District Council Orroroo Carrieton had 13.6 full time equivalent employees (FTE) working across a range of service delivery areas of Council as detailed in the following resource areas:

Employee Resources

Engineering	7.6
Human Services	0.9
Environmental	0.4
Corporate	4.7
Total Council Full Time Equivalents (FTEs)	13.6

Covered by the following Awards:

Employee Award	Males	Females
SA MSOA general	2	6
SA MSOA senior	1	0
LGE Award	10	0
Caretakers & Cleaners Award	2	1
Total (inc Casuals)	15	7

The Council continues to maintain its commitment to its people and a commitment to equal employment opportunities in the workplace. This is reflected in our encouragement for staff to participate in employee training programs and up skilling activities.

The Chief Executive Officer of the Council maintains a record (the Register of Remuneration) in accordance with Local Government Act 1999 - Section 105 and Schedule 4, clause 1 (g) requires information about the number of senior executive officers, kinds of allowances, and bonuses and benefits that are made available as part of the salary package/s.

A person is entitled to inspect the Register of Remuneration at the principal office of the Council during ordinary office hours or from our website.

Employee Travel, Accommodation & Gift (including hospitality)

During the reporting period, no employees travelled interstate or internationally on official Council business. No gifts including hospitality over the value of \$50 were received by Council employees during 2022/2023.

Chief Executive Officer

The Chief Executive Officer as at 30th June 2023 is employed under the following conditions:

- 5 Year Performance based contract – Salary \$140,000
- Provision of Motor Vehicle with full private use – \$12,000
- Provision of laptop and mobile phone - \$2,500
- Provision of Council accommodation - \$15,000
- Provision of professional subscriptions, memberships and uniform - \$1,500

Total Package \$185,000

Manager of Corporate & Community Services

The Manager of Corporate & Community Services is employed under the following conditions:

- Municipal Officers Award Level 6 plus Enterprise Bargaining Agreements – Salary \$99,683
- Motor Vehicle Allowance - \$3,000
- Telephone/Communications Allowance - \$500
- Uniform allowance - \$300

Works Coordinator

The Works Coordinator is employed under the following conditions:

- 2 year Fixed Term contract – Level 5 of the Municipal Officers Award plus Enterprise Bargaining Agreements – Salary \$87,292
- Overtime Allowance in the form of fortnightly RDOs
- Motor Vehicle – restricted private use in Council area - \$15,000
- Provision of a Mobile Phone and ipad for work use
- Uniform allowance - \$650

Administration Staff

All other administration staff are employed under the South Australian Municipal Salaried Officers Award and receive an annual uniform allowance.

Engineering Services Staff

At the 30th of June 2023 all employees of the Council engaged in engineering, construction and field based services are employed under the Local Government Employees Award and the District Council of Orroroo Carrieton Enterprise Bargaining Agreement 2022. Staff receive provision of a mobile phone or mobile phone allowance and an uniform allowance.

Corporate Credit Card Usage

During the reporting period the following officers were provided Council's corporate credit cards and the total amounts expended during the period is as follows:

Officer	Total Amount
Paul Simpson (CEO)	\$11,536.87
Ann Frick (Manager of Corporate & Community Services)	\$9,422.38
Stuart Shute (Works Coordinator)	\$5,403.85
TOTAL	\$26,363.10

GOVERNANCE AND ADMINISTRATION

The District Council of Orroroo Carrieton delivers a wide range of services to its constituents. The Mayor and Elected Members give voice to the community, acting as the democratic link between the community and Council administration – the administration being the provider of services to the community. All major policy decisions are made by the Elected Member body who annually delegate the day-to-day running of the Council to the administration, through the CEO. The job of the administration is to act on decisions made by Council in respect to policies and priorities.

Access to Council Meetings, Committees and Documents

The District Council of Orroroo Carrieton supports the principle that the procedures to be observed at a meeting of Council or a Council Committee should contribute to open, transparent and informed decision-making.

However, Council also recognises that on a limited number of occasions, it may be necessary in the broader community interest to restrict public access to discussions or documents in some particular circumstances.

Council and Council Committee Meeting Timeframes

The Council has determined the following timeframes for its range of meetings after taking into account a requirement that it must meet at least once during the month, but not on a Sunday or public holiday.

Council Meetings

Ordinary Council Meetings are held on the fourth Wednesday of each month. The Ordinary Meetings are held in the Council Chambers at the Town Hall and commence at 9.00am.

Ordinary Council Meetings

Elected Members Council & Committee Meeting Attendances 2022/2023 Financial Year		Cr K Bowman	Cr G Chapman	Cr C Parkyn	Cr R Goehring	Cr J Ford	Cr J Watson	Totals		
		Mayor	Deputy Mayor					P	A	Ab
Ordinary Meetings of Council										
27 July	2022	P	P	P	A	P		4	1	
24 August	2022	P	P	P	P	P		5		
28 September	2022	P	P	P	P	P		5		
26 October	2022	P	P	P	A	P		4	1	
16 November	2022	P	P	P	P	P	P	6		
21 December	2022	P	P	P	P	P	P	6		
25 January	2023	P	P	P	P	P	P	6		
22 February	2023	P	P	P	A	P	P	5	1	
22 March	2023	P	P	P	A	P	P	5	1	
26 April	2023	P	P	P	P	A	A	4	2	
24 May	2023	P	P	P	A	P	P	5	1	
28 June	2023	P	P	P	A	P	P	5	1	
P	Present	12	12	12	6	11	7	60		
A	Apology				6	1	1		8	
Ab	Absent without Apology									0
GRAND TOTAL		12	12	12	12	12	8			

Special Council Meetings

Although it is infrequent, there are provisions in the Local Government Act 1999 whereby Special Council Meetings can be held at any time (pursuant to Section 82 of the Act). The following Special Meetings of Council were held during 2022-2023:

Elected Members Council & Committee Meeting Attendances 2022/2023 Financial Year		Cr K Bowman	Cr G Chapman	Cr C Parkyn	Cr R Goehring	Cr J Ford	Cr J Watson	Totals		
		Mayor	Deputy Mayor					P	A	Ab
Special Meetings of Council										
7 February	2023	P	P	P	P	P	A	5	1	
12 April	2023	P	P	P	P	P	P	6		
2 June	2023	A	P	P	A	P	P	4	2	
P	Present	2	3	3	2	3	2	15		
A	Apology	1			1		1		3	
Ab	Absent without Apology									
GRAND TOTAL		3	3	3	3	3	3			

Community Committees & Advisory Committees

The Council has a number of Community & Advisory Committees, which may consist of persons other than Councillors and which may meet at different locations and at different times, depending upon the particular circumstances.

The Chief Executive Officer has the responsibility for determining the timing and places for Community & Advisory Committees having regard to availability of Committee members and the nature and purpose of the particular Committee.

Asset Management Committee:

Elected Members Council & Committee Meeting Attendances 2022/2023 Financial Year		Cr K Bowman	Cr G Chapman	Cr C Parkyn	Cr R Goehring	Cr J Ford	Cr J Watson	Totals		
		Mayor	Deputy Mayor					P	A	Ab
Asset Management Committee										
8 February	2023	P	P	P	P			4		
8 March	2023	P	P	P	A			3	1	
12 April	2023	P	P	P	P			4		
10 May	2023	P	P	P	A			3	1	
P	Present	2	2	2	1			7		
A	Apology				1				1	
Ab	Absent without Apology									0
GRAND TOTAL		2	2	2	2					

Audit & Risk Management Committee:

Elected Members Council & Committee Meeting Attendances 2022/2023 Financial Year		Cr K Bowman	Cr G Chapman	Cr C Parkyn	Cr R Goehring	Cr J Ford	Cr J Watson	Totals		
		Mayor	Deputy Mayor					P	A	Ab
Audit & Risk Management Committee										
3 August	2022	P	A			P		2	1	
19 October	2022	P	P			A		2	1	
8 February	2023	P				P		2		
10 May	2023	P				P		2		
P	Present	3	1			2		4		
A	Apology					1			1	
Ab	Absent without Apology									0
GRAND TOTAL		2	1	0	0	2	0			

The following Committees were revoked at the Council Meeting held on 16th November 2022:

- Governance & Corporate Services
- Orroroo Lifestyle Units Advisory

No meetings were held July – November 2022.

Behavioural Standards for Council Members

During the 2022/2023 financial year, there were no contraventions by Members of the Council of the Behaviour Standards for Council Members. No costs were incurred nor any referrals made to the Behaviour Standards Panel.

Legal Costs

During the reporting period, Council incurred the following legal costs across the organisation:

Council Operation	Legal Costs Incurred
Dog & Cat Management	\$2,029.50
Governance	\$5,882.54
Elected Members	\$973.50
Rates / Property	\$2,969.00
WHS	\$757.36
Native Title	\$1,861.50
TOTAL	\$14,473.40

Audit & Risk Management Committee

This report presents a summary of the District Council of Orroroo Carrieton Audit Committee's activities undertaken and recommendations made during the 2022/2023 financial year.

Conduct of Meetings

Committee meetings were held during the period 1 July 2022 to 30 June 2023 with the following attendance:

Committee Members	Meeting Dates			
	3/8/2022	19/10/2022	8/2/2023	10/5/2023
David Powell (Chairperson & Independent Member)	✓	✓	✓	✓
Cr Kathie Bowman (Mayor)	✓	✓	✓	✓
Cr Grant Chapman (Deputy Mayor)	x	-	-	-
Cr Joy Ford	✓	x	✓	✓
Max Murawsky (Independent Member)			✓	✓
Robert Reiman (Independent Member)			✓	✓

The Chairman of the Audit & Risk Management Committee receives a sitting fee of \$2,100 per meeting when attended in person (plus reasonable travel costs including fuel, accommodation and meals) and \$1,050 per meeting when attended via Zoom.

The Chairman of the Audit Committee, Mr David Powell, was paid a total of \$5,405.25 during 2022/2023.

Independent Members receive remuneration of \$800 per meeting when attended in person (inclusive of travel costs) and \$400 per meeting when attended via Zoom.

Mr Max Murawsky and Mr Reiman each received \$1,200 during 2022/2023 for sitting fees on the Audit & Risk Management Committee.



Circumstances where the Public can be excluded from a Meeting

Confidential Items – Pursuant to Section 90 and 91 of the Act

Section 90(1) of the Local Government Act 1999 determines that Council meetings, and meetings of Committees of Council, are to be held in a place that ensures public access. On occasions this principle is outweighed by considerations for the need to keep information or discussions confidential. Section 90(2) of the Local Government Act 1999 allows that the public may be excluded from attendance for certain matters listed in section 90(3). Section 91(7) then allows for matters deemed confidential under section 90(2) to be excluded from the requirement for minutes to be placed on public display and available for inspection.

During 2022-2023, provisions of the Local Government Act 1999 section 90(2) were utilised 22 times.

The date, subject of item and grounds upon which Council determined to exclude the public from the meeting, are outlined in below the table. Grounds on which the public can be excluded from the meeting include:

- Personal affairs
- Commercial advantage
- Trade secret
- Commercial information (not a trade secret)
- Security / safety
- Maintenance of law
- Breach of law
- Legal advice
- Litigation
- Minister of the Crown
- Tenders for supply of goods or services
- Amendment to Development Plan
- Freedom of Information Act 1991.

The following table is a summary of the items that were discussed during 2022/2023:

Date	Agenda Item No	Description	Local Government Act Section	Motion No	Withhold Period
27 July 2022	17.1	External Correspondence	90(3)(a)	014/0722	1 month
24 August 2022	17.1	Orroroo CWMS	90(3)d)	027/0822	Until the relevant purchasing has been confirmed and all purchase orders have been placed.
24 August 2022	17.2	Truck procurement	90(3)(k)	030/0822	Until the relevant purchasing has been confirmed and all purchase orders have been placed
28 September 2022	17.1	Spray Seal Procurement	90(3)(k)	021/0922	Until the relevant purchasing has been confirmed and all purchase orders have been placed
16 November 2022	21.1	Permission Sought under Encumbrance 13458060	90(3)(a)	037/1122	12 months
16 November 2022	21.2	Chief Executive Officer Probation Review	90(3)(e) & 90(3)(j)(ii)	039/1112	Retain in confidence for the CEO tenure with annual review
25 January 2023 (Deferred December 2022 Meeting)	17.1	Mower Procurement	90(3)(k)	016/1222	Until the relevant purchasing has been confirmed and all purchase orders have been placed
25 January 2023	17.1	Orroroo Caravan Park Lease	90(3)(d)	011/0123	Until the future lease is enacted

7 February 2023	4.1	Land Sub-Division	90(3)(a), 90(3)(b) & 90(3)(d)	SC002/0223	12 months
22 February 2023	17.1	Line Marking	90(3)(k)	018/0223	Until the relevant purchasing has been confirmed and all purchase orders have been placed
22 February 2023	17.2	Overdue Rates & Debt Collection Report	90(3)(a)	022/0223	12 months – reviewed annually
26 April 2023	17.1	Land Sub-Division	90(3)(a), 90(3)(b) & 90(3)(d)	013/0423	12 months
24 May 2023	17.1	Audit & Risk Management Committee – Independent Members	90(3)(a)	020/0523	12 months
24 May 2023	17.2	Orroroo Community Wastewater System Stage 2 Funding	90(3)(b)	024/0523	Until all procurement contracts are in place
24 May 2023	17.3	Orroroo Community Wastewater System Stage 2 Procurement	90(3)(b)	026/0523	until all contracts are in place
2 June 2023	4.2	Spray Seal Procurement	90(3)(k)	SC006/0623	12 months
28 June 2023	12.5	Addison Court Units Financial Report	90(3)(a)	011/0623	12 months
28 June 2023	17.1	Orroroo Caravan Park Lease	90(3)(d)	021/0623	Until future lease is enacted
28 June 2023	17.2	Strategic Plan Development	90(3)(d) & 90(3)(k)	024/0623	12 months
28 June 2023	17.3	Local Government CEO Remuneration Tribunal Determination	90(3)(a)	027/0623	12 months
28 June 2023	17.4	Chief Executive Officer Performance Review	90(3)(a)	030/0623	12 months



Elected Members Training and Development

The Council Members Training and Development Policy was last reviewed and updated at its June 2016 Council Meeting. The policy has been developed in accordance with Section 80A of the Local Government Act 1999.

The District Council of Orroroo Carrieton is committed to providing training and development opportunities for its Council Members, including the mandatory training requirements under the LGA Training Standards, and recognises its responsibility to develop and adopt a policy for this purpose under section 80A of the Local Government Act 1999 (“the Act”).

Following the amendments to the Act and the Local Government (General) Regulations 2013 (“the Regulations”) in November 2014 with regards to training requirements, this Policy incorporates the new requirements for Council Members to undertake mandatory training within the first year of election to office, which complies with the LGA Training Standards as defined in regulation 8AA of the Regulations. The LGA Training Standards came into operation when section 43(1) of the Statutes Amendment (Local Government Review) Act 2021 came into operation to amend section 80A of the Local Government Act.

All training undertaken by elected members will be recorded in the Council Allowances and Benefits Register which will be updated as required to reflect attendances.

Following the local government elections in November 2022, all elected members undertook all Mandatory Training provided by Kelledy Jones Lawyers on 14th & 15th February 2023 including the following modules:

- Induction Session
- Module 1 – Behaviour
- Module 2 – Civic
- Module 3 – Legal
- Module 4 – Strategy & Finance
- Principal Member Leadership Program (Mayor only)

Elected Members Allowance

The Local Government Act 1999 - Schedule 4 requires information about Allowances paid to Elected Members and Council Committee Members [clause 1 (f)] to be included in the Annual Report of Council.

Elected Members Allowances are determined in accordance with the Local Government Act 1999 and the Local Government (member’s allowances and benefits) Regulations 2010. The Council is classified as a Group 5 Council.

Group 5 Council	From Nov 2022
Mayoral Allowance	\$28,768
Deputy Mayoral Allowance	\$8,990
Councillor Allowance	\$7,192

The following Elected Members Allowances were paid during the 2021/2022 year:

Councillor Allowances	Councillor Allowances	Travelling / Meal Allowances
Cr Colin Parkyn	\$7,139.75	-
Cr Kathleen Bowman	\$28,559.00	\$439.59
Cr Grant Chapman	\$8,924.69	-
Cr Joylene Ford	\$7,139.75	-
Cr Jessica Watson	\$5,394.00	-
Cr Ralph Goehring	\$7,139.75	-

Total 2022/2023	\$64,296.94	\$439.59
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In addition, a Travel Time Allowance is payable to Council Members, excluding the Principal Member, if specific criteria is met in relation to the Council's principal office from their usual place of residence, via the most direct route. These allowances are also indexed annually.

Cr Watson's usual place of residence is at least 30km but less than 50kms from the Council's principal office, and receives an additional allowance of \$454 per annum

Elected Member Discretionary Allowance

An elected member shall be entitled to seek reimbursement for any Discretionary Expenses associated with Council affairs by the completion of a report for consideration by the Council.

No reimbursements were provided during 2022/2023 year.

