

ANNUAL REPORT

2022

Adopted 26 October 2022

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INTRODUCTION

It is with great pleasure that I present the District Council of Orroroo Carrieton's Annual Report for 2021/22. 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.

On reflection, by the financial year's conclusion, Council had commenced the second stage of the Orroroo Heavy Vehicle Bypass made possible by Special Local Roads Program. We have also secured funding and completed the construction of the custom-built Orroroo "Main Street Woolshed" to house the restored Black Rock Woolpress; the final landscaping of the settlers trail continues to progress and is nearing completion.

Of course, 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 2021/22 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 endured 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 2021 to have received a nomination and subsequent 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 previous CEO Dylan Strong), and all staff and volunteers for their continued dedication in serving the Orroroo Carrieton District and for the support they have given me during the year.

If you would like to understand the extent of the operations of your Council, I encourage you to read through the 2021/22 Annual Report in its entirety.

Kathie Bowman
Mayor



PERFORMANCE SUMMARY



Completed construction of the Orroroo Heavy Vehicle Bypass (stage 1); completed construction of the refurbishment of the Orroroo public conveniences; delivered the annual road construction on time and on budget; completed construction of the Black Rock Wool Press building.



Partnered with neighbouring Councils in progression of the Flinders Alliance; support for family and business support mentors; advocacy and support for small business through national “Go Local” campaign.



Secured funding for construction of the Orroroo Heavy Vehicle Bypass (stage 2); maintained service delivery throughout pandemic restrictions, secured external funding for stage two of the Orroroo Recreation Ground canteen & change room complex with construction underway in 2022.

From the CEO

In what has been a big infrastructure development year for Council, 2021/22 continued to be impacted by the circumstances brought about by the global COVID-19 pandemic. The impact of the pandemic has touched all of us socially and economically, in some way.

Council has been adaptive in business to manage the restrictions put in place including increased levels of staff absences, whilst maintaining services to our community. Similarly, in our approach to project delivery we've needed to be agile in our response to contractor shortages and have worked collaboratively with funding partners to ensure timely delivery whilst mitigating the potential impacts on budgets.

As you peruse Council's Annual Report for 2021/22 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 the Mayor, 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 food (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

Council Office

17 Second Street
Orroroo SA 5431
(08) 8658 1260
www.orraroo.sa.gov.au
council@orraroo.sa.gov.au



Kathie Bowman, **Mayor**
PMB 6
ORROROO SA 5431
Email: kathie.bowman@orraroo.sa.gov.au
Phone: 0429 099 615

Grant Chapman, **Deputy Mayor**
PO Box 77
ORROROO SA 5431
Email: grant.chapman@orraroo.sa.gov.au
Phone: 0427 581 128

Joylene Ford, **Councillor**
6 South Terrace
ORROROO SA 5431
Email: joylene.ford@orraroo.sa.gov.au
Phone: 8658 1235
Mobile: 0427 533 628

Colin Parkyn, **Councillor**
3 First Street
ORROROO SA 5431
Email: colin.parkyn@orraroo.sa.gov.au
Phone: 8658 1261
Mobile: 0427 715 862

Ralph Goehring, **Councillor**
17 West Terrace
ORROROO SA 5431
Email: ralph.goehring@orraroo.sa.gov.au
Phone: 8658 1446
Mobile: 0428 581 124

Following the 2018 local government elections Council had an elected six (6) Councillor membership, including the Principal Member (Mayor). Following a resignation in 2020, Council maintained the remaining five (5) Councillor membership until the 2022 Local Government elections.

PERFORMANCE HIGHLIGHTS

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

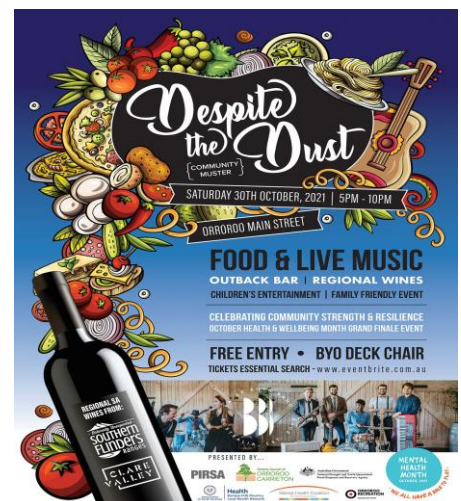
- ✓ Continued collection of outstanding rate debtors including properties identified to be transferred to Council for non-payment of rates under Section 184 and Section 185.
- ✓ Review of key Council policies ensuring legislative compliance.
- ✓ Partnered with District Council of Peterborough for WHS support.
- ✓ Supported key community events including Australia Day Celebration, Remembrance Day, Blue Month, 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.
- ✓ Successful Drum Muster (estimated 700).
- ✓ Delivered successful Despite the Dust 2.
- ✓ Support for small business during COVID-19.
- ✓ Updated internal control systems to ensure compliance with accounting principles and Auditor requirements.
- ✓ Completed upgrade of the Orroroo Main Street Public Conveniences.
- ✓ Ongoing review and development of financial management policies, procedures and systems.
- ✓ Completed Stage 1 of the Orroroo Heavy Vehicle Bypass Project.
- ✓ Completion construction of the Orroroo “Main Street Woolshed”, a custom-built display building to house the historic Black Rock Woolpress.
- ✓ Delivered Stage 3 and 4 of a four stage flood recovery project.
- ✓ Advocate for increased services for mental health and general wellbeing through continued collaboration of councils affected by drought and coordination of community events and programs.
- ✓ Commenced Stage 2 of the Orroroo Recreation Ground Complex development through the Office of Sport and Recreation.



Above & Below: 2022 Australia Day Award Winners



Despite the Dust 2



Main Street Woolshed

- ✓ Implementation of actions and strategies contained within the Orroroo Carrieton Tourism Master Plan
- ✓ Successful grant application through the Federal Government's Regional Connectivity Program Mobile Blackspot Program for a tower at Pekina. Council will make a co-contribution to this Pekina phone tower in the 2022/2023 financial year.
- ✓ Supported Orroroo in their Rural Aid Makeover in April 2022.



Pekina Mobile Blackspot Program



Blue Month (October 2021)

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 June 2022, 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 | 2025/26 | | |
| 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 | | | | | | | Completed revaluation in June 2020 |

| ID No | Strategic Plan Action Item-Description | Financial Year | | | | | Progress | Comments / Notes |
|-------|----------------------------------------------------------------------------------------------------------------------------------------|-------------------|---------|---------|---------|---------|----------|----------------------------------------------------------------------------|
| | | 2020/21 & 2021/22 | 2022/23 | 2023/24 | 2024/25 | 2025/26 | | |
| 4 | Explore re-branding of Council | | | | | | | Logo updated. Entrance signage, letterhead to be investigated. |
| 5 | Develop Black Rock Wool Press display facility in Main Street | | | | | | | Woolshed completed 2021 |
| 6 | Implement the Orroroo Heavy Vehicle Bypass | | | | | | | Stage 1 completed 2021. Stage 2 commenced May 2022. |
| 7 | Develop the Orroroo Heavy Vehicle Bypass stage 2 – Willowie Rd connector | | | | | | | No current work required |
| 8 | Implement the Orroroo Heavy Vehicle Bypass stage 2 – Willowie Rd connector | | | | | | | No current work required |
| 9 | Upgrade of facilities at Orroroo Aerodrome – exclusion fencing and lighting | | | | | | | Completed 2021 |
| 10 | Upgrade of Airstrip – sealed | | | | | | | No current work required |
| 11 | Development of stage 2 and 3 storm water capture and reuse plan for Orroroo township | | | | | | | Hydrology Plan completed |
| 12 | Implementation of stage 2 and 3 storm water capture and reuse plan for Orroroo Township | | | | | | | No current work required |
| 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, main street verandah 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, requires significant budget allocation. |
| 17 | Explore options for the development of an Industrial/Commercial precinct to incorporate existing and new businesses | | | | | | | This is not progressed- will be considered in Regional Planning framework. |
| 18 | Implement Tourism Master Plan | | | | | | | Ongoing work in conjunction with community |

| ID No | Strategic Plan Action Item-Description | Financial Year | | | | | Progress | Comments / Notes |
|-------|--------------------------------------------------------------------------------------------------------|-------------------|---------|---------|---------|---------|----------|--------------------------------------------------------------------|
| | | 2020/21 & 2021/22 | 2022/23 | 2023/24 | 2024/25 | 2025/26 | | |
| 19 | Develop Trails strategy | | | | | | | Completed as part of Drought Communities Project |
| 20 | Implement Trails Strategy | | | | | | | As above |
| 21 | Comprehensive review of the Tourism Master Plan and develop 2025+ | | | | | | | No current work required |
| 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 June 2022 |
| 25 | Development of Orroroo Waste Management and Transfer Station | | | | | | | No current work required |
| 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 multi-purpose community meeting room | | | | | | | Completed |
| 28 | Update the Dog and Cat Management Plan pursuant to legislative requirements | | | | | | | Postponed - this will be completed in the first half of 22/23. |
| 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 temporarily postponed- |
| 31 | Mobile Black Spot prioritisation and advocacy | | | | | | | Advocacy complete for Pekina tower. Awaiting infrastructure works. |

| Progress Key | |
|--------------|-----------------|
| | Behind Schedule |
| | Ongoing |
| | On Track |
| | Completed |
| | Scheduled |

RURAL AID TOWN MAKEOVER WINNER

Orroroo was selected as the sole South Australian recipient of Rural Aid's 10 Town Makeover due to its vision for the future and leadership capabilities.



