



District Council of Elliston

Annual Report

2012/2013

Vision:

A viable, cohesive, dynamic community which supports expanding economic opportunities in a sustainable manner without compromising the natural assets or quality of the lifestyle of the community.



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INTRODUCTION

This Annual Report fulfils Council's legislative requirements, but more importantly allows the opportunity for Council to inform the community of its operations, activities and achievements for the year under review.

This Annual Report details the performance and achievements for the 2012-13 year and is intended as a point of reference to inform the reader as to Council's desire to be accountable for its outcomes.

In addition, this Annual Report is a historical record for future reference.

The Annual Report offers the reader the opportunity to step back and see the 'big picture' view of how Council is responding to the challenges of a remote rural area.

It also reflects our strong commitment to maintain the highest standards of good governance and to participate in reviews and benchmark projects for the purposes of the continual monitoring of Council's own financial and operational performance.

Each year, Council undertakes many initiatives to help improve the quality of life for its almost 1,200 residents. Much of our effort is focused on the immediate needs of our community. This Annual Report is made available to keep you better informed and we hope you find it useful, informative and reflective of the dynamic nature of our amazing District.

THE AREA IN FOCUS

The District Council of Elliston is located on the western side of the Eyre Peninsula. The area is known for its rugged coastline and dramatic diversity and is enjoyed by many for recreational fishing, camping, surfing, and walking. It covers an area of 669,300 hectares and is approximately 700 kilometres from Adelaide.

Within the district there are two main townships, they are Elliston and Lock. In addition there are six smaller townships, including Port Kenny, Venus Bay, Bramfield, Sheringa, Tooligie and Murdinga. The Council Office is located at Elliston, and Depot Operations are situated in both Elliston and Lock.

The economy of the District is based upon primary production, fishing and tourism industries. Primary production consists of mainly cereal grain (wheat, barley, canola, pulses and oats), meat and wool. In addition to grain, meat and wool production, the extensive coastline is productive fishing ground, supporting recreational fishing, tourism and considerable aquaculture industries, with Anxious Bay delivering Abalone and Crayfish exported from the Eyre Peninsula.

The Council has 1528 rateable properties, 978 general assessment ratepayers and approximately 1,146km of unsealed roads.

Source: <http://www.southaustralia.biz/Regional-SA/EasyData.aspx>

THE COUNCIL

DECISION MAKING STRUCTURE

The Council has adopted the following decision making structure to facilitate good governance and expedite decision making processes having regard to due process:

- Council
- Council Development Assessment Panel
- Council Audit Committee



STRATEGIC PLAN - MOVING TOWARD 2017

The Council's key directions are contained in 4 objectives with complimentary goals. Key strategies and responsibility for departmental strategy delivery are also outlined and presented in the Strategic Plan.

The Strategic Plan is the overarching framework for Council's suite of plans and includes the Council's Vision, Mission and our core values.

OUR VISION

A viable, cohesive and dynamic community, which supports expanding economic opportunities in a sustainable manner without compromising the natural assets or quality of lifestyle of the community.

OUR MISSION

As a legislated business, the District Council of Elliston aims to provide leadership, representation, advocacy and prudent management for its communities and visitors, and to work with them to identify asset needs and improve services.

OUR CORE VALUES

The Elected Members and staff of the District Council of Elliston are guided by the following day-to-day principles to create a positive and dynamic organisational culture:

- Good governance
- Ethical behaviour
- Community focus
- Integrity
- Team Focus
- Openness and Accountability
- Responsibility
- Cohesiveness
- Positive Leadership

BUSINESS PLAN

Council's Annual Business Plan links the key strategies to action statements with targets and outcomes for each financial year. At departmental level it is translated into an Annual Plan.

REVIEWS

Council has reviewed its suite of plans pursuant to Section 122 (4) of the Local Government Act ensuring alignment with key directions and strategies together with resourcing provisions and legislative compliance.

Above all, Council's plans ensure Council demonstrates it is committed to providing services to the community that are responsive to current and future needs and that the projections and predictions are based on accurate and extensively researched statistical information.

GOALS

The District Council of the Elliston acknowledges that a balanced, robust and well developed set of objectives will serve the Council and community well.

Focusing on the following four goals, Council has developed a framework for its future strategic management plans.

- Our Economy and Infrastructure - To actively encourage, support and promote opportunities to increase the prosperity and sustainable growth of the community and effectively and efficiently manage and improve our community infrastructure.
- Our Environment - To promote the enjoyment of our natural resources in a prudent and environmentally sustainable manner and ensure that our built environment effectively provides for the long term needs of our communities.
- Our Community Services - To deliver a high standard of essential community services and show leadership in developing positive community spirit.
- Our Leadership and Governance - To provide progressive leadership and good governance which encourages confidence of the community in the Council.

Annually Council aligns budgets and programs against its key directions and strategies while periodically also reviewing its strategic plan as it continues "Moving Toward 2017". The current Strategic Plan was adopted in early 2012 as a result of comprehensive review.

DEFINING TARGETS AND MEASURING PROGRESS

As part of its strategic management plans Council prepares a budget and works program and an Annual Business Plan to deliver the specific outcomes that will make up and achieve its strategic management objectives.

The annual process of defining targets and measuring progress is an integral part of the Council's Management Plan. By setting specific targets and measuring progress against the wider strategic goals, achievement will be measured. These forms of measurement are a clear indication of progress, continuous improvement, program delivery and the performance of the Council as a whole.

STRATEGIC MANAGEMENT OBJECTIVES, GOALS AND FUNCTIONS

Founded on the vision Council sees for the Elliston District the strategic plan highlights our commitment, desire and capacity to deliver major projects, capital works and services to maintain and enhance the Council area over the next 5 years.

The Strategic Plan reflects Council's commitment to the Elliston community with its four interrelated goals and objectives.

The objectives underpinning these goals are supported by Council's functional service areas, Executive Services, Corporate and Community Services, Infrastructure and Environmental Services. The organisation is structured to deliver the key strategies through these functional service areas.

Copies of Council's Strategic Plan are available online and from the Council office.



OBJECTIVES, GOALS, FUNCTIONS AND KEY STRATEGIES

The following tables provide an overview of the Objectives, Goals, Functions, Key Strategies and responsibility for strategy delivery.