Member Travel, Accommodation & Gift (including hospitality)

During the reporting period, no Elected Members travelled interstate or internationally on official Council business.

No gifts including hospitality over the value of \$50 were received by Elected Members during 2022/2023.

Elector Representation

In accordance with the Local Government Act 1999 – Schedule 4 ("the Act") requires Council to make a statement of-

- i. The council's representation quota;
- ii. The average representation quota for councils of a similar size and type (taking into account various factors prescribed by the regulations);
- iii. When the council next intends to conduct a review under Chapter 3 Part 1 Division 2; and
- iv. The procedures that is available under Chapter 3 for electors to make submissions on representation under this Act;

The District Council of Orroroo Carrieton last completed an Elector Representation Review in 2017. An elector representation review is required to be undertaken by a Council at intervals as determined by the Minister. The current required interval is at least once in every eight (8) years therefore the next review for the District Council of Orroroo Carrieton shall occur no later than 2025.

Council Representation Quota

The representation quota is the number of electors for the Council area divided by the number of Elected Members (including the Mayor). The District Council of Orroroo Carrieton representation consists of six (6) Elected Members including the Mayor and 5 Area Councillors. The following table provides a comparison between other similar size and type Councils' representation.

Council	Number of Electors	Number of Council Members	House of Assembly Electors per Member
District Council of Orroroo Carrieton	652	6	108
District Council of Mount Remarkable	2,137	7	305
District Council of Peterborough	1,235	9	137
The Flinders Ranges Council	1,176	9	130
Northern Areas Council	3,484	9	387

Long Term Financial Management Plan and Asset Management Plan

The purpose of the Long-Term Financial Plan (LTFP) is to express, in financial terms, the activities that the District Council of Orroroo Carrieton proposes to undertake over the medium to longer term to achieve its stated objectives as outlined in its Strategic Management Plan.

It is a guide for future action based on the longer-term impact of revenue and expenditure proposals. The aggregation of future intended outlays and anticipated revenues enables the accumulating overall financial implications to be readily identified and if warranted, for proposed future activities to be revised.

Long-Term Financial Plans are particularly important for local governments as they are responsible for managing a high level of long-lived assets relative to their income base. A council may have long-periods with modest levels of asset renewal requirements and then other periods when very significant outlays are necessary. All councils need to generate revenue in an equitable manner over time and ensure they have capacity to finance peaks in asset management and other outlays, including by way of borrowings where necessary.

The preparation of a LTFP generates improved information to guide decisions about the mix and timing of outlays on operating activities and additional assets and the funding implications of these. Without a soundly based LTFP, an organisation with significant asset management responsibilities is unlikely to have sufficient data to determine sustainable service levels and affordable asset stockholding strategies, appropriate revenue targets or optimal treasury management. Council reviewed and updated its LTFP in May 2023.

Council's Financial Sustainability Assessment after Implementing the Financial Strategy

The key financial indicators point to Council operating in a sustainable manner over the life of the Plan.

The Operating Surplus Ratio indicates Council is covering its operating expenses including depreciation over the life of the plan.

The Plan funds capital renewal requirements as calculated based on Councils existing asset data. The Asset Sustainability Ratio demonstrates that Council is replacing its infrastructure in a timely manner.

It is intended to update the Long-term Financial Plan annually as part of the annual business planning process.

Annual Business Plan and Budget 2022/23

In preparation of the 2022/23 Annual Business Plan and Budget, Council again conducted an extensive consultation process that included public meetings at Pekina and Carrieton.

The 2022/23 Annual Business Plan and Budget was adopted in June 2022 with a focus on delivering key capital projects, maintaining core service delivery, and keeping rate increases to a minimum.

The adopted 2022/23 Budget ensured Council's financial sustainability in the medium to long term while still achieving the objectives of the Strategic and Community Plan for 2020-2030.

Statutory financial statements

The audited financial statements are included in Attachment 1. These document the financial results for 2022/23.

Auditor Independence

Councils are required to report on the remuneration payable to the auditor during the year and to differentiate between audit and non-audit fees.

The Council auditor details for the 2022/23 financial year are:

Ian G McDonald FCA

PO Box 75

Henley Beach SA 5022

Phone: 0419 620 906

Term of Appointment 2020-2025 (5 Year term)

Amount paid for audit services of the Council's financial statements during 2022/2023 year was \$14,300 inc GST.

Regional Subsidiary

[Section 43 Committee – Legatus Group]

As at 30th June 2022, Council has one regional subsidiary that falls within the provisions of Section 43 of the Local Government Act 1999, known as Legatus Group.

The regional subsidiary is required to produce its own Annual Reports and the Local Government Act 1999 provides that each constituent Council must incorporate the annual report of each regional subsidiary into its own annual report. The Legatus Group Annual Report is attached as Attachment 2.

Community Lands Register & Management Plans

Pursuant to Section 196 of the Local Government Act 1999, Council has prepared and adopted Community Lands Register and Management Plans for the following categories of land:

- Recreation reserves
- Cemeteries
- Development Parklands
- Rubbish Dumps
- Vacant Land
- Council Houses
- Airstrips / aerodromes

The Plans were adopted at the Ordinary Council Meeting in July 2007 and were reviewed September 2020.

Internal Review of Council Decisions

The District Council of Orroroo Carrieton is committed to transparent decision-making processes, and to providing access to a fair and objective procedure for the internal review of decisions.

Grievances may arise as a result of dissatisfaction with a decision about a policy, procedure, service or fee. All attempts will be made to resolve grievances quickly and efficiently, without the need for formal applications for review to be lodged. Sometimes this cannot be achieved. Council's Internal Review of Council Decisions Policy provides guidance for dealing with formal requests for internal review of decisions of Council, its employees, and other people acting on behalf of the Council.

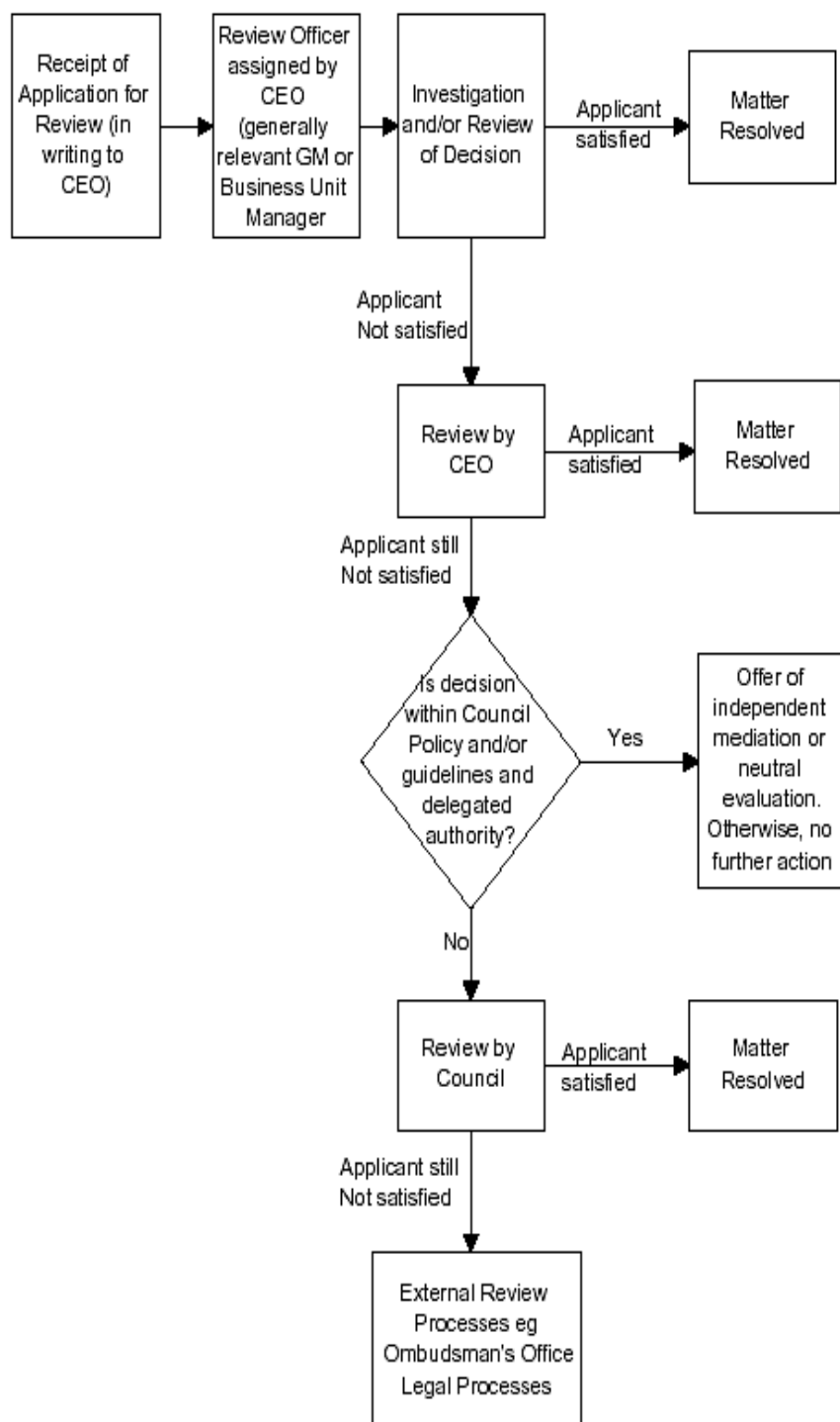
Dealing with grievances at the local level is the most effective way of resolving matters quickly. Applicants for review of decisions will be encouraged to participate in the review handling process co-operatively. However, this

will not negate citizens' rights to seek external review through the State Ombudsman, other legal appeal processes, or the Courts at any time during the internal review process.

The Council's Internal Review of Council Decisions Policy, has been adopted in accordance with Section 270 of the Act. This policy was formally reviewed by Council on 22nd June 2016 and is one aspect of Council's customer focused approach to service delivery. It provides a further opportunity to review the way Council provides services to the community, and to identify areas for improvement.

The diagram (on the following page) demonstrates the review processes available to the applicant for the review of Council decisions:

During 2022-2023 reporting year, Council did not receive any applications.



National Competition Policy

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 2022-2023 financial year. Council does not operate any business activity subject to the application of Policy principles.

Procurement - Competitive Tender and Local Purchasing

The Council has reviewed its procurement processes and the Procurement Policy was reviewed and adopted in May 2019 pursuant to the Ombudsman Act 1972, Local Government Act 1999 and Work Health and Safety Act 2012.

Council's Procurement Policy has been applied in the purchase of goods and services including items of a capital nature during the reporting year. Wherever possible the use of local suppliers for the purchase of goods and services is given due consideration provided the specification and other prerequisites meet Council's requirements.

This Policy contains general guidelines to be followed by the Council in its procurement activities. There may be emergencies, or special circumstances, in which a tender process will not necessarily deliver best outcome for the Council, and other procurement options may be more appropriate. The Council may resolve to waive the application of this Policy in order to pursue a procurement method which will bring the best outcome for the Council. The Council must record its reasons in writing for waiving application of this Policy.

Council did exercise discretion during 2022/2023 with its Procurement Policy when engaging contractors and suppliers required with respect to the Orroroo Bypass Sealing, Spray Seal Procurement and Truck Purchase due to pursuing a procurement method which will bring the best outcome for Council.

Services that were contracted or subject to a competitive tender process in 2022/23 included:

Civil equipment hire	Building maintenance
Vehicle & Plant acquisitions	Printing & Distribution
Cleaning services	Waste collection
Tree removals	Landfill management
Fire & Emergency Equipment testing	Waste water removal
Engineering supervision	Environmental health services
Engineering design	Public lighting
Asset data maintenance	Accounting services
Road construction	Auditing
Development/building assessment	IT Management
Grave excavation	Hygiene services
Recycling	Fuel supplies

By-Laws

Pursuant to section 249(7) of the Local Government Act 1999, notice was given that at its meeting on 25th May 2016, the Council adopted the following by-laws:

1. Permits and Penalties By-law No. 1 of 2016;
2. Moveable Signs By-law No. 2 of 2016;
3. Local Government Land By-law No. 3 of 2016;
4. Roads By-law No. 4 of 2016;
5. Dogs By-law No. 5 of 2016;
6. Cats By-law No. 6 of 2016; and
7. Waste Management By-Law No. 7 of 2016

Copies of the By-laws are available for review during ordinary office hours at the Council's office located at 17 Second Street, Orroroo SA, and on the Council's website <http://www.orraroo.sa.gov.au>.

The By-laws commence operation in accordance with section 249(5) of the Local Government Act 1999, four months after the day on which they are published in the Government Gazette. Publication date was 2nd June 2016 therefore operation date was 2nd October 2016.

Council commenced review of the By-Laws in June 2023 with these expected to be operational in early 2024.

Council Policies

Below are policies or codes required by the Local Government Act 1999 or other Acts or agreed to by Council:

Document Title	Version #	Last Reviewed	Date Set for Review
Building & Swimming Pool Inspection Policy	2.0	11/09/2012	2018
Burial & Cremation Act 2013 Policy	1.0	9/06/2015	June 2017
Caretaker Policy		28/03/2018	March 2022
Code of Conduct - Council Employees		NA	NA
Code of Conduct - Council Members		NA	NA
Access to Council & Committee Meetings & Documents	5.0	15/4/2020	April 2021
Complaints Handling Procedure	1.0	26/10/2016	Oct-18
Complaints Policy	1.0	26/10/2016	Oct-18
Council Members - Records Management Policy	1.0	26/10/2016	Oct-18
Council Members - Training & Development Policy	4.0	22/06/2016	July 17
Debtor Management Policy	1.1	22/4/2020	Aug 2020
Disposal of Land & Assets Policy	2.0	23/01/2019	Jan 2022
Elected Members Resignation - Supplementary Election Policy	3.0	21/11/2018	Nov 2022
Fees & Charges Policy	2.0	24/6/2021	June 2022
Fraud & Corruption Prevention Policy	1.0	26/10/2016	Oct-18
Freedom of Information		8/07/2014	2018
Goyder's Line Gazette Editorial Policy	3.0	27/09/2017	Sep-20
Informal Gatherings	1.2	15/4/2020	April 21
Internal Controls Policy		14/01/2014	2019
Internal Review of a Council Decision Policy & Procedure	6.0	22/06/2016	June 2019
Order Making Policy		8/10/2013	2019
Mobile Food Vendor Policy	1.0	27/11/2019	2024
Mobile Food Vendor Procedure	1.0	27/11/2019	2024
Procurement Policy	2.0	22/05/2019	May 2021
Prudential Management Policy	2.0	26/10/2016	Oct-18
Public Consultation Policy	4.0	22/06/2016	June 2019
Records Management Policy - Staff	7.0	26/10/2016	Oct-18
Risk Management Policy		8/07/2014	2019

Functions of the Council

In keeping with the legislative requirements the Council makes decisions which direct and/or determine its activities and functions. Such decisions include the approval of works and services to be undertaken, and the resources which are to be made available to undertake such works and services.

Decisions are also made to determine whether or not approvals are to be granted for applications from residents for various forms of development.

Services for the Community

Council makes decisions on policy issues relating to services that are provided for members of the public. These services currently include:

Advocacy	Playground Equipment
Cemeteries	Public Conveniences
Civic Affairs – Australia Day Ceremonies, Remembrance & Anzac Days, Australian Citizenship ceremonies	Public Seating
Community & Strategic Planning	Public Swimming Pools
Community Bus	Recreational / Sporting Facilities
Community & tourist information	Refuse Collection and Disposal
Community Library	Roads, Footpaths and Kerbing
Community transport facilitator	School Crossings
Development Controls	On-site Wastewater Management
Disaster responder	Recycling
Dog Control	Stormwater Management
Emergency Services	Street Beautification
Employer	Street Closures for community events
Environmental Health Matters	Street Lighting
Fire Protection and Prevention	Street Sweeping
Flood Protection and Prevention	Street Trees
Heritage Preservation	Tourism & Economic Development
Litter Bins	Traffic Control
Memorial Halls	Weed and Vermin Control
Parking Controls	Youth Matters
Parks and Reserves	

Local Nuisance & Litter Control

Pursuant to Section 8 of the Local Nuisance and Litter Control Act 2016, the following information outlines the details of Council performance in enforcing the provisions of the Act:

A total of four (4) complaints of local nuisance or littering were received by Council during the reporting period.

No of Offences	Nature of Offence	Expiated	Prosecuted	Nuisance Abatement Notices Issued
1	Unsightly Condition	0	0	1
1	Odour	0	0	1

2	Roaming Livestock	2	0	2
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Public Participation

Members of the public have a number of opportunities to put forward their views on particular issues before Council.