The Ten Town initiative is Rural Aid's way of supporting small rural communities and highlighting the impact the drought is having on them.

As a winning town, Orroroo received \$100,000 to be spent over five years on renewing the town.

Rural Aid's Farm Army of volunteers spent a week in Orroroo bringing a welcome financial injection to the town's businesses. The 30 Rural Aid volunteers commenced work with the Orroroo Community in April 2022 with the following projects:

- Beautifying the Town western entrance – landscaping with new cement borders and bins & a doggy bag dispenser.



- Golf Club – New entrance ramp to the Clubhouse with a hand rail and garden in the front.



- Historical Society – Landscaped the front yard with a new front fence.



- Bike track – Maintenance on the track with new signage.

- CFS Shed – Replaced the old paving at the back.



- Eastern Town entrance parking bay – Landscaping in the front of the parking bay with new area with dripper system put in.



- Swimming Pool – Painted the canteen with a vibrant red strip on the front counter.



- Picnic tables & seats in main street - Re-oiled the main street tables and bench seats.



- Catholic Church – Painting of the front fence.



- Uniting Church – Buying and replacing a new back door.



- Solly's Hut – An old historical house which needed some of the fence replaced with new 'old' looking fence and the garden had a tidy up as well.



The short and long term economic benefits of this initiative are most welcome in our district, and it will help renew the community's focus on working toward some positive opportunities.

Remaining funds have been ear-marked for main business fascade upgrades which will be undertaken during 2022/2023.



The Rural Aid Volunteers

MAJOR PROJECT DELIVERY

Orroroo's main street Woolshed & Heritage Trail project

The Black Rock Station Woolpress

The Black Rock Station Woolpress, circa 1851 (or possibly earlier), has been carefully restored by a group of ambitious locals over the past two years, following its recovery from the original Woolshed ruins. Black Rock Station was first taken up in 1851 by John Williams, who built it into a significant pastoral property. Prior to the 1864-67 drought, the property was shearing up to 30,000 sheep each year.



The Woolpress is a significant piece of the region, and indeed that of Australia's, pioneering agricultural history. It is unique in that the "monkey" (a mechanical part of the press) was operated by men turning a life-size screw while on a platform high above the press. Early research suggests it may be the only one of its type still in existence.

The restoration has been entirely funded by community and made possible through volunteer hours (some of whom are picture above). The owner of the Woolpress has donated the Woolpress to the community for display, which Council holds in trust.



Orroroo's Main Street "Woolshed"

The District Council of Orroroo Carrieton have returned the Woolpress to the community by establishing a permanent showcase of the Woolpress and associated memorabilia in this custom-built facility in the main street of Orroroo.

In 2019, Council partnered with the Orroroo Regional Tourism Group to develop a formal business case, feasibility analysis and economic impact assessment. The process was facilitated by Kristine Peters of KPPM to further the project's shovel readiness. This cost of this analysis was \$20,000 and funded by the Foundation of Rural and Regional Renewal.

Council applied, and was successful, in gaining external funding for the project through multiple streams. Thanks to the joint financial assistance the Australian Government and the Foundation of Rural and Regional Renewal, the Woolshed was officially launched in October 2021.



"The Woolshed", completed October 2021



The official launch of the “The Woolshed” and Woolpress display, October 2021.

Pictured – the Black Rock Woolpress Working Group

The Heritage Trail

Council has established the Woolshed as a ‘centerpiece’ of a much larger heritage trail. The heritage trail will tell many of the stories, promote the culture and vibrancy, and celebrate the characters associated with the district’s history. The trail will meander 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 will be completed in 2022/2023.

Like all construction projects around Australia at present, this project is not immune to supply shortages (materials and services) caused by COVID-19 restrictions and competing stimulus projects.

Project Funding

The total project is valued at an estimated \$550,000 and will build economic strength and resilience by stimulating new tourism economic activity and diversity in Orroroo and the surrounding district.

| Project Funding Sources | \$ | What Does This Funding Cover? |
|----------------------------------------|-----------|-----------------------------------------------------------------------------------------------------------------------------------|
| Total Project Estimate Cost | \$550,000 | |
| Local Roads & Community Infrastructure | \$342,000 | The Construction of the "Woolshed," a custom built display building to house the historic Black Rock Woolpress and some promotion |
| Foundation of Rural & Regional Renewal | \$144,000 | Fit out and interpretation, landscaping and site completion |
| Council in-kind Contribution | \$64,000 | Project management, planning and preliminaries, and post completion maintenance (est. over five years) |

Project Outcomes

Ways in which the project will assist the community:

- Employment of local and regional contractors in relevant trades, which will extend for various periods over construction;
- 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)

MANAGEMENT AND STAFFING

As at the 30th June 2022 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:

| | Males | Females |
|-----------------------------|-------|---------|
| Employee Award | | |
| 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.



Chief Executive Officer

The Chief Executive Officer as at 30th June 2022 is employed under the following conditions:

- 5 Year Performance based contract
- Provision of Motor Vehicle with full private use.
- Provision of laptop and mobile phone
- Provision of Council accommodation including wifi
- Provision of professional subscriptions, memberships and uniform

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
- Motor Vehicle Allowance
- Telephone/Communications Allowance
- Uniform allowance

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
- Overtime Allowance in the form of fortnightly RDOs
- Motor Vehicle – full private use within 100km of Orroroo
- Provision of a Mobile Phone and ipad for work use
- Uniform allowance

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 2022 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.

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.

During March 2021, Council amended its Access to Council Meetings, Committees and Document Policy to facilitate participation by Council members in Council and subcommittee meeting by electronic means (Zoom). This was following the State Government declaration in relation to COVID-19 pandemic and state of public emergency. During 2021/2022 no meetings were totally held on Zoom, however several Elected Members and a Staff Meeting attended via Zoom on a total of 6 Ordinary Meetings and 1 Special Meeting. In June 2022 the major emergency declaration ceased.

Ordinary Council Meetings

| Elected Members Council & Committee Meeting Attendances 2021/2022 Financial Year | | Cr K Bowman | Cr G Chapman | Cr C Parkyn | Cr R Goehring | Cr J Ford | Totals | | |
|-------------------------------------------------------------------------------------------|------------------------|-------------|--------------|-------------|---------------|-----------|--------|---|----|
| | | Mayor | Deputy Mayor | | | | P | A | Ab |
| Ordinary Meetings of Council | | | | | | | | | |
| 28 July | 2021 | P | P | A | P | P | 4 | 1 | |
| 25 August | 2021 | P | P | P | P | P | 5 | | |
| 22 September | 2021 | P | P | P | P | P | 5 | | |
| 27 October | 2021 | P | P | P | P | P | 5 | | |
| 24 November | 2021 | P | P | A | P | P | 4 | 1 | |
| 15 December | 2021 | P | P | P | P | A | 4 | 1 | |
| 28 January | 2022 | P | P | P | P | P | 5 | | |
| 23 February | 2022 | P | P | P | A | P | | | |
| 23 March | 2022 | P | P | P | P | P | 5 | | |
| 27 April | 2022 | P | P | P | A | P | 4 | 1 | |
| 25 May | 2022 | P | P | P | P | A | 4 | 1 | |
| 22 June | 2022 | P | P | P | A | P | 3 | 1 | |
| P | Present | 12 | 12 | 10 | 9 | 10 | 48 | | |
| A | Apology | | | 2 | 3 | 2 | | 6 | |
| Ab | Absent without Apology | | | | | | | | 0 |
| GRAND TOTAL | | 12 | 12 | 12 | 12 | 12 | | | |

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 2021-2022:

| Elected Members Council & Committee Meeting Attendances 2021/2022 Financial Year | | Cr K Bowman | Cr G Chapman | Cr C Parkyn | Cr R Goehring | Cr J Ford | Totals | | |
|-------------------------------------------------------------------------------------------|------------------------|-------------|--------------|-------------|---------------|-----------|--------|---|----|
| | | Mayor | Deputy Mayor | | | | P | A | Ab |
| Special Meetings of Council | | | | | | | | | |
| 13 July | 2021 | P | P | A | P | A | 3 | 2 | |
| 23 September | 2021 | P | P | P | P | P | | | |
| 14 October | 2021 | P | P | Ab | P | P | 4 | | 1 |
| 28 January | 2022 | P | P | P | P | P | 5 | | |
| 10 February | 2022 | P | P | P | P | P | 5 | | |
| 4 March | 2022 | P | P | P | A | P | 4 | 1 | |
| 1 June | 2022 | P | P | P | P | A | 4 | 1 | |
| P | Present | 7 | 7 | 5 | 6 | 5 | 25 | | |
| A | Apology | | | 1 | 1 | 2 | | 4 | |
| Ab | Absent without Apology | | | 1 | | | | | 1 |
| GRAND TOTAL | | 7 | 7 | 7 | 7 | 7 | | | |