GOAL	OBJECTIVE	FUNCTION
<p>Our Economy and Infrastructure</p>	<p>We will pursue initiatives to increase tourist visitation to our District to enhance the local economy and spread the word about our beautiful region.</p>	<p>Tourism</p>
	<p>We will develop strategies to position our District to be conducive to a sustainable and growing local business sector.</p>	<p>Economic Development Aged Care</p>
	<p>We will collaborate to develop an integrated transport and road system that provides access for all users.</p>	<p>Infrastructure Management Advocacy Financial Management</p>
	<p>We will pursue and collaborate to secure water and power resources for the future including access to renewable energy and lobby governments to improve access to technology.</p>	<p>Environmental Sustainability Technology</p>
	<p>We will develop and improve our community infrastructure, including sewage and stormwater systems in a staged manner over the period of this Strategic Plan and contingent on available resources.</p>	<p>Storm Water management Community Waste Water Management Systems Community Water Supply</p>

	<p>We will maintain all buildings on the Council register and preserve heritage buildings, items and places of interest in a staged manner over the period of this Strategic Plan and contingent on available resources.</p>	<p>Infrastructure Management</p> <p>Property Management</p>
<p>Our Environment</p>	<p>We will develop sustainable plans for the future growth in all our towns and communities.</p>	<p>Town Planning</p> <p>Building and Development</p>
	<p>We will develop a long term waste management strategy which will address recycling, reduced waste to landfill and prudent management of our landfill.</p>	<p>Waste Management</p>
	<p>We will collaborate to develop environmentally sustainable natural resources.</p>	<p>Environmental Management</p>
<p>Our Community Services</p>	<p>We will continue to support health, family support and aged care services and facilities.</p>	<p>Aged Care</p>
	<p>We will support programs that assist in youth development and leadership and provide opportunities for young people to develop life skills, increase knowledge and build their capacity within the community and provide appropriate ongoing support to schools and childcare centres.</p>	<p>Youth Activities</p>
	<p>We will deliver and maintain high standard and quality of services.</p>	<p>Service Review</p>

	We will maintain relationships with community protection stakeholders.	Communication
Our Leadership and Governance	We will enhance internal processes to ensure high standards of governance.	Governance Review
	We will ensure we have dedicated competent staff and Elected Members.	Training Plans
	We will develop and implement a clear and effective plan for the long term operation of Council	Long Term Plans
	We will ensure that we communicate and engage effectively with our community.	Community Engagement
	We will provide clear leadership and advocate effectively and strategically on behalf of our community.	Strategy



COMMUNITY BENEFIT FUND

During the 2012-2013 financial year Council allocated funds totaling \$42,139.

Recipient Name	Funds Provision / Purpose	Running Total (\$)
Ratepayers	Trees for Life	\$1,587
Sheringa School Reunion Committee	Catering costs for Sheringa School Reunion	\$400
Elliston Community Information Centre	Maintenance of Hall Toilet	\$8,273
Country Health SA	Home Assistance Support	\$424
Elliston Community Information Centre	Part Funding for Wages	\$30,000
Elliston Area School	Wool Show	\$455
Elliston Community Information Centre	Salmon Competition	\$1,000
TOTAL		\$42,139



INFRASTRUCTURE AND ENVIRONMENTAL SERVICES

CAPITAL WORKS PROGRAMME FOR 2012/13

DESCRIPTION	TOTAL
Spray Sealing	
Yandra Drive, Elliston	\$20,335.93
Memorial Drive, Elliston	\$35,241.55
Beach Terrace to Sixth Street, Elliston	\$80,948.76
Information Centre Carpark, Elliston	\$44,678.94
Railway Terrace, Lock	\$4,916.15
Unsealed Roads	
Kyancutta Road – Category 1	\$292,426.00
Zerk Road – Category 2	\$64,441.66
Palkagee Road – Category 2	\$53,906.90
Dearman Road – Category 4	\$51,936.08
No Where Else Road – Category 2	\$95,456.94
Tooligie Hill Road – Category 2	\$106,782.00
Silo Road – Category 4	\$17,160.70
Little Bay Scenic Drive – Category 3	\$34,409.00
Paving Works	
Beach Terrace, Elliston	\$50,539.50
TOTAL WORKS	\$953,200.11



INFRASTRUCTURE

The Infrastructure Services Department plans for new infrastructure and manages and maintains Councils existing civil assets including:

- Roads
- Footpaths and Cycle Tracks
- Stormwater
- Recreation and Open Space Assets including Parks, Gardens and Foreshore
- Waste Management
- Waste Water (Community Wastewater Management Schemes)
- Buildings and Property
- Water supply

The department also maintains eight Council Cemeteries and also oversees the development of new residential and commercial subdivisions as well as providing extensive customer service for the community. Infrastructure Services undertakes these duties with field staff, plant and machinery based at Council depots in Elliston and Lock.

Council's internal Construction staff have again been complimented by the use of private Contractors during the course of the year.

Contractors are used for projects such as road construction, stormwater drainage, rubble crushing contracts, installation of kerbing, materials supply and specialist activities such as paving and concrete work.

Local Government recognises the need to maintain employees, who are trained in current technologies, possess suitable skills/knowledge to undertake the required works and have an understanding of the Elliston Council OHS Management System. Technical Services staff commenced Certificate in Civil Construction 3.

A range of other training and refresher courses have also been provided to staff including:

- First Aid
- Plant Operations
- Preparing and Applying Chemicals
- Fire Prevention
- Animal Management

COUNCIL DEPOTS

Council operates out of two works depots, with Elliston being the principal depot, housing the workshop, primary plant storage and areas for materials storage.

The Lock and Port Kenny sub-depot, houses maintenance plant, has a small workshop for the maintenance of signs and small plant. It too has a storage area for materials and the majority of Parks and Gardens equipment.

WASTE MANAGEMENT

LANDFILL SITES

Council operates one landfill site at Venus Bay for the receivable of putrescible waste, recyclable material, green waste and hardfill.

Waste transfer stations are located in Elliston and Lock, as well as a bin bank at Bramfield that receive recyclable material, green waste and hard waste. The hard waste is transported to Venus Bay for disposal and recycled materials are sent to a Material Recovery Centre in Adelaide.

DRUMMUSTER

The District Council of the Elliston has an ongoing drumMUSTER collection. All bookings are to be made by contacting the Council office.

KERBSIDE COLLECTIONS

Kerbside waste is managed under 1 contract for the collection of putrescibles waste, collection of recyclables.

KERBSIDE RECYCLING

Council's contractor collects recyclables in 240 litre bins on a fortnightly basis. This material was made up mainly of paper, cardboard, steel, plastics and glass.

COMMUNITY LAND

Community Land Management Plans have been prepared and contained in a Register of Community Land which is available to the public for inspection.

ENVIRONMENTAL SERVICES

DEVELOPMENT APPLICATIONS 2012/13

During 2012/13 there were thirty-five (35) New Development Applications and thirty-eight (38) Approved Development Applications. The approved applications included some from previous financial years and some 2012/13 applications had not yet been finalized as at 30th June 2013.

Of the approved applications:

- 16 were Class 1a Buildings (Dwellings) – of these 8 included Class 10a or 10b Buildings (Verandas, Garages etc).
- There were a further 21 Class 10a or 10b Buildings.
- There was 1 Class 3 Building – (Relocating of a Cabin & Erecting a Shelter).
- There was 1 Demolition of an Existing Structure (the Caltex/Mobil Site) that did not attract a Class Listing.