These are:-

- a) Deputations – With the permission of the Mayor or the Committee Chairman, a member of the public can address a Council or the Committee on any issue within the Council's jurisdiction.
- b) Presentations to Council – With prior notification and arrangements with the Mayor, a member of the public can address the Council for five minutes on any issue relevant to Council.
- c) Petitions – Written petitions can be addressed to the Council on any issue within the Council's jurisdiction.
- d) Written requests – A member of the public can write to the Council on any Council policy, activity or service.
- e) Elected Members – Members of the public can contact their Elected Members of Council to discuss any issue relevant to Council.
- f) Staff Members – Members of the public can contact Council Staff to discuss any issue relevant to Council.

Public Consultation Policy

The purpose of this Policy is to outline the principles and procedures that the Council will follow to involve the community in planning and decision making in the local area, and to ensure accountability of the Council to the community through effective communication and consultation strategies.

Council is committed to appropriate consultation with residents and other stakeholders on issues which affect them. This consultation involves seeking and receiving feedback, as well as supplying information. Consultation with residents can take a variety of forms including:-

- a) Hand delivered or posted household letters
- b) Letters personally addressed to individuals, including questionnaires
- c) Public meetings on particular issues
- d) Information via Council's monthly Goyder's Line Gazette
- e) Various pamphlets or publications
- f) Advertising of some development and planning applications requiring approval by Council in local papers.
Residents have the opportunity to make a written submission to Council with their comments on the application or proposal
- g) Information via the Orroroo Area School weekly newsletter
- h) Telephone sample surveys
- i) Forums
- j) Through participation in various consultative Committees which review existing facilities and programs, plan new community facilities or help shape Council policy

The Public Consultation Policy was last reviewed in May 2020.

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 1999 or the Freedom of Information Act 1991 depending on the document that requires correction.

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.

Access to Council Documents

Council documents are available for public inspection at the Council office between 9:00am and 5:00pm business days free of charge or can be viewed on Council's website www.orraroo.sa.gov.au.

Members of the public may purchase copies of the documents listed below at the cost indicated in the Register of Fees and Charges levied by Council and shown below (postage and packing additional if mailed).

- 1) Annual Audited Financial Statements
- 2) Annual Budget (after adoption by Council)
- 3) Annual Report
- 4) Assessment Book
- 5) By-Laws
- 6) Campaign Donation Returns
- 7) Code of Conduct – Elected Members
- 8) Code of Practice for access to Council meetings and documents
- 9) Community Land Management Plan
- 10) Contract and Tender Policy
- 11) Council and Committee Agendas
- 12) Council and Committee Minutes
- 13) Council By-laws
- 14) Goyder's Line Gazette
- 15) Internal Review of Council Decisions
- 16) Meeting Notices
- 17) Order Making Policy
- 18) Policy Manual
- 19) Public Consultation Policy
- 20) Rating Policy
- 21) Record of Delegations
- 22) Register of building upgrade agreements
- 23) Register of Elected Members' Allowances and Benefits
- 24) Register of Elected Members' Gifts and Benefits
- 25) Register of Elected Member Training & Development
- 26) Register of Employees' Salaries, Wages and Benefits
- 27) Register of Employees' Interests
- 28) Register of Fees and Charges levied by Council
- 29) Register of Interests
- 30) Register of Parking Controls
- 31) Register of Public Streets and Roads
- 32) Strategic Plans
- 33) Voters Roll

Information Requests

A member of the public may make a request under the Freedom of Information Act 1991 for access to documents. To gain access to these Council records, a member of the public must complete a Freedom of Information request application outlining the records that they wish to inspect and pay the prescribed fee.

During the 2022-2023 reporting year, Council received one (1) request under the Freedom of Information Act 1991.

INFRASTRUCTURE SERVICES

Council's Road Network

Road Assets	Length
Sealed Roads	59km
Unsealed Roads	1,569km

Waste Collection Service

Council has transitioned to Clare Valley waste for the collection of kerbside refuse and recyclables following participation with a group tender process between four local Councils. During 2022/2023 the following volumes were collected:

Waste Collection	Tonnes
Total Tonnes Collected	420.86
- Waste	196.10
- Recycling	71.76
- Other Waste	153
Average Route Distance	250km

Recycling via the recycling shed at the Council depot continues to be available to the public.

Markets have become highly sensitive to contaminants in recyclable materials. This issue has manifested in significantly higher costs for Australian Councils for their recycling activities amounting to tens of millions of dollars. Our challenge is to clean up our recycling activities which will require greater cooperation and compliance within the community and more controlled access to recycling facilities by the Council.



Capital Road Re-Sheeting Program 2022/2023 FY

Road Name	Length of sheeting-metres	Budget / Original	Actual Exp	Overall Variance
Johnburgh Road	1,950	39,000	29,066	
Wilmington Road	1,600	39,000	47,604	
Morchard – Eurelia Road	800	16,000	18,176	
Amyton Road R&R	3,500	21,000	15,141	
Coomooroo Road	2,100	32,000	28,201	
O’Dea Road	450	9,000	14,407	
Cottrell Road R&R	1,700	11,000	17,071	
Melrose Road	1,500	23,000	21,955	
Melrose Road R&R	300	2,000	3,952	
North Paratoo Road	3,000	54,000	45,427	
Circuit Road	950	18,000	22,001	
Stock Road	1,400	23,000	24,028	
Gorge Road	500	9,000	8,209	
McKay Road R&R	2,400	17,000	12,515	
Pekina Black Rock R&R	2,000	14,000	17,638	
Total Capital Works Expenditure	24,150	\$327,000	\$325,393	-\$1,607

R&R = Rip & Reform



Attachment 1 Audited Financial Statements 2022/2023



District Council of
ORROROO
CARRIETON

**General Purpose Financial Reports
for the year ended 30 June 2023**

District Council of Orroroo Carrieton
General Purpose Financial Reports
for the year ended 30 June 2023

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District Council of Orroroo Carrieton
Annual Financial Statements
for the year ended 30 June 2023

CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Council to certify the financial statements in their final form. In our opinion:

- the accompanying financial statements comply with the *Local Government Act 1999*, *Local Government (Financial Management) Regulations 2011* and Australian Accounting Standards.
- the financial statements present a true and fair view of the Council's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Council provide a reasonable assurance that the Council's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Council's accounting and other records.


PAUL SIMPSON
CHIEF EXECUTIVE OFFICER


GRANT CHAPMAN
MAYOR

Date: 22/11/2023

District Council of Orroroo Carrieton
Statement of Comprehensive Income
for the year ended 30 June 2023

		2023	2022
	Notes	\$'000s	\$'000s
INCOME			
Rates	2	1,385	1,322
Statutory charges	2	27	18
User charges	2	104	123
Grants, subsidies and contributions - Operating	2	2,408	3,372
Investment income	2	32	12
Reimbursements	2	71	99
Other income	2	105	52
Total Income		<u>4,132</u>	<u>4,998</u>
EXPENSES			
Employee costs	3	1,128	958
Materials, contracts & other expenses	3	922	1,202
Heavy Vehicle Bypass costs (prior period adjustment)	3	930	-
Depreciation, amortisation & impairment	3	1,364	1,312
Finance costs	3	5	7
Total Expenses		<u>4,349</u>	<u>3,479</u>
OPERATING SURPLUS / (DEFICIT)		<u>(217)</u>	<u>1,519</u>
Asset disposal & fair value adjustments	4	193	(120)
Amounts received specifically for new or upgraded assets	2	62	1,282
Physical resources received free of charge	2	14	-
NET SURPLUS / (DEFICIT)		<u>52</u>	<u>2,681</u>
transferred to Equity Statement		<u>-</u>	<u>-</u>
Total Other Comprehensive Income		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>52</u>	<u>2,681</u>

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

District Council of Orroroo Carrieton
Statement of Financial Position
as at 30 June 2023

		2023	2022
	Notes	\$'000s	\$'000s
ASSETS			
Current Assets			
Cash and cash equivalents	5	1,963	2,806
Trade & other receivables	5	99	208
Inventories	5	385	167
Total Current Assets		2,447	3,181
Non-current Assets			
Financial assets	6	33	33
Infrastructure, property, plant & equipment	7	35,144	34,565
Total Non-current Assets		35,177	34,598
Total Assets		37,624	37,779
LIABILITIES			
Current Liabilities			
Trade & other payables	8	249	470
Borrowings	8	25	25
Provisions	8	235	236
		509	731
Total Current Liabilities		509	731
Non-current Liabilities			
Provisions	8	16	1
Total Non-current Liabilities		16	1
Total Liabilities		525	732
NET ASSETS		37,099	37,047
EQUITY			
Accumulated surplus		10,828	10,814
Asset revaluation reserves	9	26,217	26,217
Other reserves	9	54	16
TOTAL EQUITY		37,099	37,047

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

District Council of Orroroo Carrieton

Statement of Changes in Equity

for the year ended 30 June 2023

		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
		\$'000s	\$'000s	\$'000s	\$'000s
2023	Notes				
Balance at end of previous reporting period		10,814	26,217	16	37,047
Net Surplus / (Deficit) for Year		52			52
Transfers between reserves		(38)		38	-
Balance at end of period	9	10,828	26,217	54	37,099
		Acc'd Surplus	Asset Rev'n Reserve	Other Reserves	TOTAL EQUITY
		\$'000s	\$'000s	\$'000s	\$'000s
2022	Notes				
Balance at end of previous reporting period		8,149	26,217	-	34,366
Net Surplus / (Deficit) for Year		2,681			2,681
Transfers between reserves		(16)		16	-
Balance at end of period	9	10,814	26,217	16	37,047

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

District Council of Orroroo Carrieton

Statement of Cash Flows

for the year ended 30 June 2023

		2023	2022
	Notes	\$'000s	\$'000s
CASH FLOWS FROM OPERATING ACTIVITIES			
<i>Receipts:</i>			
Rates - general & other		1,433	1,360
Fees & other charges		27	18
User charges		107	136
Investment receipts		32	12
Grants utilised for operating purposes		2,433	3,410
Reimbursements		206	110
Other revenues		462	380
<i>Payments:</i>			
Employee costs		(1,109)	(958)
Materials, contracts & other expenses		(1,739)	(1,945)
Finance payments		(3)	(50)
Net Cash provided by (or used in) Operating Activities		1,849	2,473
CASH FLOWS FROM INVESTING ACTIVITIES			
<i>Receipts:</i>			
Amounts specifically for new or upgraded assets		62	1,282
Grants utilised for capital purposes		-	1
Sale of replaced assets		190	-
Sale of surplus assets		58	-
Repayments of loans by community groups		-	8
<i>Payments:</i>			
Expenditure on renewal/replacement of assets		(1,576)	(1,907)
Expenditure on new/upgraded assets		(1,338)	(943)
Loans made to community groups		-	(25)
Net Cash provided by (or used in) Investing Activities		(2,604)	(1,584)
CASH FLOWS FROM FINANCING ACTIVITIES			
<i>Receipts:</i>			
Proceeds from borrowings		-	25
<i>Payments:</i>			
Repayments of borrowings		-	(66)
Repayment of aged care facility deposits		(88)	-
Net Cash provided by (or used in) Financing Activities		(88)	(41)
Net Increase (Decrease) in cash held		(843)	848
Cash & cash equivalents at beginning of period	10	2,806	1,958
Cash & cash equivalents at end of period	10	1,963	2,806

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

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

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 Accounting Standards

This general purpose financial report has been prepared on a going concern basis using the historical cost convention in accordance with Australian Accounting Standards as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Interpretations and relevant South Australian legislation.

The financial report was authorised for issue by certificate under regulation 14 of the Local Government (Financial Management) Regulations 2011 dated 22 November 2023.

1.2 Historical Cost Convention

Except as 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 Australian Accounting Standards 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 these Notes.

1.4 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars (\$'000).

2 The Local Government Reporting Entity

The District Council of Orroroo Carrieton is incorporated under the SA Local Government Act 1999 and has its principal place of business at 17 Second Street, Orroroo SA 5431. These consolidated financial statements include the Council's direct operations 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.

3 Income recognition

3.1 Revenue

The Council recognises revenue under AASB 1058 Income of Not-for-Profit Entities (AASB 1058) or AASB 15 Revenue from Contracts with Customers (AASB 15) when appropriate.

In cases where there is an 'enforceable' contract with a customer with 'sufficiently specific' performance obligations, the transaction is accounted for under AASB 15 where income is recognised when (or as) the performance obligations are satisfied (i.e. when it transfers control of a product or service to a customer). Revenue is measured based on the consideration to which the Council expects to be entitled in a contract with a customer.

In other cases, AASB 1058 applies when Council enters into transactions where the consideration to acquire an asset is significantly less than the fair value of the asset principally to enable the entity to further its objectives. The excess of the asset recognised (at fair value) over any 'related amounts' is recognised as income immediately, except in the case where a financial asset has been received to enable the council to acquire or construct a recognisable non-financial asset that is to be controlled by the council. In this case, the council recognises the excess as a liability that is recognised over time in profit and loss when (or as) the entity satisfies its obligations under the transfer.

In recent years, the payment of untied grants (financial assistance grants/ local roads/ supplementary grants) has varied from the annual allocation as shown in the table below:

District Council of Orroroo Carrieton

Notes to and forming part of the Financial Statements

for the year ended 30 June 2023

Note 1 - Significant Accounting Policies

	Cash Payment Received (\$000s)	Annual Allocation (\$000s)	Difference	
2020-21	\$ 926	\$ 946	-	\$ 20
2021-22	\$ 1,261	\$ 973	+	\$ 288
2022-23	\$ 1,917	\$ 1,312	+	\$ 605

Because these grants are untied, the Australian Accounting Standards require that payments be recognised upon receipt. Accordingly, the operating results of these periods have been distorted compared to those that would have been reported had the grants been paid in the year to which they were allocated.

The Operating Surplus Ratio disclosed in Note 13 has also been calculated after adjusting for the distortions resulting from the differences between the actual grants received and the grants entitlements allocated.

3.2 Construction Contract Revenue

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. Reimbursements not received are recognised as receivables and reimbursements received in advance are recognised as "payments received in advance".

For works undertaken on a fixed price contract basis, revenues are recognised over time using the input method, with costs incurred compared to total expected costs used as a measure of progress. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

4 Cash, Cash Equivalents and Other Financial Instruments

4.1 Cash, Cash Equivalent Assets

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.

4.2 Other Financial Instruments

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, except for trade receivables from a contract with a customer, which are measured at the transaction price. A detailed statement of the accounting policies applied to financial instruments also form part of Note 12.

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.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1 - Significant Accounting Policies

6 Infrastructure, Property, Plant & Equipment

6.1 Initial Recognition

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

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". 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. 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.

6.2 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 given in Note 7. No capitalisation threshold is applied to the acquisition of land or interests in land.

6.3 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Significant uncertainties exist in the estimation of fair value of a number of asset classes including land, buildings and associated structures and infrastructure. Further detail of these uncertainties, and of existing valuations, methods and valuers are provided at Note 7.

6.4 Depreciation of Non-Current Assets

Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of Council, best reflects the consumption of the service potential embodied in those assets.

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually.

Major depreciation periods for each class of asset are shown in Note 7. 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.

6.5 Impairment

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, are not subject to impairment testing.

Other 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 inflows or value in use).

Where an asset that has been revalued is subsequently impaired, the impairment is first offset against such amount as stands to the credit of that class of assets in Asset Revaluation Reserve, any excess being recognised as an expense.

6.6 Borrowing Costs

Borrowing costs in relation to qualifying assets (net of offsetting investment revenue) have been capitalised in accordance with AASB 123 "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.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1 - Significant Accounting Policies

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 (other than grants) 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

Borrowings are initially recognised at fair value net of transaction costs incurred and are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method.

Borrowings 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 initially recognised at fair value with any difference between fair value and proceeds recognised in the profit and loss. The loan is subsequently measured at amortised cost with interest being recognised using the effective interest rate method.

9 Provisions

9.1 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. Present values are calculated using government guaranteed securities rates with similar maturity terms.

Weighted average discount rate	0.6% (2022: 0%)
Weighted average settlement period	1.2 years (2022: 3 years)

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.

Superannuation:

The Council makes employer superannuation contributions in respect of its employees to the Hostplus Superannuation Scheme. The Scheme has two types of membership, each of which is funded differently. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 16.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 1 - Significant Accounting Policies

10 Leases

The Council assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Council as a lessee

i) Short-term leases and leases of low-value assets

The Council applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date). It also applies the low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

11 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.