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.

| Elected Members Council & Committee Meeting Attendances 2021/2022 Financial Year | | Cr K Bowman | Cr G Chapman | Cr C Parkyn | Cr R Goehring | Cr J Ford | Totals | | |
|-------------------------------------------------------------------------------------------|------------------------|-------------|--------------|-------------|---------------|-----------|--------|---|----|
| | | Mayor | Deputy Mayor | | | | P | A | Ab |
| Audit Committee | | | | | | | | | |
| 22 October | 2021 | P | A | | | P | 2 | 1 | |
| 4 February | 2022 | P | P | | | P | 3 | | |
| 18 May | 2022 | P | P | | | P | 3 | | |
| P | Present | 3 | 2 | | | 3 | 8 | | |
| A | Apology | | 1 | | | | | 1 | |
| Ab | Absent without Apology | | | | | | | | 0 |
| GRAND TOTAL | | 3 | 3 | 0 | 0 | 3 | | | |

The following Committees did not meet during 2021/2022:

- Works & Engineering Committee
- Governance & Corporate Services
- Ororoo Lifestyle Units Advisory Committee

Audit Committee

This report presents a summary of the District Council of Orroroo Carrieton Audit Committee's activities undertaken and recommendations made during the 2021/2022 financial year.

Conduct of Meetings

Committee meetings were held during the period 1 July 2021 to 30 June 2022 with the following attendance:

| Committee Members | Meeting Dates | | |
|-------------------------------------------------|--------------------|--------------------|----------------|
| | 22 October 2021 | 4 February 2022 | 18 May 2022 |
| David Powell (Chairperson & Independent Member) | ✓ | ✓ | ✓ |
| Cr Kathie Bowman (Mayor) | ✓ | ✓ | ✓ |
| Cr Grant Chapman (Deputy Mayor) | x | ✓ | ✓ |
| Cr Joy Ford | ✓ | ✓ | ✓ |

Committee note that it is required to meet a minimum of four times per year which strictly speaking was not achieved. It further notes however that a meeting was held on 22nd June 2021 two weeks before the beginning of the 2021/2022 financial year which considered Annual Business Plan & Budget for 2021/2022. Accordingly the Committee considers that the intention of the four meeting requirement has been satisfied, particularly given that all work planned and spread across review at four audit committee meetings was satisfactorily addressed.

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 2021-2022, 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 2021/2022:

| Date | Agenda Item No | Description | Local Government Act Section | Motion No | Withhold Period |
|---------------------------------|----------------|-----------------------------------------------------------|------------------------------|--------------------------|----------------------------------------------------------------------------------------------------------------------------------------|
| 13 th July 2021 | 4.1 | Tender Evaluation – Orroroo Public Convenience Renovation | 90(3)(d) | SC002/0721 | 12 months |
| 28 th July 2021 | 17.1 | Dew's Meats, Odour Emissions | 90(3)(d) | 020/0721 | 12 months |
| 28 th July 2021 | 17.2 | Sign with Photo of David Brooks | 90(3)(a) | 023/0721 | 12 months |
| 28 th July 2021 | 17.3 | Orroroo CWMS | 90(3)(d) | 026/0721 | 12 months |
| 25 th August 2021 | 17.1 | Dews Meats, Odour Emissions | 90(3)(d) | 015/0821 | 12 months |
| 25 th August 2021 | 17.2 | Orroroo CWMS | 90(3)(d) | 018/0821 | 12 months |
| 22 nd September 2021 | 17.1 | Dews Meats, Odour Emissions | 90(3)(d) | 020/0921 | 12 months |
| 22 nd September 2021 | 17.2 | Permissions Sought Under Encumbrance 13458060 | 90(3)(a) | 023/0921 | 12 months |
| 23 rd September 2021 | 4.1 | Dews Meats, Odour Emissions | 90(3)(d) | SC001/0921 | Remain in confidence until the 16 th October 2021 or when the TRATMA Pty Ltd business is no longer operational on the site. |
| 14 th October 2021 | 4.1 | Dews Meats, Odour Emissions | 90(3)(d) | SC002/1021 | 12 months |
| 27 th October 2021 | 17.1 | Chief Executive Officer Performance Review | 90(3)(e) 90(3)(j)(ii) | 024/1021 | 12 months |
| 24 th November 2021 | 17.1 | Chief Executive Officer Performance Review | 90(3)(e) 90(3)(j)(ii) | 022/1121 | 11 months |
| 24 th November 2021 | 17.2 | Orroroo Recreation Ground Complex Stage 2 Procurement | 90(3)(k) | 025/1121 | 12 months |
| 24 th November 2021 | 17.3 | Overdue Rates and Debt Collection | 90(3)(a) | 028/1121 | 12 months |
| 10 th February 2022 | 4.1 | Orroroo Recreation Ground Complex Stage 2 Procurement | 90(3)(k) | SC002/0222 SC003/0222 | 12 months |
| 10 th February 2022 | 4.2 | Asset Replacement Loader Tender | 90(3)(d) | SC006/0222 | Until the relevant contracting has been confirmed and all contracts have been placed |
| 23 rd February 2022 | 17.1 | Chief Executive Officer Recruitment | 90(3)(e) 90(3)(j)(ii) | - | 12 months |
| 27 th April 2022 | 17.1 | Flinders Maintenance Service Road Maintenance Proposal | 90(3)(d) | 018/0422 | 6 months |
| 27 th April 2022 | 17.2 | Orroroo Recreation Ground Complex Stage 2 | 90(3)(k) | 021/0422 | 11 months |
| 25 th May 2022 | 17.1 | Encumbrance 13458060 | 90(3)(a) | 018/0522 | 12 months |
| 25 th May 2022 | 17.2 | Material Crushing Procurement | 90(3)(k) | 021/0522 | Until the relevant contracting has been confirmed and all contracts have been placed |
| 22 nd June 2022 | 17.1 | Audit & Risk Management Committee – Independent Members | 90(3)(a) | 015/0622 | 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.

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 2018, all elected members undertook finance and governance training provided by Norman Waterhouse Lawyers.

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 2021 |
|--------------------------|---------------|
| Mayoral Allowance | \$27,932.00 |
| Deputy Mayoral Allowance | \$8,728.75 |
| Councillor Allowance | \$6,983.00 |

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

| Councillor Allowances | Councillor Allowances | Travelling Allowances |
|------------------------|-----------------------|-----------------------|
| Cr Colin Parkyn | \$6,940.50 | - |
| Cr Kathleen Bowman | \$27,449.00 | \$950.40 |
| Cr Grant Chapman | \$8,675.63 | - |
| Cr Joylene Ford | \$6,940.50 | - |
| Cr Ralph Goehring | \$6,940.50 | - |
| Total 2021/2022 | \$56,946.13 | \$950.40 |

The Chairman of the Audit Committee, Mr David Powell, was paid a total of \$4,300.51 during 2021/2022.

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 2021/2022 year.

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.

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'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 2021/22

In preparation of the 2021/22 Annual Business Plan and Budget, Council again conducted an extensive consultation process that included three public meetings at Morchard, Carrieton & Orroroo.

The 2021/22 Annual Business Plan and Budget was adopted in June 2021 with a focus on delivering key capital projects, maintaining core service delivery, and keeping rate increases to a minimum.

The adopted 2021/22 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 Appendix A. These document the financial results for 2021/22.