The Value of the Approved Applications was:

- Dwelling only – \$535,459.00
- Dwellings including Class 10 Buildings – \$1,203,976.00
- Class 10 Buildings only – \$305,598.00
- Class 3 Building – \$4,000
- Demolition (Unclassed) – \$20,000
- Total - \$2,069,033.00



ELECTED MEMBERS



CHAIRMAN

Patrick Clark

P.O Box 54

ELLISTON SA 5670

Ph: 8687 9032



DEPUTY CHAIRMAN

Kym Callaghan

PMB 4

SHERINGA SA 5670

Ph: 8687 8715



COUNCILLOR

Malcolm Hancock

P.O Box 149

LOCK SA 5633

Ph: 8689 1108



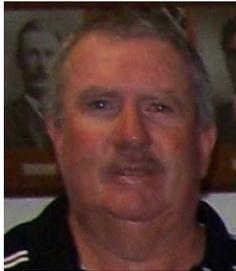
COUNCILLOR

Peter Hitchcock

P.O Box 340

LOCK SA 5633

Ph: 8689 1188



COUNCILLOR

Gary White

P.O Box 82

ELLISTON SA 5670

Ph: 0400 295 532



COUNCILLOR

Creagh McGlasson

P.O Box 328

LOCK SA 5633

Ph: 0429 385 776



COUNCILLOR

Grant Rumbelow

P.O Box 1530

ELLISTON SA 5670

Ph: 8687 9170



ALLOWANCES AND BENEFITS FOR MEMBERS OF COUNCIL

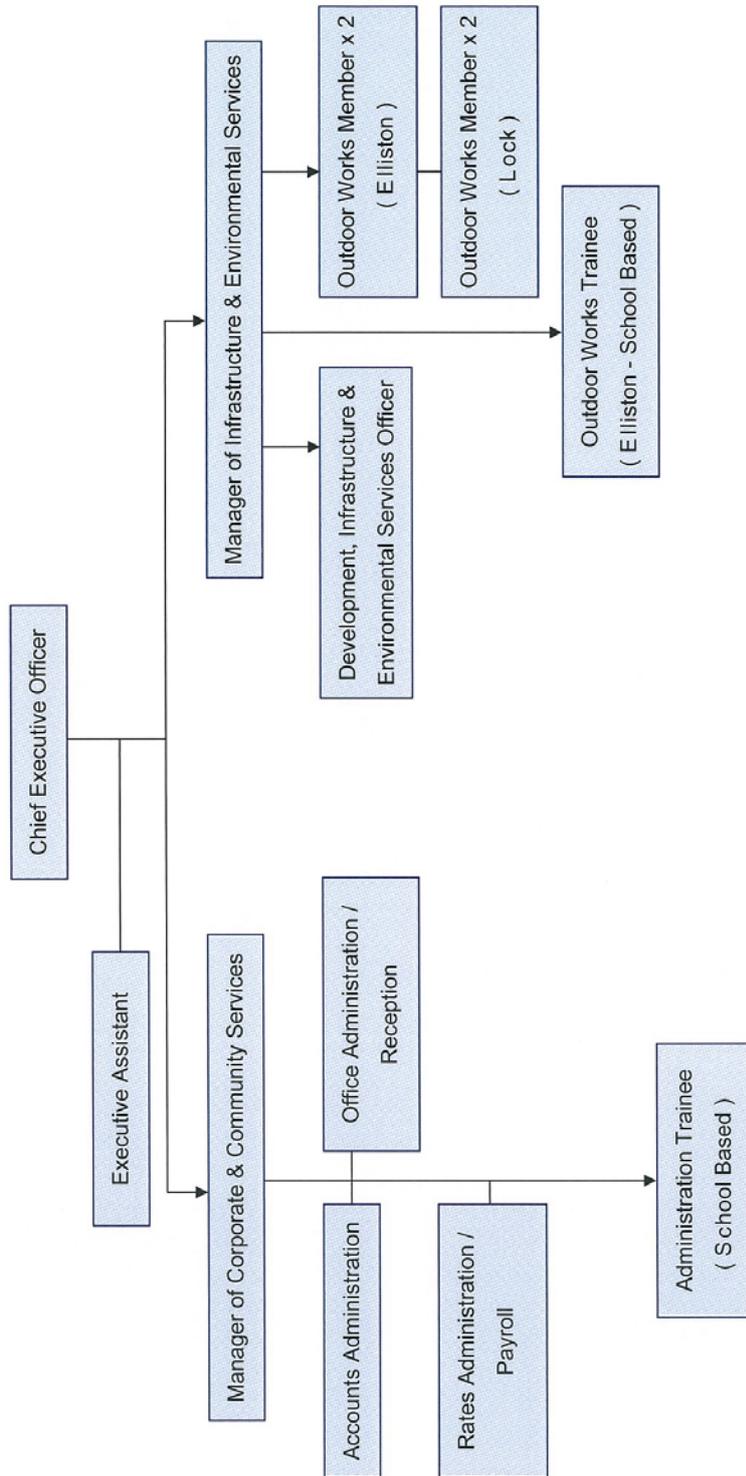
Elected Members Allowance Register			
Classification	1 Councillor	1 Councillor	5 Councillors
Stream	Chairman of Council	Deputy Chairman	
Annual Allowance	\$21,708	\$6,784	\$5,427
Reimbursements	Mobile Phone Rental Out of Pocket expenses	Out of Pocket expenses	Out of Pocket expenses
	Entitled allowances and reimbursements according to the Elected Members Allowances and Support Policy		

ELECTED MEMBER TRAINING AND DEVELOPMENT

Due to changes within the executive structure of the administration during 2012/13, training and development for elected members was deferred for this period.

A program for development of elected members is being reviewed for 2013/14.

ORGANISATIONAL STRUCTURE



MANAGEMENT AND STAFFING

SENIOR EXECUTIVE OFFICERS

The District Council's organisational structure provides for the Chief Executive Officer and two Managers. The Chief Executive Officer, Manager Corporate and Community Services and Manager Infrastructure and Environmental Services have salary 'packages' ranging between \$100,000 to \$150,000 that include salary, superannuation and the use of fully maintained vehicles. The Register of Remuneration, Allowances and Benefits is available for public inspection.

STAFFING

As at 30th June 2013 the District Council had a total of 11 full time equivalent (FTE) positions. The breakdown of staff numbers by gender, employment type and department is shown in the following table:

District Council of Elliston – Employees:	Male	Female
Senior Executives	2	1
Administration Services – General (1 vacancy)	-	1
Infrastructure and Environmental Services	1	-
Finance	-	2
TOTAL OFFICE EMPLOYEES:	3	4
Construction, Maintenance, Parks, Gardens & Reserves	4	-
TOTAL DEPOT EMPLOYEES:	4	0
TOTAL EMPLOYEES:	7	4

EQUAL OPPORTUNITY

The District Council of the Elliston is committed to the principle of equal opportunity. In all policies and practices of the Council, there shall be no discrimination relating to gender, age, disability, marital status, parenthood, lawful sexual preference, race, colour, national extraction, social or ethnic origin, religion or political affiliation.

COUNCIL FINANCIAL RESOURCES

A full audited copy of the General Purpose Financial Reports for the year ended 30th June 2013, pursuant to the Local Government Act 1999 - Section 131, is included as part of this report.

Council returned an operating surplus for the 2012-2013 financial year of \$318,597.

OPERATING INCOME

The operating income for Council was derived from various sources and primarily consisted of rate income, government grants and subsidies and other user charges including commercial revenue.