12 New and amended standards and interpretations

The Council applied for the first-time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2022. The Council has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 2 - INCOME

	Notes	2023 \$'000s	2022 \$'000s
RATES REVENUES			
<u>General Rates</u>		1,141	1,107
Less: Mandatory rebates		(19)	(20)
Less: Discretionary rebates, remissions & write offs		(2)	(25)
		<u>1,120</u>	<u>1,062</u>
<u>Other Rates</u> (including service charges)			
Landscape levy		45	44
Waste collection		156	155
Water supply		7	8
Community wastewater management systems		47	46
		<u>255</u>	<u>253</u>
<u>Other Charges</u>			
Penalties for late payment		7	7
Legal & other costs recovered		3	-
		<u>10</u>	<u>7</u>
		<u>1,385</u>	<u>1,322</u>
STATUTORY CHARGES			
Development Act fees		14	9
Animal registration fees & fines		9	7
Other licences, fees, & fines		4	2
		<u>27</u>	<u>18</u>
USER CHARGES			
Cemetery/crematoria fees		11	13
Aged Independent Living Units		41	48
Swimming Pool fees		7	9
Sport Lease fees		3	7
Stock Route		9	8
Facility Hire, Lease Rental charges		17	18
Event income		-	4
Bus income		4	5
Waste disposal		4	3
Sundry User Charges		8	8
		<u>104</u>	<u>123</u>

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023
Note 2 - INCOME (con't)

	Notes	2023 \$'000s	2022 \$'000s
INVESTMENT INCOME			
Interest on investments:			
Local Government Finance Authority		30	12
Banks & other		1	-
Loans to community groups		1	-
		<u>32</u>	<u>12</u>
REIMBURSEMENTS			
Roadworks		-	12
Private works		27	23
Joint undertakings		33	53
Other Reimbursements		11	11
		<u>71</u>	<u>99</u>
OTHER INCOME			
Insurance & other recoupments - infrastructure, property, plant & equipment		76	9
Rebates received		13	20
Community Events		7	17
Sundry Other Income		9	6
		<u>105</u>	<u>52</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
<i>Amounts received specifically for new or upgraded assets</i>		62	1,282
<i>Other grants, subsidies and contributions - Operating</i>			
Financial Assistance Grant - untied		1,258	1,261
Financial Assistance Grant - Roads		659	1,113
Roads to Recovery		260	260
Heavy Vehicle Bypass		51	588
Drought Communities Program		-	50
Local Roads & Community Infrastructure		126	88
Ageing Well /Library & Communications		38	4
Sundry Grants		16	8
		<u>2,408</u>	<u>3,372</u>
		<u>2,470</u>	<u>4,654</u>
<i>The functions to which these grants relate are shown in Note 11.</i>			
Sources of grants			
Commonwealth government		495	1,124
State government		1,965	3,519
Other		10	11
		<u>2,470</u>	<u>4,654</u>

Jon Mc Donald

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 2 - INCOME (con't)

Individually Significant Item	Notes	2023 \$'000s	2022 \$'000s
Prepaid Financial Assistance Grants - untied		1,151	765
Prepaid Financial Assistance Grants - Roads		335	255

Conditions over grants & contributions

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>Unexpended at the close of the previous reporting period</i>		412	200
<i>Less: expended during the current period from revenues recognised in previous reporting periods:</i>			
State Sport & Recreation Facilities		(77)	-
Special Local Roads		(153)	-
Local Roads & Community Infrastructure		(182)	-
<i>Subtotal</i>		(412)	-
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
CWMS Grant		6	-
Aging Well Grant		38	-
State Sport & Recreation Facilities		-	77
Special Local Roads		-	21
Local Roads & Community Infrastructure		-	114
<i>Subtotal</i>		44	212
<i>Unexpended at the close of this reporting period</i>		44	412
<i>Net increase / (decrease) in assets subject to conditions in the current reporting period</i>		(368)	212

PHYSICAL RESOURCES RECEIVED FREE OF CHARGE

Land & Improvements	14	-
TOTAL PHYSICAL RESOURCES RECEIVED	14	-

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3 - EXPENSE

		2023	2022
	Notes	\$'000s	\$'000s
EMPLOYEE COSTS			
Salaries and Wages		891	959
Employee leave expense		115	45
Superannuation - defined contribution plan contributions	16	97	93
Superannuation - defined benefit plan contributions	16	10	6
Workers' Compensation Insurance		30	25
Other employment related costs		37	15
Less: Capitalised and distributed costs		(52)	(185)
Total Operating Employee Costs		1,128	958
Total Number of Employees		13	13
<i>(Full time equivalent at end of reporting period)</i>			
MATERIALS, CONTRACTS & OTHER EXPENSES			
<u>Prescribed Expenses</u>			
Auditor's Remuneration - Auditing the financial reports		13	7
Bad and Doubtful Debts		(64)	60
Elected members' expenses		80	61
Election expenses		3	-
Lease Expenses - short term leases	15	11	16
Subtotal - Prescribed Expenses		43	144
<u>Other Materials, Contracts & Expenses</u>			
Conferences / Seminars / Training		18	20
Contractors		377	391
Donations / Contributions		10	7
Energy, Water, Sewage & Gas		82	102
Insurance		135	127
Inventory gain / (loss) on stocktake		(249)	-
Legal Expenses		17	46
Levies paid to Government - Landscape levy		45	44
Maintenance of Plant, Equipment and Roads		121	98
Minor Equipment		12	19
Publishing / Advertising		3	13
Membership Fees		38	40
Telephone		13	16
Vehicle Registration		16	17
Waste Levy		27	26
Waste Management Collection		119	78
Other Expenses		95	15
Subtotal - Other Materials, Contracts & Expenses		879	1,059
		922	1,202

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 3 - EXPENSE con't

		2023	2022
	Notes	\$'000s	\$'000s
INDIVIDUALLY SIGNIFICANT ITEMS			
Heavy Vehicle Bypass costs (prior period adjustment)	7	930	-
<p>In the financial year ending 30 June 2022 the Heavy Vehicle Bypass project was capitalised as a Council asset. Subsequent to this, it was identified that part of the asset belongs to the South Australian State Government. Therefore, in the current financial year ending 30 June 2023, the asset not owned by Council is being removed and the capitalised expenditure is being recognised in Operating Expenses. The grant income relating to the Heavy Vehicle Bypass project was recognised in the prior financial year ending 30 June 2022.</p>			
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Land		-	-
Buildings & Other Structures		289	278
Roads		786	763
Plant & Equipment		206	218
CWMS		31	30
Other Assets		52	23
		<u>1,364</u>	<u>1,312</u>
FINANCE COSTS			
Bank Charges		4	4
Interest on Loans		1	3
		<u>5</u>	<u>7</u>

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS

	Notes	2023 \$'000s	2022 \$'000s
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		190	1
Less: Carrying amount of assets sold		29	412
Gain (Loss) on disposal		161	(411)
 <i>Assets surplus to requirements</i>			
Proceeds from disposal		58	
Less: Carrying amount of assets sold		26	
Gain (Loss) on disposal		32	-
 FAIR VALUE ADJUSTMENTS			
Revaluation decrements previously expensed, now recouped		-	291
		-	291
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		193	(120)

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 5 - CURRENT ASSETS

	2023	2022
	Notes	\$'000s
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	92	15
Deposits at Call	1,871	2,791
	<u>1,963</u>	<u>2,806</u>
TRADE & OTHER RECEIVABLES		
Rates - General & Other	76	124
Debtors - general	8	-
Other levels of Government	-	25
GST Recoupment	15	106
Total	<u>99</u>	<u>255</u>
Less: Provision for expected credit losses	-	(47)
	<u>99</u>	<u>208</u>
<i>Amounts included in receivables that are not expected to be received within 12 months of reporting date.</i>	<u>0</u>	<u>0</u>
<i>Amounts included in other financial assets that are not expected to be received within 12 months of reporting date are disclosed in Note 12.</i>		
INVENTORIES		
Stores & Materials	385	167
	<u>385</u>	<u>167</u>
<i>Amounts included in inventories that are not expected to be received within 12 months of reporting date.</i>	<u>0</u>	<u>0</u>
Aggregate write-downs and other losses recognised as an expense, and reversals of these, were material in amount in the current financial year, as disclosed in Note 3. All such reversals occurred principally as a result of an accumulation of inaccuracies in stocktake recording and valuing in recent years.		
FINANCIAL ASSETS		
Receivables		
Loans to community organisations	33	33
TOTAL FINANCIAL ASSETS	<u>33</u>	<u>33</u>

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT (IPP&E)

	Fair Value Level	2022 \$'000				2023 \$'000			
		Fair Value	Cost	Acc' Dep'n	Carrying Amount	Fair Value	Cost	Acc' Dep'n	Carrying Amount
Land	2	463	-	-	463	463	79	-	542
Land (held within CLMP)	3	948	-	-	948	948	1	-	949
Buildings & Other Structures	3	8,643	1,949	(4,473)	6,119	8,643	2,351	(4,734)	6,260
Roads	3	29,722	4,682	(11,262)	23,142	29,722	5,896	(12,075)	23,543
Plant & Equipment		-	3,428	(2,013)	1,415	-	3,257	(1,840)	1,417
CWMS	3	1,768	268	(87)	1,949	1,768	274	(118)	1,923
Other Assets		-	740	(211)	529	-	675	(164)	510
Total IPP&E		41,544	11,067	(18,046)	34,565	41,544	12,533	(18,931)	35,144
Comparatives		41,544	9,963	(18,407)	33,100	41,544	11,067	(18,046)	34,565

	2022 \$'000s	Carrying Amounts Movement During the Year \$'000s								2023 \$'000s
	Carrying Amount	Additions		Disposals	Dep'n	Impair't	Transfers		Net Reval'n	Carrying Amount
		New / Upgrade	Renewals				In	Out		
Land	463	79	-	-	-	-	-	-	-	542
Land (held within CLMP)	948	1	-	-	-	-	-	-	-	949
Buildings & Other Structures	6,119	412	74	-	(289)	-	-	(56)	-	6,260
Roads	23,142	855	1,204	-	(786)	-	58	(930)	-	23,543
Plant & Equipment	1,415	-	263	(53)	(206)	-	-	(2)	-	1,417
CWMS	1,949	5	-	-	(31)	-	-	-	-	1,923
Other Assets	529	-	36	(3)	(52)	-	-	-	-	510
Total IPP&E	34,565	1,352	1,577	(56)	(1,364)	-	58	(988)	-	35,144
Comparatives	33,100	943	1,954	(412)	(1,311)	291	145	(145)	-	34,565

This note continues on the following pages.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Valuation of Assets

General Valuation Principles

Accounting procedure: Upon revaluation, the current new replacement cost and accumulated depreciation are re-stated such that the difference represents the fair value of the asset determined in accordance with AASB 13 *Fair Value Measurement*: accumulated depreciation is taken to be the difference between current new replacement cost and fair value. In the case of land, fair value is taken to be the current replacement cost.

Highest and best use: For land which Council has an unfettered right to sell, the "highest and best use" recognises the possibility of the demolition or substantial modification of some or all of the existing buildings and structures affixed to the land.

Much of the land under Council's care and control is Crown land or has been declared as community land under the provisions of the Local Government Act 1999. Other types of restrictions also exist.

For land subject to these restrictions, the highest and best use is taken to be the "highest and best use" available to Council, with a rebuttable presumption that the current use is the "highest and best use". The reason for the current use of a large proportion of Council's assets being other than the "highest and best use" relates to Council's principal role as the provider of services to the community, rather than the use of those assets for the generation of revenue.

Fair value hierarchy level 2 valuations: Certain land, and the buildings and structures thereon, are shown above as being based on fair value hierarchy level 2 valuation inputs. They are based on prices for similar assets in an active market, with directly or indirectly observable adjustments for specific advantages or disadvantages attaching to the particular asset.

Fair value hierarchy level 3 valuations of land: Valuations of Crown land, community land and land subject to other restrictions on use or disposal, shown above as being based on fair value hierarchy level 3 valuation inputs, are based on prices for similar assets in an active market, but include adjustments for specific advantages or disadvantages attaching to the particular asset that are not directly or indirectly observable in that market, or the number and / or amount of observable adjustments of which are so great that the valuation is more fairly described as being based on level 3 valuation inputs.

Fair value hierarchy level 3 valuations of buildings, infrastructure and other assets: There is no known market for these assets and they are valued at depreciated current replacement cost. This method involves:

The determination of the cost to construct the asset (or its modern engineering equivalent) using current prices for materials and labour, the quantities of each being estimated based on recent experience of this or similar Councils, or on industry construction guides where these are more appropriate.

The calculation of the depreciation that would have accumulated since original construction using current estimates of residual value and useful life under the prime cost depreciation method adopted by Council.

This method has significant inherent uncertainties, relying on estimates of quantities of materials and labour, residual values and useful lives, and the possibility of changes in prices for materials and labour, and the potential for development of more efficient construction techniques. Accordingly, formal sensitivity analysis does not provide useful information.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Capitalisation thresholds used by Council for a representative range of assets are shown below. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	1,000
Other Plant & Equipment	1,000
Buildings - new construction/extensions	10,000
Park & Playground Furniture & Equipment	2,000
Road construction & reconstruction	10,000
Paving & footpaths, Kerb & Gutter	2,000
Drains & Culverts	5,000
Reticulation extensions	5,000
Sidelines & household connections	5,000
Artworks	5,000

Estimated Useful Lives: Useful lives are estimated for each individual asset. In estimating useful lives, regard is had to technical and commercial obsolescence, as well as legal and other limitations on continued use. The range of useful lives for a representative range of assets is shown below, although individual assets may have an estimated total useful life of greater or lesser amount:

Plant, Furniture & Equipment

Office Equipment & Furniture	5 to 10 years
Vehicles and Road-making Equipment	5 to 20 years
Other Plant & Equipment	5 to 15 years

Building & Other Structures 20 to 50 years

Infrastructure

Sealed Roads – Surface	15 to 25 years
Sealed Roads – Structure	20 to 80 years
Unsealed Roads	10 to 80 years
Paving & Footpaths, Kerb & Gutter	40 to 100 years
Flood Control Structures	80 to 100 years
Community Wastewater Management Scheme assets	50 to 70 years

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 7 (con't) – INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

Land & Land Improvements

Land (held within CLMP) relates to Land held within the Community Land Management Plan.

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.

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 1 July 2019 at current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

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

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2020 by Mr Richard Gayler, Gayler Professional Engineering Pty Ltd. All acquisitions made after the respective dates of valuation are recorded at cost.

Infrastructure

Transportation assets were revalued at depreciated current replacement cost during the reporting period ended 1 July 2019 by Mr Richard Gayler, Gayler Professional Engineering Pty Ltd. All acquisitions made after the respective dates of valuation are recorded at cost.

In the financial year ending 30 June 2022 the Heavy Vehicle Bypass project was recorded as an asset. Part of this asset has subsequently been identified as an asset of the South Australian State Government, and has been transferred out of Council assets during the current financial year. See Note 3 for Operating Expense impact to this asset reversal.

Community wastewater management system infrastructure was valued at depreciated current replacement cost at 1 July 2020 by Mr Richard Gayler, Gayler Professional Engineering Pty Ltd. All acquisitions made after the date of valuation are recorded at cost.

Plant, Furniture & Equipment

These assets are recognised on the cost basis.

All other assets

These assets are recognised on the cost basis.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 8 - LIABILITIES

		2023		2022	
		\$'000s		\$'000s	
TRADE & OTHER PAYABLES	Notes	Current	Non-current	Current	Non-current
Goods & Services		74	-	346	-
Payments received in advance		14	-	-	-
Accrued expenses - employee entitlements		14	-	9	-
Accrued expenses - other		3	-	1	-
Aged Care Facility Deposits		-	-	96	-
Unclaimed Monies		128	-	-	-
GST Payable		-	-	2	0
Other Payables		16	-	16	0
		249	-	470	-

Amounts included in trade & other payables that are not expected to be settled within 12 months of reporting date.

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BORROWINGS

Loans		25	-	25	-
		25	-	25	-

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

PROVISIONS

LSL Employee entitlements (including oncosts)		139	16	156	1
AL Employee entitlements (including oncosts)		96	-	80	-
		235	16	236	1

Amounts included in provisions that are not expected to be settled within 12 months of reporting date.

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Movements in Provisions - 2023 year only
(current & non-current)

	<i>Insurance Losses</i>	<i>Future Reinstatement</i>	<i>Leave & Other Provision</i>
Opening Balance	-	-	237
Add Additional amounts recognised	-	-	19
(Less) Payments	-	-	5
Closing Balance	-	-	251

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/7/2022	Net Increments/ (Decrements)	Transfers, Impairments	30/6/2023
Notes	\$'000s	\$'000s	\$'000s	\$'000s
Land	783	-	-	783
Buildings & Other Structures	2,632	-	-	2,632
Roads	22,778	-	-	22,778
Community Wastewater Management Scheme	24	-	-	24
TOTAL	26,217	-	-	26,217
Comparatives	26,217	-	-	26,217

OTHER RESERVES	1/7/2022	Transfers to Reserve	Transfers from Reserve	30/6/2023
Community Wastewater Management Scheme	16	38	-	54
TOTAL OTHER RESERVES	16	38	-	54
Comparatives	-	16	-	16

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 (less any subsequent impairment losses, where applicable).