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 2021/22 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 during 2021/2022 year was \$14,300 inc GST

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

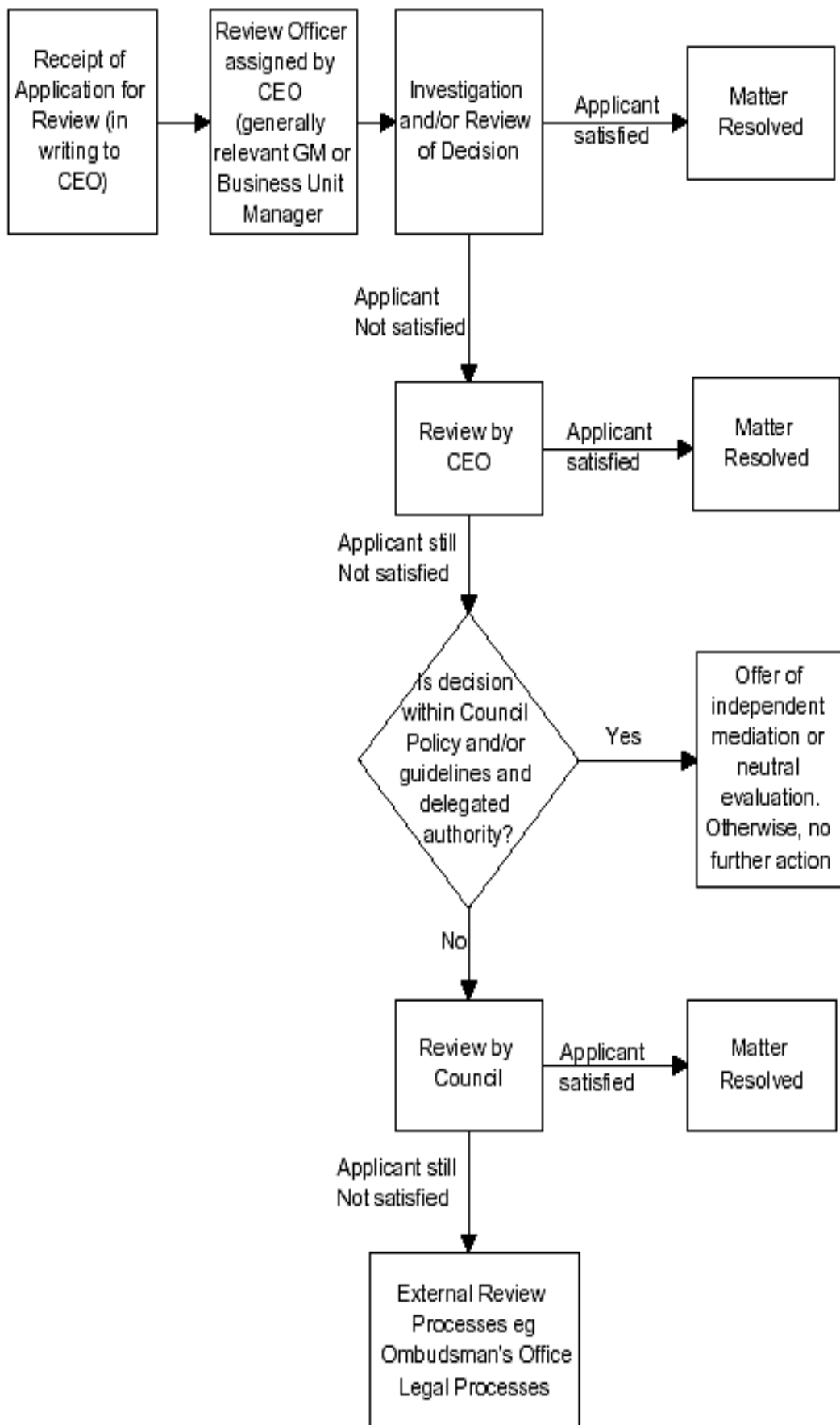
Grievances may arise as a result of dissatisfaction with a decision about a policy, procedure, service or fee. All attempts will be made to resolve grievances quickly and efficiently, without the need for formal applications for review to be lodged. Sometimes this cannot be achieved. Council's Internal 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 2021-2022 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 2021-2022 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.

Council did exercise discretion during 2021/2022 with its Procurement Policy when engaging contractors and suppliers required with respect to the Orroroo Recreation Ground Stage 2 and Material Crushing due to the tight timeframes required to complete the projects.

Services that were contracted out or subject to a competitive tender process in 2021/22 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 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 | Parks and Reserves |
| Cemeteries | Playground Equipment |
| Civic Affairs – Australia Day Ceremonies, Remembrance & Anzac Days, Australian Citizenship ceremonies | Public Conveniences |
| Community & Strategic Planning | Public Seating |
| Community Bus | Public Swimming Pools |
| Community & tourist information | Recreational / Sporting Facilities |
| Community Library | Refuse Collection and Disposal |
| Community transport facilitator | Roads, Footpaths and Kerbing |
| Development Controls | School Crossings |
| Disaster responder | On-site Wastewater Management |
| Dog Control | Recycling |
| Emergency Services | Stormwater Management |
| Employer | Street Beautification |
| Environmental Health Matters | Street Closures for community events |
| Fire Protection and Prevention | Street Lighting |
| Flood Protection and Prevention | Street Sweeping |
| Heritage Preservation | Street Trees |
| Immunisation Programs | Tourism & Economic Development |
| Litter Bins | Traffic Control |
| Memorial Halls | Weed and Vermin Control |
| Parking Controls | Youth Matters |

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.

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) Campaign Donation Returns
- 6) Code of Conduct – Elected Members
- 7) Code of Practice for access to Council meetings and documents
- 8) Community Land Management Plan
- 9) Contract and Tender Policy
- 10) Council and Committee Agendas
- 11) Council and Committee Minutes
- 12) Council By-laws
- 13) Goyder's Line Gazette
- 14) Internal Review of Council Decisions
- 15) Meeting Notices
- 16) Order Making Policy
- 17) Policy Manual
- 18) Public Consultation Policy
- 19) Rating Policy
- 20) Record of Delegations
- 21) Register of Elected Members' Allowances and Benefits
- 22) Register of Employees' Salaries, Wages and Benefits
- 23) Register of Fees and Charges levied by Council
- 24) Register of Interests
- 25) Register of Parking Controls
- 26) Register of Public Streets and Roads
- 27) Strategic Plans
- 28) 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 2021-2022 reporting year, Council received one (1) request under the Freedom of Information Act 1991.

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.

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 2021/2022 the following volumes were collected:

| Waste Collection | Tonnes |
|------------------------|--------|
| Total Tonnes Collected | 416.1 |
| - Waste | 187.5 |
| - Recycling | 75.6 |
| - 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 2021/2022 FY

| Road Name | Length of sheeting-metres | Budget / Original | Actual Exp | Overall Variance |
|----------------------------|---------------------------|-------------------|------------------|------------------|
| Belton Road north | 1200 | \$23,500 | \$17,954 | |
| Belton Road south | 950 | \$18,500 | \$16,811 | |
| Belton Road R&R | 3000 | \$18,000 | \$4,273 | |
| Crotta Road | 250 | \$7,500 | \$9,781 | |
| Cottrell Road | 800 | \$14,500 | \$17,782 | |
| McCallum Road | 1850 | \$32,000 | \$31,428 | |
| Laskey Road | 700 | \$13,000 | \$16,477 | |
| Old Tarcowie Road | 1100 | \$22,000 | \$16,622 | |
| Coomooroo Road north | 900 | \$15,500 | \$13,221 | |
| Coomooroo Road south | 850 | \$15,000 | \$13,221 | |
| Morchard Road | 600 | \$10,500 | \$7,222 | |
| Stokes Creek Road | 1500 | \$28,000 | \$19,297 | |
| Kuerschner Road R&R | 4000 | \$24,040 | \$16,729 | |
| Johnburgh Road R&R | 6650 | \$46,000 | \$19,737 | |
| Johnburgh Road 2 R&R | 5500 | 0 | \$22,456 | |
| Old Tarcowie Road R&R | 1600 | 0 | \$10,338 | |
| Total Capital Works | 31,450 | \$288,040 | \$253,349 | \$34,691 |
| R&R = Rip & Reform | | | | |



Attachment 1 Audited Financial Statements 2021/2022



District Council of
ORROROO
CARRIETON

General Purpose Financial Reports

for the year ended 30 June 2022

District Council of Orroroo Carrieton

General Purpose Financial Reports

for the year ended 30 June 2022

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District Council of Orroroo Carrieton
Annual Financial Statements
for the year ended 30 June 2022

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 2022 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



Kathleen Bowman
MAYOR

Date: 26 October 2022

District Council of Orroroo Carrieton
Statement of Comprehensive Income
for the year ended 30 June 2022

| | | 2022 | 2021 |
|------------------------------------------------------------------------------|-------|--------------|--------------|
| | Notes | \$'000 | \$'000 |
| INCOME | | | |
| Rates | 2 | 1,322 | 1,223 |
| Statutory charges | 2 | 18 | 21 |
| User charges | 2 | 123 | 108 |
| Grants, subsidies and contributions | 2 | 3,372 | 1,619 |
| Investment income | 2 | 12 | 10 |
| Reimbursements | 2 | 99 | 65 |
| Other income | 2 | 52 | 37 |
| Total Income | | 4,998 | 3,083 |
| EXPENSES | | | |
| Employee costs | 3 | 943 | 950 |
| Materials, contracts & other expenses | 3 | 1,217 | 1,054 |
| Depreciation, amortisation & impairment | 3 | 1,312 | 1,211 |
| Finance costs | 3 | 7 | 10 |
| Total Expenses | | 3,479 | 3,225 |
| OPERATING SURPLUS / (DEFICIT) | | 1,519 | (142) |
| Asset disposal & fair value adjustments | 4 | (120) | 131 |
| Amounts received specifically for new or upgraded assets | 2 | 1,282 | 2,229 |
| NET SURPLUS / (DEFICIT) (transferred to Equity Statement) | | 2,681 | 2,218 |
| Other Comprehensive Income | | | |
| Changes in revaluation surplus - infrastructure, property, plant & equipment | 9 | - | (1,698) |
| | | - | (1,698) |
| TOTAL COMPREHENSIVE INCOME | | 2,681 | 520 |