In addition to the Operating Revenue Council received a total of \$1,969,318 from grants, subsidiaries and contributions.

OPERATING EXPENDITURE

The Operating Expenditure for the financial year was incurred in the following operational areas, Employee Costs, Materials, Contractual Services, Other Expenses and Depreciation.

CAPITAL EXPENDITURE

Along with Operating Expenditure the Council is committed to maintaining its fixed assets base. Council spent \$125,432 on new and upgrading assets as well as \$1,058,279 on the renewal of existing assets.

NON-CURRENT ASSETS

The Non Current Assets of Council are significant and Land, Buildings and Other Infrastructure is valued at \$37,131,076.



FINANCIAL SUSTAINABILITY

Note 15 of the General Purpose Financial Report for the financial year ending 30th June 2013 reports on the Key Financial Indicators used to assess Council with regards to its financial sustainability.

The ratios reported have been calculated in accordance with Information Paper 9 – Local Government Financial Indicators which was prepared as part of the Local Government Association financial sustainability program for the Local Government Association of South Australia.

Council has a suite of documents and plans that summarise the future direction of the Council. These plans form part of the Council's overall Strategic Plan and will provide a path forward into the future that guarantees the long term sustainability of the Council. The Strategic Plan was reviewed during 2011/2012.

FINANCIAL CONTROLS

Section 125 of the Local Government Act 1999 requires Council to have appropriate policies, practices and procedures to ensure that its activities are carried out efficiently and in a manner that safeguards Council's assets and the integrity of its records.

Council utilises LGS software to manage its records including its financial functions, from which budget and actual performance may be reported and analysed.

Reviews of the financial information are undertaken on a quarterly basis and presented along with policies, procedures and controls to the Audit Committee prior to consideration by Council. These policies, procedures and the Audit Committee meeting agendas and minutes are available on Council's website.

During 2011/12 Council adopted appropriate accounting policies. Council policies are available on the Council Website.

www.elliston.sa.gov.au



STATUTORY INFORMATION

ANNUAL INFORMATION STATEMENT

Access to Council documents is broadened by ‘freedom of information’ provisions in the *Freedom of Information Act*.

Although a range of documents are restricted or not accessible, the maximum amount of information is made available to the public wherever possible.

INFORMATION AVAILABLE FOR INSPECTION

In accordance with the Local Government Act 1999, Schedule 4, the following information is available for inspection at the Council Office

GENERAL DOCUMENTS -

Agendas and Minutes*

Annual Business Plan *

Annual Financial Reports*

Annual Report*

Assessment Record

Auditor’s Report

Campaign Donation Returns prepared by Candidates

Council By Laws*

Strategic Management Plans*

REGISTERS –

Register of Members Allowances and Benefits

Register of By-Laws

Register of Community Land

Register of Delegations

Register of Members’ Interests

Register of Public Roads

Register of Staff Interests

Register of Remuneration, Salaries and Benefits

Voters Roll

CODES -

Code of Conduct for Council Members Policy*

Code of Conduct for Employees Policy*

Code of Practice for Access to Council and Committee Meetings and Information Policy*

POLICIES/PROCEDURES –

Annual Business Plan and Budget Policy*

Asset Accounting and Asset Capitalisation Policy*

Australia Day 2011 – Policy and Nomination Form*

Authorisation for Weed Control on Road Reserves Policy*

Caretaker Policy*

Code of Conduct for Council Members*

Code of Conduct for Employees Policy*

Code of Practice for Access to Council and Committee Meetings and Information Policy*

Community Grants Policy*

Complaints and Grievance Policy*

Contracts, Tendering and Purchasing Policy*

Control of Election Signs Policy*

Council Cars and Light Commercial Vehicles Policy*

Council Representatives on Outside Bodies*

Decision Making for Major Items*

Development of Roads on Reserves Policy*

Elected Member Allowances and Support Policy*

Elected Member Training and Development Policy*

Event Safety Risk Assessment and Event Management Plan*

Fire Prevention Policy*

Flag Flying Policy*

Internal Review of Council Decisions*

Kangaroo Field Processing Policy*

Native Vegetation Plan for Roadworks Policy*

Order Making*

Outdoor Dining Policy*

Port Kenny Venus Bay Water Supply*

Private Works and Plant Hire Policy*

Project Management*

Public Consultation Policy*

Rate Rebate Policy*

Rating Policy*

Records Management Policy*

Road Infrastructure Policy*

Stormwater Policy – Port Kenny Venus Bay*

Street Naming Policy*

Street Planting Policy*

Supplementary Election Policy*

Use of Council Resources During Emergencies Policy*

Vehicles Left on a Public Road*

Volunteer Policy*

Waste Collection Policy*

If members of the public wish to have access to, and view any of these documents, they may enquire at Council's customer service counter.

*Note: *available on Council's website*

FREEDOM OF INFORMATION STATEMENT

Where possible we provide information to residents/ratepayers without referral to the provisions of the Freedom of Information Act 1991.

Where information is requested under the Freedom of Information Act 1991 a request form (provided for in the Act) must be completed and forwarded with the required application fee (unless an exemption is granted). FOI request forms are available from the Council office.

We respond to applications as soon as possible, within the statutory 30 days of receipt of a request and application fee or proof of exemption.

We produce a detailed information statement which conforms to the Act (Appendix 2) and is available from the Council office.

In accordance with Section 38(1) of the FOI Act 1999, a person who is aggrieved by a determination made by Council is entitled to an internal review of the determination.

There were no internal reviews for this reporting period.

FREEDOM OF INFORMATION APPLICATIONS (FOI)

Applications made to the District Council under the Freedom of Information Act 1991, containing the information required by the regulations, are reported on as follows:

At the beginning of the financial year no FOI applications were in process.

No applications were received during the year.

The District Council endeavours to make available information as and when requested, as well as taking appropriate action where records may be in error or require amendment. If necessary, formal requests for 'Freedom of Information' access must be made in writing, accompanied by the prescribed fee and should be addressed to the accredited Freedom of Information Officer as follows:

Freedom of Information Officer,

District Council of the Elliston,

PO Box 46

ELLISTON S.A. 5670.

EXCLUSION OF THE PUBLIC FROM MEETINGS

Section 90(1) of the Act generally provides that a meeting of Council or its committees must be conducted in a place open to the public. However, Section 90(2) provides that a Council or its committees may order that the public be excluded from attendance at a meeting that it is considered necessary and appropriate to enable that meeting to receive, discuss or consider a matter in confidence.

Those matters are specified by Section 90(3) and include, for example, commercial information, legal advice, tenders, etc.