Other Reserves

Community Wastewater Management Scheme (CWMS)

The CWMS reserve is used to record the net cost of operations for the CWMS in Orroroo, including capital improvement and replacement, major repairs and ongoing maintenance.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 10 - 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	2023 \$'000s	2022 \$'000s
Total cash & equivalent assets	5	1,963	2,806
Balances per Cash Flow Statement		<u>1,963</u>	<u>2,806</u>

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

Net Surplus (Deficit)		52	2,681
Non-cash items in Income Statement			
Depreciation, amortisation & impairment		1,364	1,312
Fair value adjustments		-	(291)
Net increase (decrease) in unpaid employee benefits		19	(15)
Change in allowances for under-recovery		(47)	(60)
Non-cash asset acquisitions		(14)	-
Grants for capital acquisitions treated as Investing Activity		(62)	(1,282)
Net (Gain) Loss on Disposals		<u>(193)</u>	<u>411</u>
		1,119	2,756
Add (Less): Changes in Net Current Assets			
Net (increase) decrease in receivables		154	229
Net (increase) decrease in inventories		(218)	(114)
Net increase (decrease) in trade & other payables		(136)	(385)
Net increase (decrease) in other liabilities		-	(13)
Non-cash transfer of asset to SA State Government	3	<u>930</u>	<u>-</u>
Net Cash provided by (or used in) operations		<u>1,849</u>	<u>2,473</u>

(c) Non-Cash Financing and Investing Activities

Acquisition of assets by means of:

Physical resources received free of charge	2	<u>14</u>	<u>-</u>
<i>Amounts recognised in Income Statement</i>		<u>14</u>	<u>-</u>
		<u>14</u>	<u>-</u>

(d) Financing Arrangements

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

Corporate Credit Cards	7	7
LGFA Cash Advance Debenture facility	535	25

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 11 - 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				
	2023 \$'000s	2022 \$'000s	2023 \$'000s	2022 \$'000s	2023 \$'000s	2022 \$'000s				
Business Undertakings	85	104	96	65	(11)	39	-	-	1,994	2,011
Community Services	112	446	357	53	(245)	393	16	325	1,862	1,192
Culture	1	5	26	33	(25)	(28)	-	4	-	-
Economic Development	-	9	59	63	(59)	(54)	-	-	121	126
Environment	173	182	328	214	(155)	(32)	-	-	840	776
Recreation	100	331	320	221	(220)	110	38	286	1,814	1,537
Regulatory Services	22	28	42	111	(20)	(83)	-	-	6	6
Transport & Communication	1,096	1,541	2,304	963	(1,208)	578	1,096	2,779	23,976	23,251
Plant Hire & Depot	48	90	51	24	(3)	66	-	-	1,499	1,495
Council Administration	2,495	2,262	766	1,732	1,729	530	1,258	1,260	5,512	7,385
TOTALS	4,132	4,998	4,349	3,479	(217)	1,519	2,408	4,654	37,624	37,779

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 11 (con't) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Business Undertakings

Private Works, Sewerage/CWMS, and Water Supply – Domestic.

Community Services

Crime Prevention, Community Support, Community Assistance, Community Transport, Other Community Support, Community Amenities, Bus Shelters, Cemeteries / Crematoria, Public Conveniences, Car Parking – non-fee-paying, Telecommunications Networks, and Other Community Amenities.

Culture

Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries, and Other Cultural Services.

Economic Development

Regional Development, Support to Local Businesses, Tourism, and Other Economic Development.

Environment

Agricultural Services, Agricultural Water, Waste Management, Domestic Waste, Recycling, Waste Disposal Facility, Other Waste Management, Stormwater and Drainage, Street Lighting, Streetscaping, Regional Landscape Levy, and Other Environment.

Recreation

Parks and Gardens, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Outdoor, and Other Recreation.

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

Aerodrome, Bridges, Bus Service, Footpaths and Kerbing, Roads – sealed, Roads – formed, Roads – natural formed, Roads – unformed, Traffic Management, LGGC – roads (formula funded), and Other Transport.

Plant Hire & Depot

Unclassified Activities

Council Administration

Governance, Administration n.e.c., Elected Members, Organisational, Support Services, Accounting/Finance, Payroll, Housing for Council Employees, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services, Revenues, LGGC – General Purpose Rates.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost, interest is recognised when earned

Terms & conditions: Deposits are returning variable interest rates of between 0% and 4.3% (2022: 0.45% to 1.05%).

Carrying amount: approximates fair value due to the short term to maturity.

Receivables - Rates & Associated

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method

Terms & conditions: Secured over the subject land, arrears attract monthly interest of 0.4833% (2022: 0.421%). Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.

Carrying amount: approximates fair value (after deduction of any allowance).

Receivables - Fees & other charges

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method

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.

Carrying amount: approximates fair value (after deduction of any allowance).

Receivables - other levels of government

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

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 State and Federal Governments.

Carrying amount: approximates fair value.

District Council of Orroroo Carrieton

Notes to and forming part of the Financial Statements

Note 12 - FINANCIAL INSTRUMENTS (con't)

Receivables - Retirement Home

Accounting Policy: initially recognised at fair value and subsequently measured at amortised cost. An impairment provision is recognised using the expected credit loss method.

Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective legislation.

Carrying amount: approximates fair value (after deduction of any allowance).

Liabilities - Creditors and Accruals

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.

Terms & conditions: Liabilities are normally settled on 30 day terms.

Carrying amount: approximates fair value.

Liabilities - Retirement Home Contributions

Accounting Policy: To avoid inconvenience when complying with the separate audit requirements imposed by the relevant legislation, amounts are carried at nominal values.

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.

Carrying amount: approximates fair value for short tenancies; may be non-materially over-stated for longer tenancies.

Liabilities - Interest Bearing Borrowings

Accounting Policy: initially recognised at fair value and subsequently at amortised cost, interest is charged as an expense using the effective interest rate

Terms & conditions: secured over future revenues, borrowings are repayable upon maturity; interest is charged at variable rates between 2.05% and 6.05% (2022: 2.05%)

Carrying amount: approximates fair value.

Liabilities - Finance Leases

Accounting Policy: accounted for in accordance with AASB 16 as stated in Note 15

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12 - FINANCIAL INSTRUMENTS (con't)

Liquidity Analysis

2023	Due < 1 year	Due > 1 year ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$000's	\$000's	\$000's	\$000's	\$000's
<u>Financial Assets</u>					
Cash & Equivalents	1,963	-	-	1,963	1,963
Receivables	84	-	-	84	99
Other Financial Assets	2	37	-	39	33
Total	2,049	37	-	2,086	2,095
<u>Financial Liabilities</u>					
Payables	233	-	-	233	232
Current Borrowings	2	27	-	29	25
Total	235	27	-	262	257

2022	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$000's	\$000's	\$000's	\$000's	\$000's
<u>Financial Assets</u>					
Cash & Equivalents	2,805	-	-	2,805	2,806
Receivables	242	-	-	242	241
Other Financial Assets		33	-	33	33
Total	3,047	33	-	3,080	3,080
<u>Financial Liabilities</u>					
Payables	365	-	-	365	460
Current Borrowings	25	-	-	25	25
Total	390	-	-	390	485

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

	30 June 2023		30 June 2022	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$000's	%	\$000's
Other Variable Rates	6.05	25	2.05	25
		25		25

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 12 - FINANCIAL INSTRUMENTS (con't)

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 impairment. All Council investments are made with the SA Local Government Finance Authority and are guaranteed by the SA 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 Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates. Council also has available a range of bank overdraft and standby borrowing facilities that it can access.

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.

Expected Credit Losses (ECLs)

Council uses an allowance matrix to measure expected credit losses for receivables from individual customers, which comprise a large number of small balances. As rates and annual charges are secured over subject land no allowance for such receivables is made.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 13 - 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. Detailed methods of calculation are set out in the SA Model Statements.

	2023	2022	2021
Operating Surplus Ratio			
<u>Operating Surplus</u>	-5.3%	30.4%	-4.6%
Total Operating Income			

This ratio expresses the operating surplus as a percentage of total operating revenue.

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	-38%	-46%	-39%
Total Operating Income			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

Adjustments to Ratios

In recent years the Federal Government has made advance payments prior to 30th June from future year allocations of financial assistance grants, as explained in Note 1. These **Adjusted Ratios** correct for the resulting distortion in key ratios for each year and provide a more accurate basis for comparison.

Adjusted Operating Surplus Ratio	-18.6%	24.8%	-3.9%
Adjusted Net Financial Liabilities Ratio	-2%	-28%	-24%

Asset Renewal Funding Ratio

<u>Outlays on Existing Assets</u>	103%	81%	80%
Asset Renewals - IAMP			

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

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 14 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Council prepared on a simplified Uniform Presentation Framework basis, adjusted for timing differences associated with prepaid Federal assistance Grants required to be recognised as revenue on receipt in accordance with Australian Accounting Standards.

All Councils in South Australia 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.

	2023 \$'000s	2022 \$'000s
Income		
<i>Rates</i>	1,385	1,322
<i>Statutory charges</i>	27	18
<i>User charges</i>	104	123
<i>Grants, subsidies and contributions - Operating</i>	2,408	3,372
<i>Investment income</i>	32	12
<i>Reimbursements</i>	71	99
<i>Other income</i>	105	52
	4,132	4,998
Expenses		
<i>Employee costs</i>	(1,128)	(958)
<i>Materials, contracts and other expenses</i>	(922)	(1,202)
<i>Heavy Vehicle Bypass costs (prior period adjustment)</i>	(930)	-
<i>Depreciation, amortisation and impairment</i>	(1,364)	(1,312)
<i>Finance costs</i>	(5)	(7)
	(4,349)	(3,479)
Operating Surplus / (Deficit)	(217)	1,519
<i>Timing adjustment for grant revenue</i>	(466)	(370)
Adjusted Operating Surplus / (Deficit)	(683)	1,149
Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	(1,576)	(1,907)
Add back Depreciation, Amortisation and Impairment	1,364	1,312
Add back Heavy Vehicle Bypass costs (prior period adjustment)	930	-
Proceeds from Sale of Replaced Assets	190	-
	908	(595)
Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	(1,338)	(943)
Amounts received specifically for New and Upgraded Assets	62	1,282
Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i>	58	-
	(1,218)	339
Annual Net Impact to Financing Activities	(993)	893

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 15 - LEASES

Council as a Lessee **2023**
\$'000

The following are amounts recognised on profit or loss:

Expenses relating to short term leases	11
Total amount recognised in profit and loss	11

Council as a Lessor

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.

Future minimum rentals receivable under non-cancellable operating leases as at 30 June 2023 are as follows:

	2023 \$'000	2022 \$'000
Within one year	29	-
After one year but not more than five years	34	-
More than five years	-	-
	63	-

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 16 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to Hostplus (formerly Local Government Superannuation Scheme and Statewide Super). There are two types of membership, each of which is funded differently. Permanent and contract employees of the South Australian Local Government sector with Salarylink benefits prior to 24 November 2009 have the option to contribute to the Accumulation section and/or Salarylink. All other employees (including casuals) have all contributions allocated to the Accumulation section.

Accumulation only Members

Accumulation only members receive both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of ordinary time earnings in accordance with superannuation guarantee legislation (10.5% in 2022-23; 10% in 2021-22). No further liability accrues to the Council as the superannuation benefits accruing to employees are represented by their share of the net assets of the Fund.

Salarylink (Defined Benefit Fund) 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 and level of contribution and final average salary. Council makes employer contributions to Salarylink as determined by the Fund's Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2021-22) of "superannuation" salary.

In addition, Council makes a separate contribution of 3% of ordinary time earnings for Salarylink members to their Accumulation account. Employees also make member contributions to the Salarylink section of the Fund. As such, assets accumulate in the Salarylink section of the Fund to meet the member's benefits, as defined in the Trust Deed, as they accrue.

The Salarylink section is a multi-employer sponsored plan. As the Salarylink section's assets and liabilities are pooled and are not allocated by each employer, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.34(a), Council does not use defined benefit accounting for these contributions.

The most recent actuarial investigation was conducted by the Fund's actuary, Louise Campbell, FIAA, of Willis Towers Watson as at 30 June 2022. The Trustee has determined that the current funding arrangements are adequate for the expected Salarylink liabilities. However, future financial and economic circumstances may require changes to Council's contribution rates at some future time.

Contributions to Other Superannuation Schemes

Council also makes contributions to other superannuation schemes selected by employees under the "choice of fund" legislation. All such schemes are of the accumulation type, where the superannuation benefits accruing to the employee are represented by their share of the net assets of the scheme, and no further liability attaches to the Council.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 17 - CONTINGENT ASSETS AND CONTINGENT LIABILITIES

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 1,600 km of road reserves of average width 20 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 guaranteed certain loans and other banking facilities advanced to community organisations and sporting bodies, amounting to \$33,000 (2022: \$33,000) at reporting date.

Council does not expect to incur any loss arising from these guarantees.

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 no notice of any appeals against planning decisions made prior to the reporting date.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2023

Note 18 - RELATED PARTY DISCLOSURES

KEY MANAGEMENT PERSONNEL

The Key Management Personnel of the Council include the Mayor, Councillors, CEO and certain prescribed officers under section 112 of the Local Government Act 1999. In all, seven persons were paid the following total compensation:

	2023	2022
	\$'000	\$'000
Salaries, allowances & other short term benefits	250	216
TOTAL	250	216

Other than amounts paid as ratepayers or residents (e.g. rates, swimming pool entry fees, etc.), Council received the following amounts in total:

Planning and building applications fees	4	-
Rentals for Council property	-	2
TOTAL	4	2

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

Two close family members of key management personnel was employed by Council for part of the financial year, in accordance with the terms of the Award, and as recorded in the public Register of Salaries maintained in accordance with section 105 of the *Local Government Act 1999*.

Key management personnel or close family members (including related parties) lodged a total of four planning and building applications during the year. In accordance with the Local Government Act 1999, these persons declared conflicts of interest and took no part in the assessment or approval processes for these applications.

Four planning and building approvals, with and without conditions, were granted during the year (2022: none). Total fees for these applications (all of which are payable on lodgement) amounted to \$3,809.

One elected member is a member of the management committees of the Black Rock Dirt Circuit Club Inc, the Orroroo Bowling Club Inc, and the Orroroo Community Gym Inc. In accordance with the *Local Government Act 1999* this person declared a conflict of interest and left the meeting environs when any matter affecting their Club is discussed or voted on. The Council did not make any payments to any of these Clubs.

One elected member is a member of the Playground Steering Committee (through the Carrieton Progress Association). During the year Council approved a \$10,000 contribution towards a playground in its budget, however no amount has been paid towards this project this financial year.

District Council of Orroroo Carrieton Independent Auditor's Report

We have audited the attached financial statements, being a general purpose financial report, of the District Council of Orroroo Carrieton (Council) for the year ended 30 June 2023.

Opinion

In our opinion, the financial statements of the Council are properly drawn up:

- a) to present fairly the financial position of the Council as at the 30 June 2023 and the results of its operations for the period then ended, and;
- b) according to Australian Accounting Standards.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information – Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report is prepared to assist the council to meet the requirements of the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. As a result, the financial report may not be suitable for another purpose. Our report is intended solely for the members.

Responsibilities of Management for the Financial Report

The Board of Management is responsible for the preparation of the financial report in accordance with the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011 and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Report

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial report.

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



Ian G McDonald FCA
Registered Company Auditor 16458

Signed at Grange, 30 November 2023

Independent Assurance Report on the Internal Controls of the District Council of Orroroo Carrieton

We have audited the compliance of the District Council of Orroroo Carrieton (Council) with the requirements of Section 125 of the *Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities for the period 1 July 2022 to 30 June 2023 have been conducted properly and in accordance with law.

Opinion

In our opinion, the Council has complied, in all material respects, with *Section 125* of the *Local Government Act 1999* in relation to Internal Controls established by the Council in relation to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities so as to provide reasonable assurance that the financial transactions of the Council have been conducted properly and in accordance with law for the period 1 July 2022 to 30 June 2023.

Basis for Opinion

For the audit of the Council we have maintained our independence in accordance with the relevant ethical requirements of APES 110 Section 290. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our opinion.

Limitation on Use

This report has been prepared for the members of the Council in accordance with *Section 129* of the *Local Government Act 1999* in relation to the Internal Controls specified above. We disclaim any assumption of responsibility for any reliance on this report to any persons or users other than the members of the Council, or for any purpose other than that for which it was prepared.

Inherent Limitations

Due to the inherent limitations of any compliance procedure, it is possible that fraud, error or non-compliance may occur and not be detected. A reasonable assurance engagement is not designed to detect all instances of non-compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above, as the engagement is not performed continuously throughout the period and the procedures performed in respect of compliance with *Section 125* of the *Local Government Act 1999* in relation to the Internal Controls specified above are undertaken on a test basis.

The Council's Responsibility for the Internal Controls

The Council is responsible for implementing and maintaining an adequate system of internal controls, in accordance with *Section 125* of the *Local Government Act 1999* in relation to Internal Controls to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and incurring of liabilities have been conducted properly and in accordance with law.

Our Responsibility

Our responsibility is to express an opinion on the Council's compliance with *Section 125* of the *Local Government Act 1999* in relation only to the Internal Controls established by the Council to ensure that financial transactions relating to the receipt, expenditure and investment of money, acquisition and disposal of property and incurring of liabilities, based on our procedures. Our engagement has been conducted in accordance with applicable *Australian Standards on Assurance Engagements ASAE 3100 Compliance Engagements*, issued by the *Australian Auditing and Assurance Standards Board*, in order to state whether, in all material respects, the Council has complied with *Section 125* of the *Local Government Act 1999* in relation only to the Internal Controls specified above for the period 1 July 2022 to 30 June 2023. *ASAE 3100* also requires us to comply with the relevant ethical requirements of the Australian professional accounting bodies.