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 2022

| | | 2022 | 2021 |
|---------------------------------------------|--------------|---------------|---------------|
| ASSETS | Notes | \$'000 | \$'000 |
| Current Assets | | | |
| Cash and cash equivalents | 5 | 2,806 | 1,958 |
| Trade & other receivables | 5 | 208 | 413 |
| Inventories | 5 | 167 | 53 |
| Total Current Assets | | 3,181 | 2,424 |
| Non-current Assets | | | |
| Financial assets | 6 | 33 | 16 |
| Infrastructure, property, plant & equipment | 7 | 34,565 | 33,100 |
| Total Non-current Assets | | 34,598 | 33,116 |
| Total Assets | | 37,779 | 35,540 |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Trade & other payables | 8 | 470 | 847 |
| Borrowings | 8 | 25 | 66 |
| Provisions | 8 | 236 | 237 |
| Total Current Liabilities | | 731 | 1,150 |
| Non-current Liabilities | | | |
| Provisions | 8 | 1 | 24 |
| Total Non-current Liabilities | | 1 | 24 |
| Total Liabilities | | 732 | 1,174 |
| NET ASSETS | | 37,047 | 34,366 |
| EQUITY | | | |
| Accumulated Surplus | | 10,814 | 8,149 |
| Asset Revaluation Reserves | 9 | 26,217 | 26,217 |
| Other Reserves | 9 | 16 | - |
| TOTAL EQUITY | | 37,047 | 34,366 |

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 2022

| | | Acc'd Surplus | Asset Rev'n Reserve | Other Reserves | TOTAL EQUITY |
|---------------------------------------------------------------------------------|-------|------------------|------------------------|-------------------|-----------------|
| 2022 | Notes | \$'000 | \$'000 | \$'000 | \$'000 |
| Balance at end of previous reporting period | | 8,149 | 26,217 | - | 34,366 |
| Net Surplus / (Deficit) for Year | | 2,681 | - | | 2,681 |
| Other Comprehensive Income | | | | | |
| Transfers between reserves | | (16) | - | 16 | - |
| Balance at end of period | 9 | 10,814 | 26,217 | 16 | 37,047 |
| | | | | | |
| 2021 | Notes | \$'000 | \$'000 | \$'000 | \$'000 |
| Balance at end of previous reporting period | | 5,931 | 27,915 | - | 33,846 |
| Net Surplus / (Deficit) for Year | | 2,218 | - | - | 2,218 |
| Other Comprehensive Income | | | | | |
| Changes in revaluation surplus - infrastructure, property, plant & equipment | | - | (1,698) | - | (1,698) |
| Balance at end of period | 9 | 8,149 | 26,217 | - | 34,366 |

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 2022

| | Notes | 2022 \$'000 | 2021 \$'000 |
|---------------------------------------------------------------|-------|----------------|----------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| <i>Receipts:</i> | | | |
| Rates - general & other | | 1,360 | 1,211 |
| Fees & other charges | | 18 | 21 |
| User charges | | 136 | 110 |
| Investment receipts | | 12 | 10 |
| Grants utilised for operating purposes | | 3,410 | 1,619 |
| Reimbursements | | 110 | 45 |
| Other revenues | | 380 | 25 |
| <i>Payments:</i> | | | |
| Employee costs | | (958) | (963) |
| Materials, contracts & other expenses | | (1,945) | (703) |
| Finance payments | | (50) | (10) |
| Net Cash provided by (or used in) Operating Activities | | 2,473 | 1,365 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| <i>Receipts:</i> | | | |
| Amounts specifically for new or upgraded assets | | 1,282 | 2,229 |
| Sale of replaced assets | | 1 | 114 |
| Sale of surplus assets | | - | 50 |
| Repayments of loans by community groups | | 8 | - |
| <i>Payments:</i> | | | |
| Expenditure on renewal/replacement of assets | | (1,907) | (2,942) |
| Expenditure on new/upgraded assets | | (943) | (1,116) |
| Loans made to community groups | | (25) | - |
| Net Cash provided by (or used in) Investing Activities | | (1,584) | (1,665) |

District Council of Orroroo Carrieton
Statement of Cash Flows
for the year ended 30 June 2022

| | | 2022 | 2021 |
|---------------------------------------------------------------|----|--------|--------|
| | | \$'000 | \$'000 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| <i>Receipts:</i> | | | |
| Proceeds from borrowings | | 25 | - |
| <i>Payments:</i> | | | |
| Repayments of borrowings | | (66) | (63) |
| Net Cash provided by (or used in) Financing Activities | | (41) | (63) |
| Net Increase (Decrease) in cash held | | 848 | (363) |
| Cash & cash equivalents at beginning of period | 10 | 1,958 | 2,321 |
| Cash & cash equivalents at end of period | 10 | 2,806 | 1,958 |

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 2022

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 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 24 October 2022 (Council meeting).

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 this Note.

1.4 Rounding

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

1.5 Covid-19

The COVID-19 pandemic has no significant impact on the 2021/22 financial statements.

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 a not-for-profit (NFP) entity 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.

District Council of Orroroo Carrieton

Notes to and forming part of the Financial Statements

for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

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:

| | Cash Payment Received | Annual Allocation | Difference | |
|----------------|-----------------------|-------------------|------------|-----------|
| 2016-17 | \$1,463,615 | \$966,301 | + | \$497,314 |
| 2017-18 | \$939,742 | \$950,575 | - | \$10,833 |
| 2018-19 | \$915,318 | \$939,715 | - | \$24,397 |
| 2019-20 | \$971,664 | \$936,970 | + | \$34,694 |
| 2020-21 | \$926,038 | \$945,700 | - | \$19,662 |
| 2021-22 | \$1,260,557 | \$972,689 | + | \$287,868 |

As 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 Contracts

Construction works undertaken by Council for third parties are generally on an agency basis where the third party reimburses Council for actual costs incurred, and usually do not extend beyond the reporting period. 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. A detailed statement of the accounting policies applied to financial instruments also form part of Note 12.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

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.

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.

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

6.2 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).

District Council of Orroroo Carrieton

Notes to and forming part of the Financial Statements

for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

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.

7 Payables

7.1 Goods & Services

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

7.2 Payments Received in Advance & Deposits

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

8 Borrowings

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.

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

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%, (2021, 0.25%) |
| Weighted average settlement period | 3 years, (2021, 1 year) |

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.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 1 - Significant Accounting Policies

Superannuation:

The Council makes employer superannuation contributions in respect of its employees to the Statewide 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 15.

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 2021. New standards and amendments relevant to the Council are listed below. The Council has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to AASB 16 Covid-19 Related Rent Concessions:

In 2020, the AASB issued AASB 2020-4, Amendments to AASs - Covid-19-Related Rent Concessions. The amendments provide relief to lessees from applying AASB 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a Covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the Covid-19 related rent concession the same way it would account for the change under IFRS 16, if the change were not a lease modification. The amendment was intended to apply until 30 June 2021, but as the impact of the Covid-19 pandemic is continuing, in 2021 the AASB extended the period of application of the practical expedient to 30 June 2022. The amendment applies to annual reporting periods beginning on or after 1 April 2021. This amendment had no impact on the Council financial statements.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 2 - INCOME

| | 2022 | 2021 |
|------------------------------------------------------|--------------|--------------|
| Notes | \$'000 | \$'000 |
| RATES REVENUES | | |
| <u>General Rates</u> | 1,107 | 1,061 |
| Less: Mandatory rebates | (20) | (18) |
| Less: Discretionary rebates, remissions & write offs | (25) | (29) |
| | <u>1,062</u> | <u>1,014</u> |
| <u>Other Rates</u> (including service charges) | | |
| Landscape levy | 44 | 43 |
| Waste collection | 155 | 149 |
| Water supply | 8 | 7 |
| Community wastewater management systems | 46 | - |
| | <u>253</u> | <u>199</u> |
| <u>Other Charges</u> | | |
| Penalties for late payment | 7 | 10 |
| | <u>1,322</u> | <u>1,223</u> |
| STATUTORY CHARGES | | |
| Development Act fees | 9 | 10 |
| Animal registration fees & fines | 7 | 9 |
| Other licences, fees, & fines | 2 | 2 |
| | <u>18</u> | <u>21</u> |
| USER CHARGES | | |
| Cemetery/crematoria fees | 13 | 9 |
| Aged Independent Living Units | 48 | 30 |
| Swimming Pool fees | 9 | 8 |
| Sport Lease fees | 7 | 7 |
| Stock Route | 8 | 8 |
| Facility Hire, Lease Rental charges | 18 | 17 |
| Event income | 4 | 14 |
| Bus income | 5 | 4 |
| Waste disposal | 3 | 4 |
| Sundry | 8 | 7 |
| | <u>123</u> | <u>108</u> |
| INVESTMENT INCOME | | |
| Interest on investments: | | |
| Local Government Finance Authority | 12 | 10 |
| | <u>12</u> | <u>10</u> |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 2 - INCOME (con't)