Council chose to invoke Section 90(2) four times during the year to consider Commercial information of a confidential nature that would if disclosed:

- prejudice the commercial position of the person who supplied it, or
- confer a commercial advantage to a third party

DATE	MEETING	SUBJECT	RELEVANT SECTION LG ACT	PERIOD TO REMAIN IN CONFIDENCE	RELEASED
17.07.12	COUNCIL	CEO RESIGNATION	90(2)&(3) (D)(E)	12 MONTHS	RELEASED
21.08.12	COUNCIL	ENGAGEMENT OF ACTING CEO	90(2)&(3) (D)(E)	12 MONTHS	RELEASED
19.03.13	COUNCIL	RECRUITMENT OF CEO	90(2)&(3) (A)	12 MONTHS	REMAINS
28.05.13	COUNCIL	AGREEMENT FOR COLLECTION, TRANSFER AND DISPOSAL OF WASTE, RECYCLABLE MATERIALS AND INTRACTABLE WASTE.	90(2)&(3) (D)	12 MONTHS	REMAINS

CONFIDENTIAL DOCUMENTS

Section 91(1)-(6) of the Act generally provides that minutes of meeting proceedings must be kept and made available for public inspection. However, Section 91(7) provides that a Council or its committees may order that confidential documents may be excluded from general public accessibility. Council did not choose to invoke Section 91(7) in regard to the minutes.

NATIONAL COMPETITION POLICY

Council has no significant business activities. No complaints have been received alleging any breach of competitive neutrality principles by the Council.

ELECTORAL REPRESENTATION QUOTAS AND REVIEWS

The composition of the Council was last reviewed pursuant to Section 12 of the Local Government Act during 2009. The next scheduled review is to be undertaken in October 2013.

The representation quota is one councillor per 110 electors as at 28th February 2013. In the previous year, the quota was the same.

Council	Electors	Total Members inc Mayor / Chairman	Representation	Mayor / Chairman	Wards	Aust. Class of LG (ACLG)*
Cleve	1290	8	161	C	0	RAS
Elliston	882	8	110	C	0	RAS
Flinders Ranges	1203	9	133	M	0	RAS
Franklin Harbour	958	6	159	C	0	RAS
Karoonda-East Murray	799	7	114	M	0	RAS
Kimba	839	7	119	C	0	RAS
Wudinna	936	7	133	C	0	RAS
Orroroo / Carrieton	718	7	102	C	0	RAS
Robe	1382	7	197	M	2	RAS
Streaky Bay	1582	8	197	C	2	RAS
*RAS: Rural Agricultural Small						

ELECTIONS

Elections are held at four yearly intervals, with all positions being declared vacant. Voting is voluntary and not compulsory as is the case with Commonwealth and State Government elections.

Cr Tim Schlink resigned on 4th June 2012. An election to fill the vacancy will not be held unless a further vacancy occurs.

BOUNDARY REVIEW

Procedures are available for electors to initiate submissions seeking boundary alterations and alterations to the composition of the Council or its representative structure.

Public notice of the impending review is given, inviting interested persons to make written submissions to the Council on the subject of the review. Persons making submissions are also given the opportunity to appear personally before Council to be heard further. On completion of the review process, the District Council's report is made available for public inspection, with further public submission opportunity and personal hearing being also made available.

CURRENT LOCAL LAWS

By-Law No. 1 - Permits and Penalties

By-Law No. 2 – Local Government Land

By-Law No. 3 - Roads

By-Law No. 4 – Moveable Signs, Banners and Umbrellas

By-Law No. 5 – Dogs

By-Law No. 6 – Caravans and Camping

By-Law No. 7 – Foreshore

By-Law No. 8 – Waste Management

A copy of the current by-laws and expiation fees may be obtained from Council's Office. They are also available on Council's website. All Council by-laws are national competition policy compliant.

CORPORATE AND COMMUNITY SERVICES

GENERAL

2012/13 saw the Corporate and Community Services sector of Council move forward with projects started in previous financial years and the commencement of new projects that will benefit the community as a whole.

The following report gives a breakdown of some of the work undertaken within the corporate and community services sector in 2012/13.

RECORDS MANAGEMENT

Records Management encompasses the care and control of records from their receipt or creation to either ultimate destruction or retention as an archive.

Records are a vital aspect of Council business. The ability to effectively manage and maintain them has become an important function of Council in order to ensure all records can meet any legal, evidential, fiscal, accountabilities and legislative requirements. An ongoing records management project is in place which will ensure that substantial improvements continue to be made in Council's record keeping practices and will assist Council to reach compliance with the State Records Act 1997 and various standards and guidelines issued by State Records.

INFORMATION AND COMMUNICATION TECHNOLOGY

Information and Communication Technology is a key component in Council's ability to process information and deliver communication with the broader community.

Council has put an immense amount of work into the Website aimed at bringing Council's ability to service the community to a higher standard.

The Council continues to broaden staff knowledge and expertise through ICT training programs aimed to improve service productivity and functionality to better serve the Elliston community.



RISK & WORK HEALTH SAFETY REPORT 2012/13

WORK HEALTH SAFETY

Work Health Safety along with Risk Management is a vital component in Councils ability to provide a safe work environment for its employees and a safe community for its residents and visitors.

Council continues to ensure it maintains a high standard in the area of WHS and also Risk Management. This is reviewed annually and monitored by Local Government Association schemes by way of auditing Councils performance and providing feedback to Council in such areas as contractor management, training and accident or incidents both internally and in the community.

PUBLIC SAFETY

The District Council of the Elliston is committed to providing for its residents and visitors to the Elliston area a safe environment. This is done via consultation with the Community, feedback provided to Council via Customer requests and complaints forms from the public.

COUNCIL STAFF SAFETY

Council regards its staff as its greatest asset and continues to strive to provide better knowledge and support in matters of health and risk.

Council conducts regular health assessment check for its employees which includes heart health, health lifestyle options and also skin cancer screening. This is done so Council can try to provide their staff with a better quality of life both at work and at home and to identify any health concerns employees may have so they can source treatment if required.

Council encourages its staff to report hazards and any accidents or incidents so it can try to eliminate these and improve the working environment for its employees.

Training of staff is also an integral part of WHS and risk management and ensures our staff has a better understanding of their responsibilities to themselves and their workers.

Council will continue to explore options to increase the level of knowledge of its employees and to continually strive to improve WHS and risk management in all areas.

OTHER MAJOR EVENTS

The District Council of the Elliston also coordinated the following events:

Australia Day Activities

76th Annual EPLGA Conference

DISTRICT COUNCIL OF ELLISTON

General Purpose Financial Reports for the year ended 30 June 2013

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DISTRICT COUNCIL OF ELLISTON

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2013

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 2013 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.