Our procedures included obtaining an understanding of controls in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, evaluating management's assessment of these controls, assessing the risk that a material weakness exists, and testing and evaluating the design and implementation of controls on a sample basis based on the assessed risks.

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



Ian G McDonald FCA

Chartered Accountant

Registered Company Auditor 16458

Signed at Grange, 30 November 2023

District Council of Orroroo Carrieton
Annual Financial Statements
for the year ended 30 June 2023
CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the District Council of Orroroo Carrieton for the year ended 30 June 2023, the Council's Auditor, Ian G McDonald, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

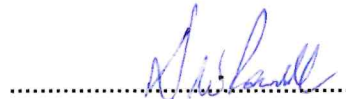
This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.



.....

PAUL SIMPSON

CHIEF EXECUTIVE OFFICER



.....

DAVID POWELL

PRESIDING MEMBER AUDIT COMMITTEE

Date:

08/11/2023.

District Council of Orroroo Carrieton

Annual Financial Statement

For the year ended 30 June 2022

Audit Certificate of Audit Independence

We confirm that, for the audit of the financial statements of the District Council of Orroroo Carrieton for the year ended 30 June 2023, we have maintained our 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 2011* made under that Act.

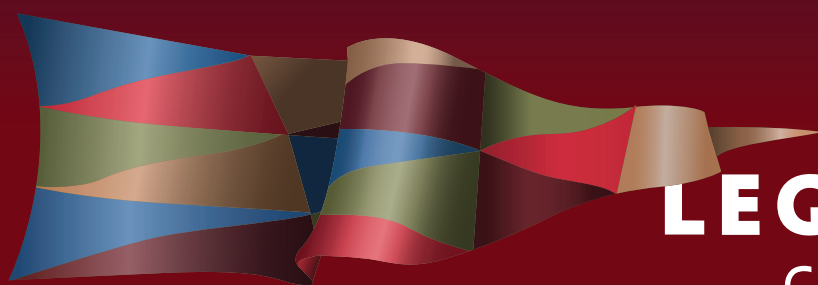
This statement is prepared in accordance with the requirements of Regulation 22 (5) *Local Government (Financial Management) Regulations 2011*.



Ian G McDonald FCA

Date: 27 September 2023

Attachment 2 Legatus Group Annual Report 2022/2023



LEGATUS
GROUP

ANNUAL REPORT

2022 / 2023



*Legatus Group:
Regional Local Government
ambassador and advocate*

The Central Local Government Region was established in 1998 under Section 200 of the Local Government Act 1934 as a controlling authority and continues as a regional subsidiary of its establishing councils under Part 2 of Schedule 2 of the Local Government Act 1999 ("the Act") by virtue of the provisions of Section 43 of the Local Government (Implementation) Act 1999.

In 2016 the Central Local Government Region of South Australia adopted the name of the Legatus Group to which it is now referred.

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

THE LEGATUS GROUP CHARTER CLAUSE 6.3 ANNUAL REPORT

- 6.3.1 *The Legatus Group must each year, produce an Annual Report summarising the activities, achievements and financial performance of the Legatus Group for the preceding Financial Year.*
- 6.3.2 *The Annual Report must incorporate the audited financial statements of the Legatus Group for the relevant Financial Year.*
- 6.3.3 *The Annual Report must be provided to the Constituent Councils by 30 September each year.*

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 as a regional subsidiary of its member Councils under Part 2 of Schedule 2 of the Local Government Act 1999 by the provisions of Section 25 of the Local Government (Implementation) Act 1999.

In 2016 the Central Local Government Region of South Australia adopted the trading name of Legatus Group to which it is now referred.

The Legatus Group is a body corporate and is governed by a Board of Management which has the responsibility to manage all activities of the group and ensure that they act in accordance with its Charter.

CONTACT DETAILS

Address: 20 King Street Mintaro SA 5415 PO Box 1 Mintaro SA 5415

Telephone: 0407819000

Email: ceo@legatus.sa.gov.au

Website: www.legatus.sa.gov.au

LEGATUS GROUP BOARD OF MANAGEMENT

The Board consists of all principal members (Mayors) of the Constituent Councils which for 2022/2023 saw changes following the November 2022 elections.

COUNCIL	DELEGATE
Adelaide Plains Council	Mayor Mark Wasley
Barunga West Council	Mayor Leonie Kerley
Clare & Gilbert Valleys Council	Mayor Wayne Thomas - Mayor Allan Aughey OAM
Copper Coast Council	Mayor Roslyn Talbot
District Council of Mount Remarkable	Mayor Phillip Heaslip - Mayor Stephen McCarthy
District Council of Orroroo Carrieton	Mayor Kathie Bowman
District Council of Peterborough	Mayor Ruth Whittle OAM
Light Regional Council	Mayor Bill O'Brien
Northern Areas Council	Mayor Ben Browne - Mayor Sue Scarman
Port Pirie Regional Council	Mayor Leon Stephens
Regional Council of Goyder	Mayor Peter Matthey OAM - Mayor Bill Gebhardt
The Barossa Council	Mayor Bim Lange OAM
The Flinders Ranges Council	Mayor Greg Flint - Mayor Ken Anderson
Wakefield Regional Council	Mayor Rodney Reid
Yorke Peninsula Council	Mayor Darren Braund

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

OFFICE BEARERS FOR 2022/23

POSITION	DELEGATE
Chairman	Mayor Phillip Heaslip until 9 September 2022 then Mayor Rodney Reid
Deputy Chairs	Mayor Bill O'Brien Mayor Rodney Reid until 9 September 2022 Mayor Ken Anderson from 19 May 2023
South Australian Regional Organisation of Councils	Mayor Bill O'Brien Mayor Peter Matthey OAM until 18 August 2023 then Mayor Rodney Reid
Chief Executive Officer	Mr Simon Millcock
Auditor	Dean Newbery and Partners

The following meetings of the Board of Management were held during the 2022/23 year:

- 18 August 2022 Special Meeting online
- 9 September 2022 Annual General Meeting - Burra
- 9 September 2022 Ordinary General Meeting - Burra
- 16 December 2022 Ordinary General Meeting - Kadina
- 10 February 2023 Ordinary General Meeting - Port Pirie
- 19 May 2023 Ordinary General Meeting - Bundaleer North
- 2 June 2022 Special Meeting online

There were five advisory committees in 2022/2023:

- Audit and Risk Management Committee
- Regional Management Group
- Road Transport and Infrastructure Advisory Committee
- Waste Management Advisory Committee
- Community Wastewater Management Advisory Committee

All agendas and minutes from the Board meetings and these committees are published on the Legatus Group Website.

All advisory committee minutes were provided with the agendas to the Legatus Group meetings.

The Constituent Councils are provided during the year with Board Agendas, Minutes, Annual Report, Business Plan, Budget and Financial Reports.



ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

COMMITTEE MEMBERS

AUDIT COMMITTEE	MEMBERS
	<ul style="list-style-type: none">• Mayor Kathie Bowman (Orroroo Carrieton)• Mayor Rodney Reid (Wakefield)• Mr Peter Ackland (Port Pirie)• Mr Stephen Rufus (Chair) (Peterborough)• Mr Ian McDonald (Independent)

MANAGEMENT GROUP (COUNCIL CEOS)	MEMBERS
	<ul style="list-style-type: none">• Mr Sam Johnson OAM (Mt Remarkable)• Mr James Miller (Adelaide Plains)• Mr Martin McCarthy (Barossa)• Ms Maree Wauchope (Barunga West)• Dr Helen Macdonald (Clare & Gilbert Valleys)• Mr Russell Peate (Copper Coast)• Mr Eric Brown (Flinders Ranges)• Mr David Stevenson (Goyder)• Mr Richard Dodson (Light)• Ms Kelly Westell (Northern Areas)• Mr Paul Simpson (Orroroo Carrieton)• Mr Stephen Rufus (Peterborough)• Mr Peter Ackland (Pirie Regional)• Mr Andrew MacDonald (Wakefield) (Chair)• Mr Andrew Cameron (Yorke Peninsula)



ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

COMMITTEE MEMBERS

ROAD TRANSPORT INFRASTRUCTURE ADVSORY COMMITTEE	MEMBERS
	<ul style="list-style-type: none">• Dr Helen Macdonald (Clare & Gilbert Valleys) (Chair)• Mayor Leon Stephens (Port Pirie)• Lee Wallis (Goyder)• Steve Kaesler (Barossa)• Tim Neumann (Copper Coast)• Andre Kompler (Yorke Peninsula)• Karen Lee-Jones (Department of Planning, Transport and Infrastructure)• Daniel Willson (CEO RDA YMN)• Stuart Roberts (Wakefield)• Mitchell Foote (Flinders Ranges)
WASTE MANAGEMENT ADVISORY COMMITTEE	MEMBERS
	<ul style="list-style-type: none">• Mayor Mark Wasley (Adelaide Plains) (Chair)• Ivan Nolte (Copper Coast)• Tom Jones (Adelaide Plains)• Aaron Curtis (Barossa)• Glen Growden (Wakefield Regional)• Andre Kompler (Yorke Peninsula)• Lynette Seccafien (Adelaide Plains)• Stephen Rufus CEO (Peterborough)
COMMUNITY WASTE MANAGEMENT ADVISORY COMMITTEE	MEMBERS
	<ul style="list-style-type: none">• Mayor Leon Stephens (Port Pirie) (Chair)• Gary Easthope (Clare and Gilbert Valleys)• Grant Smith (Yorke Peninsula)• Nathan Berry (Light)• Kirsty Morgan (Wakefield)

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CHAIRMAN'S REPORT

MAYOR RODNEY REID

“ *It has been an honour to have been elected as Chairman of the Legatus Group at the September 2022 AGM and to move from previous role as Deputy.* ”

Firstly, I wish to acknowledge that there has been 5 new members to the board with 4 new Mayors and 1 returning Mayor which has provided some level of continuity. The Local Government elections in late 2022 did cause some level of complexity around appointments and decision making. With this in mind we held an induction session and following the board's approval we distributed a draft strategic plan and I took the opportunity to visit all member councils along with our CEO.

It was a pleasure to have Mayor Bill O'Brien as a Deputy Chairman and fellow member of the South Australian Regional Organisation of Councils (SAROC) and to welcome Mayor Ken Anderson in May 2023 as a joint Deputy Chairman.

At the May 2023 meeting Mayor Bowman announced her intention to resign and the Legatus Group thanked her for her long service to her community and the Legatus Group including as inaugural member of the Legatus Group Audit and Risk Management Committee.

There had been a decline in the attendance at board meetings prior to my appointment plus a break down in the connections between the Management Group (CEOs) and their involvement with the board.

I am of the opinion that this has since turned the corner following a workshop I attended with the Management Group and a new approach to the board meetings agendas which includes relevant examples of projects and programs from member councils.

The Legatus Group at the 19 May 2023 meeting committed to having an independent review of the charter and the strategic plan which is designed to assist in clarifying our direction. This will allow both Board Members and the CEOs to be further engaged on the future of the Legatus Group and allow them to provide input to their member councils.

It should be noted that the Barunga West Council has provided the 18 months' notice required of their withdrawal of membership according to our charter and CEO Simon Millcock acknowledged this through a return email to Barunga West Council.

The board has taken an approach over the past five years to not significantly increase members fees whilst using the reserves to undertake both administration and project work including the appointment of an Administration Officer. The board last year noted this needed reviewing in 2022/2023, which occurred through our Annual Business Plan and Budget for 2023/2024, whilst the plan to meet the targets for our reserves as previously agreed to by June 2023 occurred.

For the second year in a row the Legatus Group has paid for the membership of member councils to the SA Coastal Council Alliance. With a desire from the members seeking more user pay for the various projects taken on by Legatus, the funding for the SA Coastal Council Alliance memberships has not been included in the adopted Legatus 2023/2024 budget.

The board has continued to focus on the key areas of:

- Roads and Transport Infrastructure
- Waste Management – including Wastewater
- Community Capacity Wellbeing
- Environmental Sustainability



ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CHAIRMAN'S REPORT

MAYOR RODNEY REID (CONTINUED)

The Legatus Group provides a pivotal role to member councils in advocating on regional and state-wide issues and this has included:

- Rating equity associated with major energy producers continues through the recommendations and reports by the Legatus Group to the LGA.
- Wellbeing and Mental Health with a delegation of local MPs' Lifeline and the Legatus Group meeting with Minister for Health to gain support for retaining and expanding the Community Connect Centre model delivered by Lifeline. This included attendance by Dr John Brayley Chief Psychiatrist to the December 2022 Legatus Group meeting.
- Assisted with matters relating to Community Wastewater Management Schemes which saw a review and CWMS reform program.
- Delivery of the Northern and Yorke Drought Resilience Plan in partnership with Regional Development Australia Organisations and the Northern and Yorke Landscape Board.
- Review of the methodology used in assessing applications for the Special Local Roads Program.
- The role of Regional LGAs and SAROC to reduce any ambiguity associated with the Regional LGAs being able to provide reports to SAROC so that they can provide both a filtering mechanism for members and submit appropriate reports to SAROC.
- Support to the Flinders Ranges Council in their approach to have a review of appointments to LGA Board and SAROC and timing of the AGM.
- Support to the Goyder Council in their advocacy on the lack of backup power to telecommunications towers.
- Recommendations that the LGA consider creating a new committee for areas of support sought by member councils associated with CWMS.
- Support to the Flinders Ranges Council in their advocacy for the reintroduction of electronic attendance by Councillors at Council meetings.
- Approach by the Legatus Group to lobby for increased funding for the SLRP Program.
- Support to the Orroroo Carrieton Council opposition to the model Fee Structure being set by ESCOSA.



ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CHAIRMAN'S REPORT

MAYOR RODNEY REID (CONTINUED)

The Legatus Group provided support at a regional and state level with forums, workshops and webinars which attracted over 400 people throughout the year and they included:

- SA CWMS Conference (partnership with LGA) - Adelaide
- Legatus Group Waste Forum (partnership with KESAB) – Peterborough
- Prosper! Interdisciplinary solutions for Prosperous Regions Forum (partnership UniSA) - Nuriootpa
- Yorke Mid North Alliance Regional Planning Forum (partnership Northern and Yorke Alliance) - Tanunda
- Legatus Group Regional Roads Forum – Maitland
- Accessible Tourism Forum (partnership Catalyst Foundation) – Kadina
- Ageing and Disability Lifestyle Expo – Kadina
- Community Development Forum – Burra
- Native Foods Cultural Awareness Forum – Quorn
- Urban Sustainability Forum – Freeling

Key reports and projects supported this year by the Legatus Group were:

- Updated Report - Wellbeing Gap Analysis Legatus Group Northern Councils released.
- Attracting, Developing and Retaining Regional Local Government Workforce Report released.
- Career Pathways & Workforce Toolkit for Regional SA Councils commenced.
- MoU established with Lions International to support Waste reduction.
- Northern and Yorke Community Continuity Planning for Disasters.
- Stormwater Harvesting.
- Legatus Group Regional Local Roads Plan database updates and Expansion of Regional Road Transport GIS and including Bridge and Culverts.
- NHVR Strategic Local Government Asset Assessment Project with National Heavy Vehicle Regulator.
- CWMS on-line training project.
- Assessment of Bridge and Culverts report
- Legatus Group Waste and Resource Recovery Strategy and Action Plan 2021-2026.
- Northern and Yorke Climate Change Sector Agreement.
- Northern and Yorke Drought Resilience Plan.

CHAIRMAN'S REPORT

MAYOR RODNEY REID (CONTINUED)

Direct support has been provided to grant applications for the region which have resulted in close to \$4.5m of value to the region. They include:

- 2022 SLRP grants resulting in \$4.056m across 4 councils from a total \$13.356m allocated to regional councils in 2022 or approx. 30% of the funding.
- Preparing your community for disasters and emergencies – Northern and Yorke Region of SA secured \$92,000 funding from SAFECOM.
- Pilot Organics Processing Plant at Peterborough (successful).
- Carbon Offsetting for Local Government – being led by City of Adelaide (successful).
- Climate Resilient Asset Capacity Augmentation for Community Wastewater Management with Constructed Floating Wetland Systems – being led by UniSA (successful).
- Caravan / RV Dump Point Project – being led by Flinders University (successful).
- LG Career Pathways & Workforce Toolkit for Regional SA Councils – being led by Torrens University (successful).
- Landscape Board Future Drought Fund: Extension and Adoption of Drought Resilience Farming Practices Grants Program application.
- Adelaide Plains Council Heavy Vehicle Safety Initiative.
- Uni SA Solar PV Recycling.

The Legatus Group continued to support the South Australia Drought Resilience Adoption and Innovation Hub as a Local Government project partner.