| | Notes | 2022 \$'000 | 2021 \$'000 |
|--------------------------------------------------------------------------------|-------|----------------|----------------|
| REIMBURSEMENTS | | | |
| Private works | | 12 | 17 |
| Joint undertakings | | 23 | 35 |
| Trainee | | 53 | - |
| Other | | 11 | 13 |
| | | <u>99</u> | <u>65</u> |
| OTHER INCOME | | | |
| Insurance & other recoupments - infrastructure, property, plant & equipment | | 9 | 7 |
| Rebates received | | 20 | 18 |
| Community Events | | 17 | 10 |
| Sundry | | 6 | 2 |
| | | <u>52</u> | <u>37</u> |
| GRANTS, SUBSIDIES, CONTRIBUTIONS | | | |
| Amounts received specifically for new or upgraded assets | | 1,282 | 2,229 |
| Other grants, subsidies and contributions | | | |
| Financial Assistance Grant - untied | | 1,261 | 926 |
| Financial Assistance Grant - Roads | | 1,113 | 284 |
| Roads to Recovery | | 260 | 389 |
| Heavy Vehicle Bypass | | 588 | - |
| Drought Communities Program | | 50 | - |
| Local Roads & Community Infrastructure | | 88 | - |
| Library & Communications | | 4 | 4 |
| Sundry | | 8 | 16 |
| | | <u>3,372</u> | <u>1,619</u> |
| | | <u>4,654</u> | <u>3,848</u> |
| <i>The functions to which these grants relate are shown in Note 12.</i> | | | |
| Sources of grants | | | |
| Commonwealth government | | 1,124 | 1,643 |
| State government | | 3,519 | 2,032 |
| Other | | 11 | 173 |
| | | <u>4,654</u> | <u>3,848</u> |
| Individually Significant Item | | | |
| Prepaid Financial Assistance Grants - untied | | 765 | 477 |
| Prepaid Financial Assistance Grants - Roads | | 255 | 173 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 2 - INCOME (con't)

| | 2022 | 2021 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|------|
| Conditions over grants & contributions | | |
| <i>Grants and contributions which were obtained on the condition that they be expended for specified purposes or in a future period, but which are not yet expended in accordance with those conditions, are as follows:</i> | | |
| <i>Unexpended at the close of the previous reporting period</i> | 200 | - |
| <i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i> | | |
| <i>State Sport & Recreation Facilities</i> | 77 | - |
| <i>Special Local Roads</i> | 21 | 132 |
| <i>Local Roads & Community Infrastructure</i> | 114 | 68 |
| <i>Subtotal</i> | 212 | 200 |
| <i>Unexpended at the close of this reporting period</i> | 412 | 200 |
| <i>Net increase / (decrease) in assets subject to conditions in the current reporting period</i> | 212 | 200 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 3 - EXPENSE

| | Notes | 2022 \$'000 | 2021 \$'000 |
|----------------------------------------------------------|-------|----------------|----------------|
| EMPLOYEE COSTS | | | |
| Salaries and Wages | | 959 | 977 |
| Employee leave expense | | 45 | 144 |
| Superannuation - defined contribution plan contributions | 15 | 93 | 95 |
| Superannuation - defined benefit plan contributions | 15 | 6 | 8 |
| Workers' Compensation Insurance | | 25 | 18 |
| Less: Capitalised and distributed costs | | (185) | (292) |
| Total Operating Employee Costs | | 943 | 950 |
| Total Number of Employees | | 13 | 10 |
| <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 | | 7 | 10 |
| Bad and Doubtful Debts | | 60 | 27 |
| Elected members' expenses | | 61 | 56 |
| Lease Expenses - short term leases | | 16 | 15 |
| Subtotal - Prescribed Expenses | | 144 | 108 |
| <u>Other Materials, Contracts & Expenses</u> | | | |
| Computer Hardware / Software | | 5 | 10 |
| Conferences / Seminars / Training | | 20 | 17 |
| Contractors | | 391 | 316 |
| Donations / Contributions | | 7 | 8 |
| Energy, Water, Sewage & Gas | | 102 | 108 |
| Fringe Benefits Tax | | 15 | 19 |
| Insurance | | 127 | 111 |
| Legal Expenses | | 46 | 28 |
| Levies paid to Government - Landscape levy | | 44 | 43 |
| Maintenance of Plant & Equipment | | 98 | 96 |
| Minor Equipment | | 19 | 12 |
| Publishing / Advertising | | 13 | 16 |
| Membership Fees | | 40 | 28 |
| Telephone | | 16 | 14 |
| Vehicle Registration | | 17 | 17 |
| Waste Levy | | 26 | 25 |
| Waste Management Collection | | 78 | 74 |
| Other Expenses | | 10 | 4 |
| Subtotal - Other Materials, Contracts & Expenses | | 1,074 | 946 |
| | | 1,217 | 1,054 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 3 - EXPENSE con't

| | 2022 | 2021 |
|----------------------------------------------------|---------------------|---------------|
| Notes | \$'000 | \$'000 |
| DEPRECIATION, AMORTISATION & IMPAIRMENT | | |
| Depreciation | | |
| Buildings & Other Structures | 278 | 209 |
| Roads | 763 | 717 |
| Plant & Equipment | 218 | 181 |
| CWMS | 30 | 31 |
| Other Assets | 23 | 73 |
| | <u>1,312</u> | <u>1,211</u> |
| FINANCE COSTS | | |
| Bank Charges | 4 | 4 |
| Interest on Loans | 3 | 6 |
| | <u>7</u> | <u>10</u> |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 4 - ASSET DISPOSALS AND FAIR VALUE ADJUSTMENTS

| | 2022 | 2021 |
|-------------------------------------------------------------|--------------|------------|
| Notes | \$'000 | \$'000 |
| INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT | | |
| <i>Assets renewed or directly replaced</i> | | |
| Proceeds from disposal | 1 | 114 |
| Less: Carrying amount of assets sold | <u>412</u> | <u>13</u> |
| Gain (Loss) on disposal | <u>(411)</u> | <u>101</u> |
| <i>Assets surplus to requirements</i> | | |
| Proceeds from disposal | - | 50 |
| Less: Carrying amount of assets sold | <u>-</u> | <u>20</u> |
| Gain (Loss) on disposal | <u>-</u> | <u>30</u> |
| FAIR VALUE ADJUSTMENTS | | |
| Revaluation decrements previously expensed, now recouped | <u>291</u> | <u>-</u> |
| | <u>291</u> | <u>-</u> |
| NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS | <u>(120)</u> | <u>131</u> |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 5 - CURRENT ASSETS

| | Notes | 2022 \$'000 | 2021 \$'000 |
|--------------------------------------|-------|----------------|----------------|
| CASH & EQUIVALENT ASSETS | | | |
| Cash on Hand and at Bank | | 15 | 23 |
| Deposits at Call | | 2,791 | 1,935 |
| | | <u>2,806</u> | <u>1,958</u> |
| TRADE & OTHER RECEIVABLES | | | |
| Rates - General & Other | | 124 | 162 |
| Debtors - general | | 25 | 28 |
| Other levels of Government | | - | 238 |
| GST Recoupment | | 106 | 92 |
| Total | | <u>255</u> | <u>520</u> |
| Less: Allowance for Doubtful Debts | | <u>(47)</u> | <u>(107)</u> |
| | | <u>208</u> | <u>413</u> |
| INVENTORIES | | | |
| Stores & Materials | | 167 | 53 |
| | | <u>167</u> | <u>53</u> |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 6 - NON-CURRENT ASSETS

| | 2022 | 2021 |
|----------------------------------|------------------|------------------|
| Notes | \$'000 | \$'000 |
| FINANCIAL ASSETS | | |
| Receivables | | |
| Loans to community organisations | <u>33</u> | <u>16</u> |
| TOTAL FINANCIAL ASSETS | <u>33</u> | <u>16</u> |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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

| | | 2021 \$'000 | | | | 2022 \$'000 | | | |
|------------------------------|------------------|----------------|-------|------------|-----------------|----------------|---------------|-----------------|-----------------|
| | Fair Value Level | Fair Value | Cost | Acc' Dep'n | Carrying Amount | Fair Value | Cost | Acc' Dep'n | Carrying Amount |
| Land | 2 | 463 | - | - | 463 | 463 | - | - | 463 |
| Land | 3 | 948 | - | - | 948 | 948 | - | - | 948 |
| Buildings & Other Structures | | 8,643 | 1,340 | (4,196) | 5,787 | 8,643 | 1,949 | (4,473) | 6,119 |
| Roads | | 29,722 | 2,691 | (10,499) | 21,914 | 29,722 | 4,682 | (11,262) | 23,142 |
| Plant & Equipment | | - | 4,523 | (2,904) | 1,619 | - | 3,428 | (2,013) | 1,415 |
| CWMS | | 1,768 | 266 | (57) | 1,977 | 1,768 | 268 | (87) | 1,949 |
| Other Assets | | - | 1,143 | (751) | 392 | - | 740 | (211) | 529 |
| Total IPP&E | | 41,544 | 9,963 | (18,407) | 33,100 | 41,544 | 11,067 | (18,046) | 34,565 |
| Comparatives | | 41,587 | 7,714 | (17,360) | 31,941 | 41,544 | 9,963 | (18,407) | 33,100 |