.....
ROB FOSTER
CHIEF EXECUTIVE OFFICER



.....
PATRICK CLARK
CHAIRMAN

Date: 20 November 2013

DISTRICT COUNCIL OF ELLISTON
STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 June 2013

	Notes	2013 \$	2012 \$
INCOME			
Rates	2	1,911,531	1,817,967
Statutory charges	2	27,156	22,222
User charges	2	53,595	59,343
Grants, subsidies and contributions	2	1,890,331	1,656,450
Investment income	2	95,776	102,397
Reimbursements	2	118,178	51,225
Other income	2	51,407	39,722
Total Income		<u>4,147,974</u>	<u>3,749,326</u>
EXPENSES			
Employee costs	3	819,209	579,021
Materials, contracts & other expenses	3	1,837,838	1,776,735
Depreciation, amortisation & impairment	3	1,166,874	1,027,494
Finance costs	3	5,456	4,933
Total Expenses		<u>3,829,377</u>	<u>3,388,183</u>
OPERATING SURPLUS / (DEFICIT)		318,597	361,143
Asset disposal & fair value adjustments	4	701	(12,899)
Amounts received specifically for new or upgraded assets	2	78,987	109,874
NET SURPLUS / (DEFICIT)		<u>398,285</u>	<u>458,118</u>
transferred to Equity Statement			458,118
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in revaluation surplus - infrastructure, property, plant & equipment	9	3,458,659	-
Impairment (expense) / recoupments offset to asset revaluation reserve	9	(317,854)	-
Total Other Comprehensive Income		<u>3,140,805</u>	-
TOTAL COMPREHENSIVE INCOME		<u>3,539,090</u>	<u>458,118</u>

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

DISTRICT COUNCIL OF ELLISTON

BALANCE SHEET

as at 30 June 2013

	Notes	2013 \$	2012 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	3,481,299	3,088,799
Trade & other receivables	5	193,134	266,675
Inventories	5	5,604	39,405
Total Current Assets		<u>3,680,037</u>	<u>3,394,879</u>
Non-current Assets			
Financial assets	6	23,641	-
Infrastructure, property, plant & equipment	7	37,131,076	33,987,278
Other non-current assets	6	-	54,733
Total Non-current Assets		<u>37,154,717</u>	<u>34,042,011</u>
Total Assets		<u>40,834,754</u>	<u>37,436,890</u>
LIABILITIES			
Current Liabilities			
Trade & other payables	8	346,610	477,397
Provisions	8	36,543	33,669
Total Current Liabilities		<u>383,153</u>	<u>511,066</u>
Non-current Liabilities			
Provisions	8	8,547	21,860
Total Non-current Liabilities		<u>8,547</u>	<u>21,860</u>
Total Liabilities		<u>391,700</u>	<u>532,926</u>
NET ASSETS		<u>40,443,054</u>	<u>36,903,964</u>
EQUITY			
Accumulated Surplus		7,656,401	7,288,245
Asset Revaluation Reserves	9	31,949,524	28,808,719
Other Reserves	9	837,129	807,000
TOTAL EQUITY		<u>40,443,054</u>	<u>36,903,964</u>

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

DISTRICT COUNCIL OF ELLISTON

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2013

2013	Notes	Accumulated Surplus \$	Asset Revaluation Reserve \$	Other Reserves \$	TOTAL EQUITY \$
Balance at end of previous reporting period		7,288,245	28,808,719	807,000	36,903,964
		<u>7,288,245</u>	<u>28,808,719</u>	<u>807,000</u>	<u>36,903,964</u>
Net Surplus / (Deficit) for Year		398,285	-	-	398,285
Other Comprehensive Income					
Gain on revaluation of infrastructure, property, plant & equipment	9	-	3,458,659	-	3,458,659
Impairment (expense) / recoupments offset to asset revaluation reserve		-	(317,854)	-	(317,854)
Transfers between reserves	9	(30,129)	-	30,129	-
Balance at end of period		<u>7,656,401</u>	<u>31,949,524</u>	<u>837,129</u>	<u>40,443,054</u>
2012					
Balance at end of previous reporting period		6,865,279	28,808,719	771,848	36,445,846
		<u>6,865,279</u>	<u>28,808,719</u>	<u>771,848</u>	<u>36,445,846</u>
Net Surplus / (Deficit) for Year		458,118	-	-	458,118
Other Comprehensive Income					
Transfers between reserves	9	(35,152)	-	35,152	-
Balance at end of period		<u>7,288,245</u>	<u>28,808,719</u>	<u>807,000</u>	<u>36,903,964</u>

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

DISTRICT COUNCIL OF ELLISTON

CASH FLOW STATEMENT for the year ended 30 June 2013

CASH FLOWS FROM OPERATING ACTIVITIES	Notes	2013 \$	2012 \$
<u>Receipts</u>			
Rates - general & other		1,934,048	1,765,111
Fees & other charges		27,156	23,987
User charges		86,326	165,312
Investment receipts		94,856	109,308
Grants utilised for operating purposes		1,890,331	1,780,684
Reimbursements		118,178	56,348
Other revenues		401,902	231,942
<u>Payments</u>			
Employee costs		(816,476)	(666,034)
Materials, contracts & other expenses		(2,193,932)	(2,262,497)
Finance payments		(5,456)	(4,933)
Net Cash provided by (or used in) Operating Activities		1,536,933	1,199,228
 CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Amounts specifically for new or upgraded assets		-	109,874
Sale of replaced assets		14,545	34,102
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(1,003,546)	(740,379)
Expenditure on new/upgraded assets		(125,432)	(149,633)
Loans made to community groups		(30,000)	-
Net Cash provided by (or used in) Investing Activities		(1,144,433)	(746,036)
 CASH FLOWS FROM FINANCING ACTIVITIES			
Net Cash provided by (or used in) Financing Activities		-	-
Net Increase (Decrease) in cash held		392,500	453,192
Cash & cash equivalents at beginning of period	11	3,088,799	2,635,607
Cash & cash equivalents at end of period	11	3,481,299	3,088,799

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

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

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.

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 dollar.

2 The Local Government Reporting Entity

The District Council of Elliston is incorporated under the SA Local Government Act 1999 and has its principal place of business at 21 Beach Terrace Elliston. These 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

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

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

4 Cash, Cash Equivalents and other Financial Instruments

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

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 1 - Significant Accounting Policies (cont)

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

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

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

5 Inventories

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

6 Infrastructure, Property, Plant & Equipment

6.1 Land under roads

Council has elected not to recognise land under roads acquired prior to 1 July 2008 as an asset in accordance with AASB 1051 Land under Roads. Land under roads acquired after 30 June 2008 has not been recognised as in the opinion of Council it is not possible to reliably attribute a fair value, and further that such value if determined would be immaterial.

6.2 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.

6.3 Materiality

Assets with an economic life in excess of one year are only capitalised where the cost of acquisition exceeds materiality thresholds established by Council for each type of asset. In determining (and in annually reviewing) such thresholds, regard is had to the nature of the asset and its estimated service life. Examples of capitalisation thresholds applied during the year are given in Note 7. No capitalisation threshold is applied to the acquisition of land or interests in land.

Office Furniture & Equipment	\$800
Other Plant & Equipment	\$800
Buildings - new construction/extensions	\$2,000
Park & Playground Furniture & Equipment	\$2,000
Road construction & reconstruction	\$5,000
Paving & footpaths, Kerb & Gutter	\$5,000
Drains & Culverts	\$2,000
Reticulation extensions	\$2,000
Sidelines & household connections	\$2,000
Artworks	\$2,000

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 1 - Significant Accounting Policies (cont)

6.4 Subsequent Recognition

All material asset classes are revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on the basis of such cost to reflect the already consumed or expired future economic benefits of the asset. Further detail of existing valuations, methods and valuers are provided at Note 7.