There has been significant support for equity associated with the Special Local Roads Program funding and we were pleased to see the positive outcomes especially for the Yorke Peninsula Council application.

We continue to encourage and foster closer working relationships with the three Regional Development Australia (RDA) organisations and the Northern and Yorke Landscape Board.

The Legatus Group have supported and are an active partner in the Northern and Yorke Landscape Board Aboriginal Engagement Committee.

The board has made a concerted effort to reduce the amount of project work being undertaken and progress more on advocacy and providing a partnership approach with others on projects.

The Legatus Group CEO and staff committed large amounts of time to the development of many Conferences and Forums which have all been highly regarded and of great value to those attending and especially member councils. I also note with positivity the CEO efforts to support regional councils across the State.

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CHAIRMAN'S REPORT

MAYOR RODNEY REID (CONTINUED)

The Audit and Risk Management Group Committee have ensured that the work plan has assisted us in improving our governance and recommendations around variations to our policies. The other advisory committees have played a key role in supporting and recommending actions to the board. It is pleasing to see more board members and council staff being active on these committees. I would like to acknowledge all the Board members and council CEOs and staff who have committed time to the Advisory Committees.

I thank CEO Simon Millcock for the reports prepared and the introduction of the bi-monthly newsletter which is distributed to stakeholders and partners in all spheres of government. I wish to thank him for his commitment and passion for the local government sector and his willingness to work with all members and to accept and progress the ongoing changes within the Legatus Group.

2022/2023 has been a year of listening to each other, learning from each other and redirecting our focus as we work together to support and strengthen our region.



Mayor Rodney Reid

Chairman Legatus Group

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CEO REPORT MR SIMON MILLCOCK

“ Firstly, I would like to acknowledge the support provided to me by Chairman Mayor Rodney Reid and Deputy Chairman Mayor Bill O'Brien, Board Members, CEOs, Committees, Regional Partners and the Legatus Group staff over the past year.

This year saw the focus on a more consolidated approach to advocacy and increased partnerships.

There were three grants secured in 2023/2024 which were:

1. **Regional Capacity Building Allocations – LGA**
2. **Joint Services Arrangements CWMS – LGA CWMS**
3. **Preparing your community for disasters and emergencies – SAFECOM**

Items 2 and 3 allowed for the employment of part time Project Officers Dr Paul Chapman and Robert Bunch. All contracts for grants and projects have been reported on according to the agreements with a delay experienced in securing the first payment of the SAFECOM funds due to the reference group meeting late in June 2023 to approval a draft document required by SAFECOM.

This year 54% of the Legatus Group's income came from its membership fees. The 15-member council contributions during the previous six years had been on average around 30% of the Legatus Group income.

Due to a reduction in project work, there were less grants obtained although they did make up around 33% of the Legatus Group income. Interest rates increased, which resulted in a better than predicted return on investment income.

This reduction in grant funding was also reflected in a major reduction in contractor and consultant costs compared to the previous 4-5 years.

Areas with increases in expenses to those budgeted were due to motor vehicle costs as the change over to a new vehicle was not able to occur due to supply delays. The meeting and conference costs were substantially higher than the previous year but this was budgeted for as the Legatus Group had responsibility to manage the Annual Forum for the Northern and Yorke Alliance. Telephone, Internet and Websites were around half of the costs from 2022 and this was due to working from home and the website being updating in 2022.

The financial result is that the Legatus Group continues to be in a sound financial position to cover its forthcoming liabilities and within the targets set by the board for its reserves. Previous decisions by the Legatus Group were to have around 18 months of operational costs / commitments available with some funds as a contingency for any possible immediate project. The amount that has been identified previously was \$450,000 and this year the amount in the accumulated surplus and other reserves is just slightly under \$500,000.

The Legatus Group budget for 2022/2023 had shown an operating deficit of \$172,800 and the actual deficit was \$119,340. Noting that the instalments from SAFECOM of \$42,000 and \$3,000 from the LGA for projects whilst invoiced were not received by 30 June 2023.

The closure of the Legatus Group office has continued to assist with reduced administration costs with all staff working from their home offices. Plus, there was a reduction in travel required by the CEO although this was countered by the inability to secure a new vehicle so vehicle maintenance costs were higher.

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LEGATUS GROUP - 2022 / 2023

CEO REPORT

MR SIMON MILLCOCK (CONTINUED)

The board has noted that the current use of reserves to fund administration costs is not sustainable and following support from 11 of the member councils for the 2023/2024 Legatus Group Business Plan and Budget there will be an increase in membership fees. This will be further addressed in the coming year with a review of the Charter and Strategic Plan.

This year saw my attendance and delivery of agendas, minutes and reports to over 40 Legatus Group Board, Advisory Committees, Yorke Mid North Alliance and SAROC meetings whilst managing the delivery of state and regional forums, workshops and webinars.

The board continued to support having a part time administration officer and the contract with Tracey Rains was extended and this has provided beneficial outcomes.

The 2 reviews of the Legatus Group Strategic Plan during the year were not able to reach a conclusion with the first version being approved by 14 of the 15 constituent councils and following the Local Government election the second version approved by 11 of the 15 constituent councils. As the charter requires all 15 member councils to approve this was not achieved.

I am a member of the Yorke Mid North Alliance, Regional LGA CEOs Forum and the Northern and Yorke Landscape Board Aboriginal Engagement Committee (proxy for Mayor O'Brien). Whilst I provided a regional voice to help support the local government sector in several areas including:

- EPA and the State of the Environment Report Assurance Group
- Orroroo and Roseworthy Drought Hub Nodes
- Local Govt Regional Climate Partnerships Network
- UniSA C-Edge Advisory Board
- Volunteer SA NT – Volunteer Strategy

The Legatus Group Website updates include increased information from all forums undertaken as a resource plus the bi-monthly CEO Newsletter gains positive feedback. The social media presence has continued to grow with increased followers on both Facebook and LinkedIn.



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LEGATUS GROUP - 2022 / 2023

CEO REPORT

MR SIMON MILLCOCK (CONTINUED)

Reports distributed and or published include:

- Legatus Group Road Transport Plan Expansion to now include QGIS and Roads Data Base Update.
- Wellbeing Gap Analysis from the Northern Councils Update.
- Attracting, Developing and Retaining Regional Local Government Workforce Report.
- Northern and Yorke Drought Resilience Plan.

Projects which have commenced and that are being supported are:

- Preparing your community for disasters and emergencies – Northern and Yorke Region of SA (Legatus Group).
- Extending the capacity of regional Community Wastewater Management Systems (UniSA).
- Local Government Career Pathways & Workforce Toolkit for Regional South Australia (Torrens University).
- Stormwater Harvesting (Space Down Under).
- Carbon Offsetting for Local Government (consortium of councils via City of Adelaide).
- Caravan / RV Dump Point Project (Flinders Uni).
- Prosperous Regions Conference (UniSA).
- Native Foods Supply Chain (UniSA).
- Drought Future Fund - Community Impact project (Northern and Yorke Alliance via RDA BGLAP).
- Northern and Yorke Landscape Board Resilient Coastal Ecosystems on YP and Gulf and Ranger Project.
- NHVR / Legatus Group Heavy Vehicle Priority Route Collaboration.
- District Council of Peterborough Pilot Organics Processing Plant.

Whilst support was provided to:

- Adelaide Plains Councils application for Heavy Vehicle Safety Initiative.
- UniSA Solar PV Recycling.
- LGA application to the Coastal and Estuarine Risk Mitigation Program.
- LGA Building Sector Capability Project.
- UniSA Support for uaDA Grant - Digital Data Connectivity and Sharing Platform for Climate Resilience and Adaptation Planning in Regional SA.

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LEGATUS GROUP - 2022 / 2023

CEO REPORT MR SIMON MILLCOCK

Advocacy support continues to be a priority and this has included.

- Legatus Group request for changes to SLRP applications.
- Legatus Group support for an LGA CWMS Advisory Committee.
- Yorke Peninsula Council with the North Coast Road Point Turton SLRP application.
- The Flinders Ranges Council re Councillor participation at council meetings through electronic means.
- District Council of Orroroo Carrieton re Equity in cost by ESCOSA.
- Lifeline Community Connect – Centralised model for the delivery of Mental Health.
- Rating Equity for Councils from Power Generators.

The second half of the year has seen the LGA advise that Regional LGAs previous approach for engagement as both a filtering mechanism and being able to provide direct reports on matters to SAROC is not supported. This has caused a level of concern in the Legatus Group and this is being addressed by the LGA and Regional LGAs.

I sincerely thank the support I received from Paul Chapman, Tracey Rains, Robert Bunch and Colin Davies. Working in isolation across a broad region has its challenges but the resulting work from all reflected well for the Legatus Group.



Simon Millcock

CEO Legatus Group

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

CHAIRMAN LEGATUS GROUP AUDIT AND RISK COMMITTEE – STEPHEN RUFUS

This is a summary of activities undertaken, and recommendations made during 2022-2023.

The committee met on 4 occasions.

DATE	NO OF MEMBERS ATTENDING
25 August 2022	5
8 December 2022	3
31 January 2023	4
5 May 2023	5

COMMITTEE MEMBER	NO OF MEETINGS ATTENDING
Mayor Kathie Bowman	3
Mayor Rodney Reid	4
Peter Ackland	2
Stephen Rufus	4
Ian McDonald	4



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LEGATUS GROUP - 2022 / 2023

The following table sets out the principal issues addressed by the Committee for 2022-2023.

PRINCIPAL ISSUES EXAMINED	COMMENT
Audit Committee Chair	That there is an Independent Member of the Audit Committee to Chair approved and Stephen Rufus appointed.
Annual Financial Report	No issues, unqualified audit, adopted for the 21/22 financial year.
Review of Budget Against Actuals	Noted no issues and supported the allocation of the expenditure identified of carry over reserves and accumulated surplus for business plan and budgets.
Review of Work Plan, Internal Controls	<ol style="list-style-type: none"> 1. Work planned maintained and adoption of recommendations by Auditor re policies. 2. Recommended and supported workshop on strategic plans and long term financial plan with appropriate recommendations to the board.
Charter	Recommended the Legatus Group adopt a variation to the Legatus Group Charter regrading adoption of Annual Business Plan and Budget.
Business, Budget and Strategic Plan	<ol style="list-style-type: none"> 1. Monitored the 2022-2023 business plan and budget and its quarterly updates. 2. Noted, supported and provided input to Legatus Group Strategic Plan reviews. 3. Reported on a need to align the Business Plan and Budget to Strategic Plan. 4. Recommended a procedure be developed for preparing the annual business plan and budget. 5. Recommended a review be undertaken of the formatting for the Long Term Financial Plan.
Policies	Recommendations to the board for adoption of 3 new policies: <ul style="list-style-type: none"> • Board Induction • Records and Information Management • Risk Management
Membership	The final meeting noted the contribution Mayor Kathie Bowman had provided to the committee.
Equity / Reserves	Recommendations to Board on the levels to be held.

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LEGATUS GROUP - 2022 / 2023

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CENTRAL LOCAL GOVERNMENT REGION OF SA

TRADING AS



ANNUAL FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR

1 JULY 2022 - 30 JUNE 2023

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

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LEGATUS GROUP

General Purpose Financial Reports for the year ended 30 June 2023

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LEGATUS GROUP

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023

CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Legatus Group to certify the financial statements in their final form.
In our opinion:

- the accompanying financial statements comply with the Local Government Act 1999, Local Government (Financial Management) Regulations 2011 and Australian Accounting Standards.
- the financial statements present a true and fair view of the Legatus Group's financial position at 30 June 2023 and the results of its operations and cash flows for the financial year.
- internal controls implemented by the Legatus Group provide a reasonable assurance that the Group's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Legatus Group's accounting and other records.



Simon MILLCOCK
CHIEF EXECUTIVE OFFICER



Mayor Rodney REID
CHAIR

Date: 25 August 2023.

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2023

	Notes	2023 \$	2022 \$
INCOME			
Council Contributions	2	173,850	170,400
Grants, subsidies and contributions	2	107,600	93,783
Investment income	2	22,035	7,032
Other income	2	18,329	3,108
Total Income		321,814	274,323
EXPENSES			
Employee costs	3	272,632	263,171
Materials, contracts & other expenses	3	167,150	305,395
Depreciation, amortisation & impairment	3	1,372	7,209
Total Expenses		441,154	575,775
OPERATING SURPLUS / (DEFICIT)		(119,340)	(301,453)
Other Comprehensive Income		-	-
NET SURPLUS / (DEFICIT)		(119,340)	(301,453)
TOTAL COMPREHENSIVE INCOME		(119,340)	(301,453)

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

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

STATEMENT OF FINANCIAL POSITION as at 30 June 2022

		2023	2022
	Notes	\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents	4	504,240	657,733
Trade & other receivables	4	91,100	2,152
Total Current Assets		595,340	659,885
Non-current Assets			
Infrastructure, property, plant & equipment	5	13,409	13,872
Total Non-current Assets		13,409	13,872
Total Assets		608,749	673,757
LIABILITIES			
Current Liabilities			
Trade & other payables	6	74,037	15,037
Provisions	6	13,457	23,881
Total Current Liabilities		87,494	38,918
Non-current Liabilities			
Provisions	6	21,423	15,667
Total Non-current Liabilities		21,423	15,667
Total Liabilities		108,917	54,585
NET ASSETS		499,832	619,172
EQUITY			
Accumulated Surplus		230,062	349,402
Other Reserves	7	269,770	269,770
TOTAL EQUITY		499,832	619,172

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

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LEGATUS GROUP - 2022 / 2023

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LEGATUS GROUP

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2023

		Accumulated Surplus	Other Reserves	TOTAL EQUITY
2023	Notes	\$	\$	\$
Balance at end of previous reporting period		349,402	269,770	619,172
Net Surplus / (Deficit) for Year		(119,340)	-	(119,340)
Other Comprehensive Income				
Transfers between reserves	7	-	-	-
Balance at end of period		230,062	269,770	499,832
2022				
Balance at end of previous reporting period		650,854	269,770	920,624
Net Surplus / (Deficit) for Year		(301,453)	-	(301,453)
Other Comprehensive Income				
Transfers between reserves	7	-	-	-
Balance at end of period		349,402	269,770	619,172

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

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LEGATUS GROUP - 2022 / 2023

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LEGATUS GROUP

STATEMENT OF CASH FLOWS for the year ended 30 June 2023

		2023	2022
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES	Notes		
<u>Receipts</u>			
Council Contributions		173,850	170,400
Investment receipts		22,035	7,032
Grants utilised for operating purposes		18,652	131,599
Reimbursements		-	-
Other revenues		18,329	3,108
<u>Payments</u>			
Employee costs		(277,300)	(255,086)
Materials, contracts & other expenses		(108,150)	(327,520)
Net Cash provided by (or used in) Operating Activities	8	(152,584)	(270,467)
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of replaced assets		-	-
<u>Payments</u>			
Expenditure on renewal/replacement of assets		-	-
Expenditure on new/upgraded assets		(909)	(1,720)
Purchase of investment property		-	-
Net purchase of investment securities		-	-
Development of real estate for sale		-	-
Loans made to community groups		-	-
Capital contributed to equity accounted Council businesses		-	-
Net Cash provided by (or used in) Investing Activities		(909)	(1,720)
CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Receipts</u>			
Proceeds from borrowings		-	-
Proceeds from aged care facility deposits		-	-
<u>Payments</u>			
Repayments of borrowings		-	-
Repayment of finance lease liabilities		-	-
Repayment of aged care facility deposits		-	-
Net Cash provided by (or used in) Financing Activities		-	-
Net Increase (Decrease) in cash held		(153,493)	(272,187)
Cash & cash equivalents at beginning of period	8	657,733	929,919
Cash & cash equivalents at end of period	8	504,240	657,733

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

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

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

This general purpose financial report has been prepared in accordance with Australian Accounting Standards as they apply to not-for-profit entities, other authoritative pronouncements of the Australian Accounting Standards Board, Interpretations and relevant South Australian legislation.

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011*.

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates, and requires management to exercise its judgement in applying the Group'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 (\$).

1.1 Historical Cost Convention

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

1.2 The Local Government Reporting Entity

The Legatus Group ("the Group") is a regional subsidiary under Section 43 and Schedule 2 of the *Local Government Act 1999*.

The Constituent Councils are:

- | | |
|--------------------------------------|--|
| 1. The Barossa Council | 2. District Council of Mount Remarkable |
| 3. Barunga West Council | 4. Northern Areas Council |
| 5. Clare and Gilbert Valleys Council | 6. District Council of Orroroo/Carrieton |
| 7. Copper Coast Council | 8. District Council of Peterborough |
| 9. The Flinders Ranges Council | 10. Port Pirie Regional Council |
| 11. Regional Council of Goyder | 12. Wakefield Regional Council |
| 13. Light Regional Council | 14. Yorke Peninsula Council, and |
| 15. Adelaide Plains Council. | |

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

1.3 Income recognition

Income is measured at the fair value of the consideration received or receivable. Income is recognised when the Group 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 Group's operations for the current reporting period.