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 2022

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

| | 2021 \$'000 | Carrying Amounts Movement During the Year \$'000 | | | | | | | | 2022 \$'000 |
|------------------------------|--------------------|-----------------------------------------------------|----------|-----------|---------|----------|-----------|-------|----------------|--------------------|
| | Carrying Amount | Additions | | Disposals | Dep'n | Impair't | Transfers | | Net Reval'n | Carrying Amount |
| | | New / Upgrade | Renewals | | | | In | Out | | |
| Land | 463 | - | - | - | - | - | - | - | - | 463 |
| Land | 948 | - | - | - | - | - | - | - | - | 948 |
| Buildings & Other Structures | 5,787 | 362 | 247 | - | (277) | - | - | - | - | 6,119 |
| Roads | 21,914 | 578 | 1,413 | - | (763) | - | - | - | - | 23,142 |
| Plant & Equipment | 1,619 | - | 279 | (412) | (217) | 291 | - | (145) | - | 1,415 |
| CWMS | 1,977 | 3 | - | - | (31) | - | - | - | - | 1,949 |
| Other Assets | 392 | - | 15 | - | (23) | - | 145 | - | - | 529 |
| Total IPP&E | 33,100 | 943 | 1,954 | (412) | (1,311) | 291 | 145 | (145) | - | 34,565 |
| Comparatives | 31,941 | 1,123 | 2,979 | (34) | (1,211) | - | - | - | (1,698) | 33,100 |

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 2022

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.

For buildings and other structures on and in the land, including infrastructure, "highest and best use" is determined in accordance with the land on and in which they are situated.

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 2022

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

Transfers between fair value hierarchy levels

In the course of revaluing (name the asset classes), the nature of the inputs applied was reviewed in detail for each asset and where necessary, the asset reassigned to the appropriate fair value hierarchy level. Such transfers take effect as at the date of the revaluation.

During the course of the year, a parcel of land previously held for operational purposes was designated as community land under the Local Government Act 1993. The change in designation introduced a new, unobservable input, being the restrictive processes involved in the future disposal of the land and necessitated the transfer of its valuation from fair value hierarchy level 2 to level 3, and the adjustment of the valuation. The transfer took effect at the date of designation as community land.

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 | 9,000 |
| Park & Playground Furniture & Equipment | 2,000 |
| Road construction & reconstruction | 9,000 |
| 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 | 5 to 10 years |
| Office Furniture | 10 to 20 years |
| Vehicles and Road-making Equip | 5 to 8 years |
| Other Plant & Equipment | 5 to 15 years |
| Building & Other Structures | |
| Buildings – masonry | 50 to 90 years |
| Buildings – other construction | 20 to 40 years |
| Park Structures – masonry | 50 to 90 years |
| Park Structures – other construction | 20 to 40 years |
| Playground equipment | 5 to 15 years |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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

Estimated Useful Lives (cont'd)

| | |
|-------------------------------------|----------------|
| Benches, seats, etc | 10 to 20 years |
| Infrastructure | |
| Sealed Roads – Surface | 15 to 25 years |
| Sealed Roads – Structure | 20 to 50 years |
| Unsealed Roads | 10 to 20 years |
| Bridges – Concrete | 80 to 90 years |
| Paving & Footpaths, Kerb & Gutter | 80 to 90 years |
| Drains | 80 to 90 years |
| Culverts | 50 to 75 years |
| Flood Control Structures | 80 to 90 years |
| Dams and Reservoirs | 80 to 90 years |
| Bores | 20 to 40 years |
| Reticulation Pipes – PVC | 70 to 80 years |
| Reticulation Pipes – other | 25 to 75 years |
| Pumps & Telemetry | 15 to 25 years |
| Other Assets | |
| Library Books | 10 to 15 years |
| Artworks indefinite | |
| Right-of-use assets (refer Note 17) | 2 to 3 years |

Land & Land Improvements

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

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. Additions are recognised at cost.

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

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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

Buildings & Other Structures

Buildings and other structures were revalued as at 1 July 2020 by Mr Richard Gayler, Gayler Professional Engineering Pty Ltd.

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.

Community wastewater management system infrastructure was valued at depreciated current replacement cost during the reporting period ended 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.

Plant & Equipment

These assets are recognised on the cost basis. A physical check showed that the disposal of some items had not been recorded correctly and that the annual depreciation expense for some items had been calculated incorrectly. An adjustment has been made.

All other assets

These assets are recognised on the cost basis. A review of the physical assets identified that some items had been previously disposed of or were no longer in service and the disposal had not been recorded correctly. An adjustment has been made.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 8 - LIABILITIES

| | | 2022 | | 2021 | |
|------------------------------------------|--------------|----------------|--------------------|----------------|--------------------|
| | | \$'000 | | \$'000 | |
| TRADE & OTHER PAYABLES | Notes | Current | Non-current | Current | Non-current |
| Goods & Services | | 346 | | 413 | |
| Payments received in advance | | - | | 200 | |
| Accrued expenses - employee entitlements | | 9 | | | |
| Accrued expenses - other | | 1 | | 44 | |
| Aged Care Facility Deposits | | 96 | | 115 | |
| GST Payable | | 2 | | 37 | |
| Other Payables | | 16 | | 38 | |
| | | 470 | - | 847 | - |

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

BORROWINGS

| | | | | | |
|-------|--|-----------|----------|-----------|----------|
| Loans | | 25 | - | 66 | - |
| | | 25 | - | 66 | - |

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

PROVISIONS

| | | | | | |
|-----------------------------------------------|--|------------|----------|------------|-----------|
| LSL Employee entitlements (including oncosts) | | 156 | 1 | 148 | 24 |
| AL Employee entitlements (including oncosts) | | 80 | - | 89 | - |
| | | 236 | 1 | 237 | 24 |

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

Movements in Provisions
(current & non-current)

| | <i>Leave & Other Provisions</i> | <i>Leave & Other Provisions</i> |
|-----------------------------------|---------------------------------------------|---------------------------------------------|
| Opening Balance | 261 | 268 |
| Add Additional amounts recognised | 30 | 70 |
| (Less) Payments | 54 | 77 |
| Closing Balance | 237 | 261 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 9 - RESERVES

| ASSET REVALUATION RESERVE | | 1/7/2021 | Net Increments/ (Decrements) | Transfers, Impairments | 30/6/2022 |
|-------------------------------------------|--------------|-----------------|---------------------------------------------|-----------------------------------|------------------|
| | Notes | \$'000 | \$'000 | \$'000 | \$'000 |
| 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 | | 27,915 | (1,698) | - | 26,217 |

| OTHER RESERVES | | 1/7/2021 | Transfers to Reserve | Transfers from Reserve | 30/6/2022 |
|-------------------------------------------|--|-----------------|---------------------------------|-----------------------------------|------------------|
| Community Wastewater Management Scheme | | - | 16 | - | 16 |
| TOTAL OTHER RESERVES | | - | 16 | - | 16 |
| Comparatives | | - | - | - | - |

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 2022

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 | 2022 \$'000 | 2021 \$'000 |
|----------------------------------|-------|----------------|----------------|
| Total cash & equivalent assets | 5 | <u>2,806</u> | <u>1,958</u> |
| Balances per Cash Flow Statement | | <u>2,806</u> | <u>1,958</u> |

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

| | | |
|---------------------------------------------------------------|--------------|--------------|
| Net Surplus (Deficit) | 2,681 | 2,218 |
| Non-cash items in Income Statement | | |
| Depreciation, amortisation & impairment | 1,312 | 1,211 |
| Fair value adjustments | (291) | - |
| Net increase (decrease) in unpaid employee benefits | (15) | (13) |
| Change in allowances for under-recovery | (60) | (28) |
| Grants for capital acquisitions treated as Investing Activity | (1,282) | (2,229) |
| Net (Gain) Loss on Disposals | 411 | (131) |
| | <u>2,756</u> | <u>1,028</u> |
| Add (Less): Changes in Net Current Assets | | |
| Net (increase) decrease in receivables | 229 | (288) |
| Net (increase) decrease in inventories | (114) | 30 |
| Net increase (decrease) in trade & other payables | (385) | 589 |
| Net increase (decrease) in other provisions | - | 6 |
| Net increase (decrease) in other liabilities | (13) | - |
| Net Cash provided by (or used in) operations | <u>2,473</u> | <u>1,365</u> |