6.5 Depreciation of Non-Current Assets

Other than land, all infrastructure, property, plant and equipment assets recognised are systematically depreciated over their useful lives 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.

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 100 years
Buildings – other construction	20 to 40 years
Park Structures – masonry	50 to 100 years
Park Structures – other construction	20 to 40 years
Playground equipment	5 to 15 years
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 100 years
Paving & Footpaths, Kerb & Gutter	80 to 100 years
Drains	80 to 100 years
Culverts	50 to 75 years
Flood Control Structures	80 to 100 years
Dams and Reservoirs	80 to 100 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

6.6 Impairment

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

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2013

Note 1 - Significant Accounting Policies (cont)

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

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.

6.7 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 Employee Benefits

8.1 Salaries, Wages & Compensated Absences

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

Liabilities for employee benefits not expected to be paid or settled within 12 months are measured as the present value of the estimated future cash outflows (including payroll based oncosts) to be made in respect of services provided by employees up to the reporting date. Present values are calculated using government guaranteed securities rates with similar maturity terms.

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.

8.2 Superannuation

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

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 1 - Significant Accounting Policies (cont)

9 GST Implications

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

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

10 Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2012 reporting period and have not been used in preparing these reports.

AASB 7	Financial Instruments – Disclosures
AASB 9	Financial Instruments
AASB 10	Consolidated Financial Statements
AASB 11	Joint Arrangements
AASB 12	Disclosure of Interests in Other Entities
AASB 13	Fair Value Measurement
AASB 119	Employee Benefits
AASB 127	Separate Financial Statements
AASB 128	Investments in Associates and Joint Ventures
AASB 132	Financial Instruments: Presentation

Standards containing consequential amendments to other Standards and Interpretations arising from the above - AASB 2010-7, AASB 2011-7, AASB 2011-8, AASB 2011-10, AASB 2012-2, AASB 2012-3, AASB 2012-5, AASB 2012-6 and AASB 2012-10.

(Standards not affecting local government have been excluded from the above list.)

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

The Australian Accounting Standards Board is currently reviewing AASB 1004 *Contributions*. It is anticipated that the changes resulting from this review may have a material effect on the timing of the recognition of grants and contributions, but the financial consequences cannot be estimated until a revised accounting standard is issued.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 2 - INCOME

	Notes	2013 \$	2012 \$
RATES REVENUES			
<u>General Rates</u>		1,860,078	1,449,458
Less: Mandatory rebates		(14,278)	(18,729)
Less: Discretionary rebates, remissions & write offs		(207,881)	-
		1,637,919	1,430,729
<u>Other Rates</u> (including service charges)			
Natural Resource Management levy		60,388	56,820
Waste collection		177,971	290,920
Television		-	(2)
Community wastewater management systems		32,825	31,232
		271,184	378,970
<u>Other Charges</u>			
Penalties for late payment		2,428	8,268
		2,428	8,268
		1,911,531	1,817,967
STATUTORY CHARGES			
Development Act fees		11,013	8,378
Search fees		1,703	1,727
Town planning fees		6,135	4,124
Health & Septic Tank Inspection fees		936	-
Animal registration fees & fines		4,504	4,557
Sundry		2,865	3,436
		27,156	22,222
USER CHARGES			
Cemetery/crematoria fees		3,459	1,986
House rental		5,251	5,650
Caravan Income		27,708	27,120
Camping fees		12,670	11,724
Water		-	6,608
Waste		2,690	2,312
Licence income		1,274	1,051
Sundry		543	2,892
		53,595	59,343
INVESTMENT INCOME			
Interest on investments			
Local Government Finance Authority		95,206	100,624
Banks & other		570	1,773
		95,776	102,397

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

NOTE 2 - INCOME (continued)

	Notes	2013 \$	2012 \$
REIMBURSEMENTS			
- for private works		41,542	26,339
- other		76,636	24,886
		118,178	51,225
 OTHER INCOME			
Rebates received		3,630	24,106
Sundry		47,777	15,616
		51,407	39,722
 GRANTS, SUBSIDIES, CONTRIBUTIONS			
Amounts received specifically for new or upgraded assets		78,987	109,874
Other grants, subsidies and contributions		1,271,244	1,349,547
Individually significant item - additional Grants Commission payment		619,087	306,903
		1,969,318	1,766,324

The functions to which these grants relate are shown in Note 12.

Individually Significant Item

On 28 June 2011, Council received payment of the first instalment of the 2011/12 Financial Assistance Grant (FAG).

	619,087	306,903
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On 28 June 2012, Council received payment of the first two instalments of the 2012/13 FAG.

Similarly on the 12 June 2013, Council received payment of the first two instalments of the 2013/14 grant.

This materially increased Councils operating results for the period, as these amounts are recognised as income upon receipt.

Similarly material adverse effects will be experienced when the timing of these grant payments is restored to normal schedule. It is not known when this will occur.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

NOTE 2 - INCOME (continued)

	Notes	2013 \$	2012 \$
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>	-		141,374
<i>Less: expended during the current period from revenues recognised in previous reporting periods</i>			
<i>Roads Infrastructure</i>	-		(111,374)
<i>Heritage & Cultural Services</i>	-		(30,000)
<i>Subtotal</i>	-		(141,374)
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
<i>Roads Infrastructure</i>	-		-
<i>Heritage & Cultural Services</i>	-		-
<i>Subtotal</i>	-		-
<i>Unexpended at the close of this reporting period</i>	-		-
 <i>Net increase (decrease) in assets subject to conditions in the current reporting period</i>	-		(141,374)

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 3 - EXPENSES

	Notes	2013 \$	2012 \$
EMPLOYEE COSTS			
Salaries and Wages		696,360	481,928
Employee leave expense		2,733	40,508
Superannuation - defined contribution plan contributions	18	67,855	46,043
Superannuation - defined benefit plan contributions	18	-	2,097
Workers' Compensation Insurance		53,992	20,186
Less: Capitalised and distributed costs		(1,731)	(11,741)
Total Operating Employee Costs		819,209	579,021
 Total Number of Employees		 12	 11
<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		8,000	8,000
Elected members' expenses		68,269	66,139
Election expenses		-	1,579
Subtotal - Prescribed Expenses		76,269	75,718
 <u>Other Materials, Contracts & Expenses</u>			
Contractors		1,741,304	1,620,756
Registration and insurance		134,845	141,477
Electricity		46,317	44,460
Telephone		16,542	17,957
Legal Expenses		93,890	53,729
Levies paid to government - NRM levy		58,987	58,800
- Other Levies		13,559	2,623
Materials		523,591	350,421
Water		13,789	12,424
Travel expenses		-	9,649
Advertising		25,176	21,756
Sundry		204,558	255,126
Less capitalised and distributed costs		(1,110,989)	(888,161)
Subtotal - Other Materials, Contracts & Expenses		1,761,569	1,701,017
		1,837,838	1,776,735

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 3 - EXPENSES (cont)