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.4 Cash, Cash Equivalents and other Financial Instruments

Cash Assets include all amounts readily convertible to cash on hand at the Group'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 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 10.

1.5 Vehicles & Contents

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 recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the 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 Group 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:

Contents	\$2,000
Motor Vehicles	\$5,000

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. Plant and equipment assets recognised are systematically depreciated over their useful lives on a straight-line basis which, in the opinion of the Group, best reflects the consumption of the service potential embodied in those assets.

Depreciation methods, useful lives and residual values of classes of assets are reviewed annually. Major depreciation periods for each class of asset are shown below.

Contents	1 to 5 years
Motor Vehicles	3 to 5 years

1.6 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 are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

1.7 Employee Benefits

Salaries, Wages & Compensated Absences

The Group has 2 FTE employees as at the 30 June 2023, a Chief Executive Officer, a part-time Project Officer and a part-time Admin Officer. 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. Present values are calculated using government 10 year bond rates.

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 1 - SIGNIFICANT ACCOUNTING POLICIES (Continued)

No accrual is made for sick leave as the Group's 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 Group does not make payment for untaken sick leave.

1.8 Superannuation

The Group contributes the statutory 10.5% SGC superannuation to the nominated superannuation funds for all staff. This will increase to 11.0% for the 2023-24 financial year.

1.9 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.

1.10 Leases

In the previous year, the Group performed an assessment of the potential impact of AASB 16 *Leases*. The Group was only engaged in a short-term lease as per Section 5 of AASB 16 and therefore the lease was recognised as an operating expense on a straight-line basis over the term of the lease. There were no leases for the year 22-23.

1.11 New Accounting Standards

In the current year, the Group adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations and effective for the current reporting period. The adoption of the new and revised Standards and Interpretations has not resulted in any material changes to the Group's accounting policies.

The Group has not applied any Australian Accounting Standards and Interpretations that have been issued but are not yet effective. Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2023 reporting period and have not been used in preparing these reports.

AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current

AASB 2020-3 Amendments to Australian Accounting Standards – Annual Improvement 2018-2020 and Other Amendments

AASB 2020-6 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current

AASB 17 Insurance Contracts

The Group 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.

1.12 Economic Dependencies

The Group is aware of its current dependence on Grants Revenue received from the Commonwealth Government, State Government and the Local Government Association for the ongoing operations of the Group. Should the Group not secure funding or a significantly reduced level of funding in future years, it may impact on the ability of the Group to continue operating as a going concern.

1.13 Disclaimer

Nothing contained within these statements may be taken to be an admission of any liability to any person under any circumstance.

1.14 Comparative Information

During the financial year, the Group has reviewed the allocation and classification of some transactions which have been updated in the comparative information presented. Changes in classification has resulted in no change to the previously reported financial performance and position of the Group.

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2023

Note 2 - INCOME

	2023 \$	2022 \$
COUNCIL CONTRIBUTIONS		
<u>General Contribution</u>	173,850	170,400
	<u>173,850</u>	<u>170,400</u>
INVESTMENT INCOME		
Interest on investments		
Local Government Finance Authority	22,035	7,032
Banks	-	-
	<u>22,035</u>	<u>7,032</u>
OTHER INCOME		
Conference Registrations & Sponsorship	13,211	3,108
Sundry	5,118	-
	<u>18,329</u>	<u>3,108</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS		
CWMS	31,000	28,000
Disaster Recovery	29,100	-
Volunteering	7,500	-
Regional Capacity	40,000	42,783
SA Road Funding	-	15,000
NRM - - Landscape Priority	-	8,000
	<u>107,600</u>	<u>93,783</u>
<i>The functions to which these grants relate are shown in Note 10.</i>		
Sources of grants		
Commonwealth government	-	-
State government	29,100	8,000
LGA	71,000	85,783
Other	7,500	-
	<u>107,600</u>	<u>93,783</u>

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 3 - EXPENSES

	2023 \$	2022 \$
EMPLOYEE COSTS		
Salaries and Wages	200,665	198,882
Employee leave expense	37,008	31,768
Superannuation	25,358	22,064
Workers' Compensation Insurance	2,920	4,232
Professional Development	461	127
FBT	6,220	6,098
Total Operating Employee Costs	272,632	263,171
 Total Number of Employees	 1.9	 2.0
<i>(Full time equivalent at end of reporting period)</i>		
MATERIALS, CONTRACTS & OTHER EXPENSES		
<u>Prescribed Expenses</u>		
Auditor's Remuneration	2,441	2,338
Subtotal - Prescribed Expenses	2,441	2,338
<u>Other Materials, Contracts & Expenses</u>		
Contractors & Consultants	107,179	241,380
Legal Expenses	-	80
Unleaded Fuel	3,939	4,075
Other Motor Vehicle Costs	3,538	2,752
Members Allowances & Support	4,500	4,125
Meetings & Conferences	13,381	4,807
Insurance	10,537	8,921
Rental - Premises	-	9,603
Advertising	1,268	704
Accommodation	1,230	1,932
Airfares, Taxi Fares & Parking	223	263
Travel - Reimbursement	2,079	1,124
Catering & Meals	7,507	7,372
Telephone & Internet	2,981	3,871
IT & Web	5,354	10,963
Postage/Stationery	644	784
Sundry	349	300
Subtotal - Other Materials, Contracts & Expenses	164,709	303,057
	167,150	305,395
 DEPRECIATION, AMORTISATION & IMPAIRMENT		
Depreciation		
Motor Vehicle	1,372	5,489
Contents	-	1,720
	1,372	7,209

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LEGATUS GROUP - 2022 / 2023

FINANCIALS

LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 4 - CURRENT ASSETS

CASH & EQUIVALENT ASSETS

Cash at Bank	38,081	12,324
Deposits at Call	466,159	645,409
	<u>504,240</u>	<u>657,733</u>

TRADE & OTHER RECEIVABLES

Accrued Revenues	1,780	495
Other levels of Government	89,320	-
GST / FBT Recoupment	-	1,657
	<u>91,100</u>	<u>2,152</u>

ANNUAL REPORT

LEGATUS GROUP - 2022 / 2023

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LEGATUS GROUP

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 5 - NON-CURRENT ASSETS - VEHICLES & CONTENTS

	2022				2023			
	\$				\$			
	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Motor Vehicles	-	28,967	(15,095)	13,872	-	29,876	(16,467)	13,409
Contents	-	3,678	(3,678)	-	-	3,678	(3,678)	-
TOTAL PLANT & EQUIPMENT	-	32,645	(18,773)	13,872	-	33,554	(20,145)	13,409
<i>Comparatives</i>	-	32,915	(13,554)	19,361	-	32,645	(18,773)	13,872

	2022	CARRYING AMOUNT MOVEMENTS DURING YEAR							2023
	\$	\$							\$
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Transfers		CARRYING AMOUNT
		New/Upgrade	Renewals				In	Out	Net Revaluation
Motor Vehicles	13,872	909	-	-	(1,372)	-	-	-	-
Contents	-	-	-	-	-	-	-	-	-
0	-	-	-	-	-	-	-	-	-
TOTAL PLANT & EQUIPMENT	13,872	909	-	-	(1,372)	-	-	-	-
<i>Comparatives</i>	19,361	1,720	-	-	(7,209)	-	-	-	13,872

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 6 - LIABILITIES

	2023		2022	
	\$		\$	
TRADE & OTHER PAYABLES	Current	Non-current	Current	Non-current
Goods & Services	-	-	2,205	-
Payments received in advance	49,100	-	7,500	-
Accrued expenses - employee entitlements	4,919	-	4,082	-
Accrued expenses - other	2,250	-	1,250	-
GST & PAYG	17,768	-	-	-
	74,037	-	15,037	-
PROVISIONS				
Employee entitlements - Annual Leave	13,457	-	23,881	-
Employee entitlements - Long Service Leave	-	21,423	-	15,667
	13,457	21,423	23,881	15,667

Note 7 - RESERVES

OTHER RESERVES	1/7/2022	Transfers to Reserve	Transfers from Reserve	30/6/2023
General Reserve	269,770	-	-	269,770
TOTAL OTHER RESERVES	269,770	-	-	269,770
<i>Comparatives</i>	<i>269,770</i>			<i>269,770</i>

PURPOSES OF RESERVES

Other Reserves

This reserve was established to provide for one year of basic operation (employee costs, vehicle costs, insurance, materials), should no revenue be received.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 8 - 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	2023 \$	2022 \$
Total cash & equivalent assets	4	504,240	657,733
Less: Short-term borrowings	8	-	-
Balances per Cash Flow Statement		<u>504,240</u>	<u>657,733</u>

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

Net Surplus (Deficit)	(119,340)	(301,453)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	1,372	7,209
Net increase (decrease) in unpaid employee benefits	(4,668)	8,085
	(122,636)	(286,159)
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(88,948)	37,818
Net (increase) decrease in other current assets	(909)	-
Net increase (decrease) in trade & other payables	59,000	(22,125)
Net Cash provided by (or used in) operations	<u>(153,493)</u>	<u>(270,466)</u>

Note 9 - FUNCTIONS

The activities of the Region are categorised into the following programs, projects & activities:

- 1 A - Corporate Function
- 2 P001 - Regional & Community Sustainability
- 3 P006 - Disaster & Emergency Management
- 4 P009 - CWMS & Climate Change Co-ordinator
- 5 P017 - Waste Management Composting
- 6 P022 - Roads & Transport
- 7 P027 - Community Capacity Building
- 8 P028 - Regional Capacity Building
- 9 P034 - N&Y Coastal Management Action Plan
- 10 P038 - Regional Waste Strategy
- 11 P040 - Disability Inclusion Action Plan
- 12 P045 - Aboriginal Engagement Committee
- 13 P046 - DCP Pilot Organics Plant

Income and expenses have been attributed to the functions/activities throughout the financial year.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 10 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *loans and receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits **Accounting Policy:** Carried at lower of cost and net realisable value; Interest is recognised when earned.

Terms & conditions: Short term deposits are available on 24 hour call with the LGFA and have an interest rate of 4.30% as at 30 June 2023

Carrying amount: approximates fair value due to the short term to maturity.

Receivables - Trade & other debtors

Accounting Policy: Carried at nominal value.

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.

Carrying amount: approximates fair value.

Liabilities - Creditors and Accruals

Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Group.

Terms & conditions: Liabilities are normally settled on 30 day terms.

Carrying amount: approximates fair value.

Liquidity Analysis

	2023	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets		\$	\$	\$	\$	\$
Cash & Equivalents		504,240	-	-	504,240	504,240
Receivables		91,100	-	-	91,100	91,100
Other Financial Assets		-	-	-	-	-
Total		595,340	-	-	595,340	595,340
Financial Liabilities						
Payables		2,250	-	-	2,250	2,250
Current Borrowings		-	-	-	-	-
Non-Current Borrowings		-	-	-	-	-
Total		2,250	-	-	2,250	2,250

	2022	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets		\$	\$	\$	\$	\$
Cash & Equivalents		657,733	-	-	657,733	657,733
Receivables		2,152	-	-	2,152	2,152
Other Financial Assets		-	-	-	-	-
Total		659,885	-	-	659,885	659,885
Financial Liabilities						
Payables		1,250	-	-	1,250	1,250
Current Borrowings		-	-	-	-	-
Non-Current Borrowings		-	-	-	-	-
Total		1,250	-	-	1,250	1,250

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 Group.

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 Group is the carrying amount, net of any allowance for doubtful debts. All Group investments are made with the SA Local Government Finance Authority and are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Group'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 the Group'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 the Group will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates.

Interest Rate Risk is the risk that future cash flows will fluctuate because of changes in market interest rates. Cash flow fluctuations are managed holistically in seeking to minimise interest costs over the longer term in a risk averse manner.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 11 - FINANCIAL INDICATORS

	2023	2022	2021
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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.

The Information Paper was revised in May 2015 and the financial indicators for previous years have been re-calculated in accordance with the revised formulas.

Operating Surplus Ratio

<u>Operating Surplus</u>	(37.1%)	(109.9%)	(49.8%)
Total Operating Income			

This ratio expresses the operating surplus as a percentage of total operating revenue.

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	(151%)	(221%)	(148%)
Total Operating Income			

Net Financial Liabilities are defined as total liabilities less financial assets. These are expressed as a percentage of total operating revenue.

Asset Renewal Funding Ratio

<u>Net Asset Renewals</u>	0%	0%	0%
Depreciation Expenditure			

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.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 12 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Group prepared on a simplified Uniform Presentation Framework basis.

All Councils in South Australia 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

	2023 \$	2022 \$
Income	321,814	274,323
Expenses	(441,154)	(575,775)
Operating Surplus / (Deficit)	(119,340)	(301,453)
Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	-	-
Add back Depreciation, Amortisation and Impairment	1,372	7,209
Proceeds from Sale of Replaced Assets	-	-
	1,372	7,209
Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	(909)	(1,720)
Amounts received spec. for New and Upgraded Assets	-	-
Proceeds from Sale of Surplus Assets (including investment property and real estate developments)	-	-
	(909)	(1,720)
Net Lending / (Borrowing) for Financial Year	(118,877)	(295,964)

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 13 - RELATED PARTY DISCLOSURES

KEY MANAGEMENT PERSONNEL

The Key Management Personnel of the Group include the 15 Mayors/Chairpersons of the constituent Councils and the CEO. In all, 1 person was paid the following total compensation:

	2023	2022
	\$	\$
Salaries, allowances & other short term benefits	163,432	158,801
Member Allowance	4,500	4,125
Post-employment benefits	17,160	15,880
Long term benefits	-	-
FBT	6,220	6,098
Termination benefits	-	-
TOTAL	191,312	184,904

The Group received the following amounts in total:

	2023	2022
	\$	\$
Contributions for fringe benefits tax purposes	-	-
TOTAL	-	-

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

During the reporting period, no Key Management Personnel or parties related to them had any transactions on more favourable terms than those available to the general public.

OTHER RELATED PARTIES

Amounts received from Related Parties during the financial year and owed by Related Parties at the end of the financial year (inclusive of GST).	Received 2023	Outstanding 2023
	\$	\$
The Barossa Council	12,749	-
Barunga West Council	12,749	-
Clare and Gilbert Valleys Council	12,749	-
Copper Coast Council	12,749	-
The Flinders Ranges Council	12,749	-
Regional Council of Goyder	12,749	-
Light Regional Council	12,749	-
Adelaide Plains Council	12,749	-
District Council of Mount Remarkable	12,749	-
Northern Areas Council	12,749	-
District Council of Orroroo / Carrieton	12,749	-
District Council of Peterborough	12,749	-
Port Pirie Regional Council	12,749	-
Wakefield Regional Council	12,749	-
Yorke Peninsula Council	12,749	-
TOTAL	191,235	-

Description of Services provided to all Related Parties above:

The Legatus Group is the peak regional local government organisation that is focused on the interests of its communities. The Legatus Group's primary purpose focuses on the wealth, wellbeing and social cohesion of these communities via a sustainable approach of productive landscapes and natural environment. Its focus is on the key roles of local government.

The Group has Five Primary Goals and numerous strategies to achieve these are outlined in the Group's Strategic Plan 2018-2028 which is available on the Group's website.

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2023

Note 14 - CONTINGENCIES & ASSETS & LIABILITIES NOT RECOGNISED IN THE STATEMENT OF FINANCIAL POSITION

There are no contingencies, assets or liabilities not recognised in the financial statements for the year ended 30 June 2023.

Note 15 - EVENTS OCCURRING AFTER REPORTING DATE

There were no events subsequent to 30 June 2023 that need to be disclosed in the financial statements.

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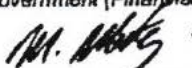
LEGATUS GROUP

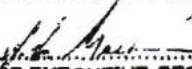
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2023


CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of the Legatus Group for the year ended 30 June 2023, the Council's Auditor, Dean Newbery & Partners, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

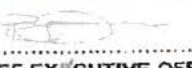
This statement is prepared in accordance with the requirements of Regulation 22(3) *Local Government (Financial Management) Regulations 2011*.



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


Acting CHIEF EXECUTIVE OFFICER
District Council of Mount Remarkable


CHIEF EXECUTIVE OFFICER
Port Pirie Regional Council


CHIEF EXECUTIVE OFFICER
York Peninsula Council


CHIEF EXECUTIVE OFFICER
Wakefield Regional Council


CHIEF EXECUTIVE OFFICER
Legatus Group


CHIEF EXECUTIVE OFFICER
Barunga West Council



CHIEF EXECUTIVE OFFICER
Copper Coast Council



CHIEF EXECUTIVE OFFICER
Regional Council of Goyder


CHIEF EXECUTIVE OFFICER
Adelaide Plains Council


CHIEF EXECUTIVE OFFICER
Northern Areas Council


CHIEF EXECUTIVE OFFICER
District Council of Orroroo Carleton


CHIEF EXECUTIVE OFFICER
District Council of Peterborough


CHAIR, Legatus Group
Audit & Risk Management Committee


CHAIR
Legatus Group

Date: 25 AUGUST 2023