(c) 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 | 25 | 25 |

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

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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 | | | | |
| | 2022 \$'000 | 2021 \$'000 | 2022 \$'000 | 2021 \$'000 | 2022 \$'000 | 2021 \$'000 | | | | |
| Business Undertakings | 104 | 36 | 65 | 54 | 39 | (18) | - | - | 2,011 | 1,977 |
| Community Services | 446 | 60 | 53 | 121 | 393 | (61) | 325 | - | 1,192 | 985 |
| Culture | 5 | - | 33 | 35 | (28) | (35) | 4 | 4 | - | 314 |
| Economic Development | 9 | 36 | 63 | 20 | (54) | 16 | - | 171 | 126 | - |
| Environment | 182 | 162 | 214 | 178 | (32) | (16) | - | - | 776 | 1,050 |
| Recreation | 331 | 14 | 221 | 272 | 110 | (258) | 286 | - | 1,537 | 1,158 |
| Regulatory Services | 28 | 17 | 111 | 22 | (83) | (5) | - | - | 6 | - |
| Transport & Communication | 1,541 | 674 | 963 | 275 | 578 | 399 | 2,779 | 2,731 | 23,251 | 21,717 |
| Plant Hire & Depot / Indirect | 90 | 47 | 24 | 68 | 66 | (21) | - | - | 1,495 | 1,619 |
| Council Administration | 2,262 | 2,037 | 1,732 | 2,180 | 530 | (143) | 1,260 | 942 | 7,385 | 6,720 |
| TOTALS | 4,998 | 3,083 | 3,479 | 3,225 | 1,519 | (142) | 4,654 | 3,848 | 37,779 | 35,540 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 11 (con't) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Business Undertakings

Abattoirs, Caravan Parks, Electricity Supply, Gravel Pits/Quarries, Development of Land for Resale, Marinas/Boat Havens, Markets/Saleyards, Off-street Car Parks – fee paying, Private Works, Property Portfolio, Sewerage/CWMS, Water Supply – Domestic, Town Bus Service.

Community Services

Public Order and Safety, Crime Prevention, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control – Health, Immunisation, Nursing Homes, Preventive Health Services, Other Health Services, Community Support, Elderly Citizens Facilities, Home Assistance Scheme, Other Services for the Aged and Disabled, Child Care Centres, Children and Youth Services, community Assistance, Community Transport, Family and Neighbourhood Support, Other Community Support, Community Amenities, Bus Shelters, Cemeteries / Crematoria, Public Conveniences, Car Parking – non-fee-paying, Telecommunications Networks, and Other Community Amenities.

Culture

Library Services, Mobile Libraries and Housebound Services, Static Libraries, Other Library Services, Cultural Services, Cultural Venues, Heritage, Museums and Art Galleries, and Other Cultural Services.

Economic Development

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

Environment

Agricultural Services, Agricultural Water, Animal/Plant Boards, Landcare, Other Agricultural Services, Waste Management, Domestic Waste, Green Waste, Recycling, Transfer Stations, Waste Disposal Facility, Other Waste Management, Other Environment, Coastal Protection, Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping, Natural Resource Management Levy, and Other Environment.

Recreation

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

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, and Separate and Special Rates.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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 fixed interest rates between 0.45% and 1.05% (2021: 0.3% and 0.45%). Short term deposits have an average maturity of 30 days and an average interest rates of 0.75% (2021: 30 days, 0.3%).

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 interest of 0.421% (2021: 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, fixed borrowings are repayable 6 monthly; interest was charged at fixed rate of 5.05%; variable borrowings are payable at the end of the term; interest is charged monthly rate of 2.05%.

Carrying amount: approximates fair value.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 12 - FINANCIAL INSTRUMENTS (con't)

Liquidity Analysis

| 2022 | Due < 1 year | Due > 1 year ≤ 5 years | Due > 5 years | Total Contractual Cash Flows | Carrying Values |
|-------------------------------------|--------------|---------------------------|------------------|------------------------------------|--------------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| <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 |
| Non-Current Borrowings | 25 | | | 25 | - |
| Total | 390 | - | - | 390 | 485 |

| 2021 | Due < 1 year | Due > 1 year; ≤ 5 years | Due > 5 years | Total Contractual Cash Flows | Carrying Values |
|-------------------------------------|--------------|----------------------------|------------------|------------------------------------|--------------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| <u>Financial Assets</u> | | | | | |
| Cash & Equivalents | 1,958 | - | - | 1,958 | 1,958 |
| Receivables | 429 | - | - | 429 | 429 |
| Other Financial Assets | - | 16 | - | 16 | - |
| Total | 2,387 | 16 | - | 2,403 | 2,387 |
| <u>Financial Liabilities</u> | | | | | |
| Payables | 732 | - | - | 732 | 688 |
| Current Borrowings | 66 | - | - | 66 | 66 |
| Total | 798 | - | - | 798 | 754 |

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

| | 30 June 2022 | | 30 June 2021 | |
|----------------------|--------------------------------------|-------------------|--------------------------------------|-------------------|
| | Weighted Average Interest Rate | Carrying Value | Weighted Average Interest Rate | Carrying Value |
| | % | \$'000 | % | \$'000 |
| Other Variable Rates | 2.05 | 25 | - | - |
| Fixed Interest Rates | - | - | 5.05 | 66 |
| | | 25 | | 66 |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 13 - FINANCIAL INDICATORS

| | 2022 | 2021 | 2020 |
|--------------------------------|-------|--------|-------|
| Operating Surplus Ratio | | | |
| <u>Operating Surplus</u> | 30.4% | (4.6%) | 16.3% |
| 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> | (46%) | (39%) | (44%) |
| 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 between years.

| | | | |
|--------------------------------------------------------|-------|--------|-------|
| <i>Adjusted Operating Surplus Ratio</i> | 24.8% | (3.9%) | 0.5% |
| <i>Adjusted Net Financial Liabilities Ratio</i> | (28%) | (24%) | (51%) |

Asset Renewal Funding Ratio

| | | | |
|-----------------------------------|-----|-----|------|
| <u>Outlays on Existing Assets</u> | | | |
| Asset Renewals - IAMP | 81% | 80% | 143% |

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.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

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.

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

| | 2022 \$'000 | 2021 \$'000 |
|-------------------------------------------------------------------------------------------------------------------------|----------------|----------------|
| Income | 4,998 | 3,083 |
| Expenses | <u>(3,479)</u> | <u>(3,225)</u> |
| Operating Surplus / (Deficit) | 1,519 | (142) |
| Net Outlays on Existing Assets | | |
| Capital Expenditure on renewal and replacement of Existing Assets | (1,907) | (2,942) |
| Add back Depreciation, Amortisation and Impairment | 1,312 | 1,211 |
| Proceeds from Sale of Replaced Assets | <u>1</u> | <u>114</u> |
| | (594) | (1,617) |
| Net Outlays on New and Upgraded Assets | | |
| Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i> | (943) | (1,116) |
| Amounts received specifically for New and Upgraded Assets | 1,282 | 2,229 |
| Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i> | <u>-</u> | <u>50</u> |
| | 339 | 1,163 |
| Net Lending / (Borrowing) for Financial Year | 1,264 | (596) |

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 15 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to Hostplus Super (formerly 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, 10.0%; 9.5% in 2020-21). 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 2020-21) 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 2022

Note 16 - 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 (2021: \$41,000) 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 reporting date. All known costs have been recognised, but the amount of further costs cannot be known until the appeals are determined.

District Council of Orroroo Carrieton
Notes to and forming part of the Financial Statements
for the year ended 30 June 2022

Note 17 - 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, six persons were paid the following total compensation:

| | 2022 | 2021 |
|--------------------------------------------------|-------------|-----------|
| | \$ | \$ |
| Salaries, allowances & other short term benefits | 216 | 196 |
| TOTAL | 216 | 196 |

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

| | 2022 | 2021 |
|-----------------------------------------|-------------|-----------|
| | \$ | \$ |
| Planning and building applications fees | - | 1 |
| Rentals for Council property | 2 | 1 |
| TOTAL | 2 | 2 |

PARTIES RELATED TO KEY MANAGEMENT PERSONNEL

One close family members of key management personnel is employed by Council 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.

Three close family members of key management personnel are employed by Council 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.

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 2022.

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 2022 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, 27 October 2022

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 2021 to 30 June 2022 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 2021 to 30 June 2022.

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 2021 to 30 June 2022. *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

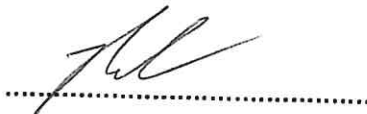
Registered Company Auditor 16458

Signed at Grange, 27 October 2022

District Council of Orroroo Carrieton
Annual Financial Statements
for the year ended 30 June 2022
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 2022, the Council's Auditor, Ian G McDonald FCA, has maintained his 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 & RISK
MANAGEMENT COMMITTEE**

Date:

19/10/2022

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 2022, 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 2022