	Notes	2013 \$	2012 \$
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Buildings & Other Structures		121,065	119,716
Infrastructure			
- Roads		802,850	697,201
- Other		33,727	26,468
Plant & Equipment		159,300	147,617
Furniture & Fittings		25,314	16,182
Other Assets		24,618	20,310
		-	
Impairment			
Infrastructure		-	-
- Roads		317,854	-
		1,484,728	1,027,494
Less: Impairment expense offset to asset revaluation reserve	9	(317,854)	-
		1,166,874	1,027,494
 FINANCE COSTS			
Interest on Loans		5,456	4,933

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2013 \$	2012 \$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		14,546	34,103
Less: Carrying amount of assets sold		13,845	47,002
Gain (Loss) on disposal		701	(12,899)
 NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		701	(12,899)

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 5 - CURRENT ASSETS

	Notes	2013 \$	2012 \$
CASH & EQUIVALENT ASSETS			
Cash on Hand and at Bank		269,528	460,150
Deposits at Call		<u>3,211,771</u>	<u>2,628,649</u>
		<u>3,481,299</u>	<u>3,088,799</u>
 TRADE & OTHER RECEIVABLES			
Rates - General & Other		125,422	147,940
Accrued Revenues		23,020	22,100
Debtors - general		5,976	86,747
GST Recoupment		32,360	9,888
Loans to community organisations		<u>6,356</u>	<u>-</u>
		<u>193,134</u>	<u>266,675</u>
 INVENTORIES			
Stores & Materials		5,604	36,237
Trading Stock		<u>-</u>	<u>3,168</u>
		<u>5,604</u>	<u>39,405</u>

Note 6 - NON-CURRENT ASSETS

	Notes	2013 \$	2012 \$
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		<u>23,641</u>	<u>-</u>
		<u>23,641</u>	<u>-</u>
 OTHER NON-CURRENT ASSETS			
Inventories			
Capital Works-in-Progress		<u>-</u>	<u>54,733</u>
		<u>-</u>	<u>54,733</u>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2012				2013			
	AT FAIR VALUE	AT COST	ACCUM DEPN	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEPN	CARRYING AMOUNT
Land	10,402,209	-	-	10,402,209	10,402,209	-	-	10,402,209
Buildings & Other Structures	5,632,030	196,848	(3,569,140)	2,259,738	5,632,030	186,848	(3,690,205)	2,128,673
Infrastructure	28,587,330	417,834	(9,953,153)	19,052,011	31,053,876	1,146,679	(9,766,996)	22,433,559
- Roads	-	969,579	(269,223)	700,356	-	984,264	(302,949)	681,315
- Other	-	1,680,269	(889,838)	790,431	-	1,698,148	(1,041,288)	656,860
Plant & Equipment	-	190,383	(105,862)	84,521	-	196,582	(131,176)	65,406
Furniture & Fittings	-	926,203	(290,841)	698,012	62,650	1,015,862	(315,458)	763,054
Other assets	62,650							
TOTAL PROPERTY, PLANT & EQUIPMENT	44,684,219	4,381,116	(15,078,057)	33,987,278	47,150,765	5,228,383	(15,248,072)	37,131,076
Comparatives	35,286,032	2,754,462	(3,813,999)	34,226,495	44,684,219	4,381,116	(15,078,057)	33,987,278

This Note continues on the following pages.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	CARRYING AMOUNT MOVEMENTS DURING YEAR										2013
	\$										\$
	2012	Additions		Disposals	Depreciation	Impairment	Transfers	Net Revaluation	2013		
CARRYING AMOUNT	New/Upgrade	Renewals	CARRYING AMOUNT						CARRYING AMOUNT		
Land	10,402,209	-	-	-	-	-	-	-	-	10,402,209	
Buildings & Other Structures	2,259,738	-	-	-	-	(10,000)	-	-	-	2,128,673	
Infrastructure	19,052,011	-	1,043,593	-	(317,854)	-	3,458,659	-	-	22,433,559	
- Roads	700,356	-	14,686	-	-	-	-	-	-	681,315	
- Other	790,431	-	-	(13,844)	-	-	-	-	-	656,860	
Plant & Equipment	84,521	39,573	-	-	-	-	-	-	-	65,406	
Furniture & Fittings	698,012	6,199	-	-	-	-	-	-	-	763,054	
Other assets	698,012	79,660	-	(24,618)	-	10,000	-	-	-	763,054	
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	33,987,278	125,432	1,058,279	(13,844)	(1,166,874)	-	3,458,659	-	-	37,131,076	
Comparatives	34,226,495	149,633	685,646	(47,002)	(1,027,494)	-	-	-	-	33,987,278	

This Note continues on the following pages.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

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

Valuation of Assets

At 1 July 2004 upon the transition to AIFRS, Council elected pursuant to AASB 1.19 to retain a previously established deemed cost under GAAP as its deemed cost. With subsequent additions at cost, this remains as the basis of recognition of non-material asset classes.

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 30 June 1997 at current replacement cost. Additions are recognised at cost.

Buildings & Other Structures

Buildings and other structures are initially recognised at cost have been subsequently re-valued by an independent valuer, Liquid Pacific as at 30 June 2011.

Infrastructure

Transportation assets were valued by Council at fair value based on a re-valuation of Council's sealed, unsealed, footpath and kerb assets at 1 July 2012 by an independent valuer, Tonkin Consulting. All acquisitions made after the respective dates of valuation are recorded at cost.

Stormwater drainage infrastructure was valued by an independent valuer, Liquid Pacific, as at 30 June 2011 at written down current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

Community wastewater management system infrastructure was valued by an independent valuer, Liquid Pacific, as at 30 June 2011 at written down current replacement cost. All acquisitions made after the respective dates of valuation are recorded at cost.

Plant, Furniture & Equipment

These assets are recognised on the cost basis.

All other assets

These assets are recognised on the cost basis. Library books and other lending materials are capitalised in bulk, and written out when fully depreciated.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 8 - LIABILITIES

	Notes	2013		2012	
		\$		\$	
TRADE & OTHER PAYABLES		Current	Non-current	Current	Non-current
Goods & Services		68,574		168,481	
Payments received in advance		172,156	-	251,143	-
Accrued expenses - employee entitlements		62,253	-	51,448	-
Accrued expenses - other		36,731	-	-	-
Other		6,896	-	6,325	-
		<u>346,610</u>	<u>-</u>	<u>477,397</u>	<u>-</u>
PROVISIONS					
Employee entitlements (including oncosts)		36,543	8,547	33,669	21,860
		<u>36,543</u>	<u>8,547</u>	<u>33,669</u>	<u>21,860</u>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 9 - RESERVES

ASSET REVALUATION RESERVE	1/7/2012	Net Increments (Decrements)	Transfers, Impairments	30/6/2013
Notes	\$	\$	\$	\$
Land	9,581,810	-	-	9,581,810
Land Improvements	-	-	-	-
Buildings & Other Structures	2,305,170	-	-	2,305,170
Infrastructure				
- Roads, bridges, footpaths	16,831,712	3,458,659	(317,854)	19,972,517
Other assets	90,027	-	-	90,027
TOTAL	28,808,719	3,458,659	(317,854)	31,949,524
<i>Comparatives</i>	<i>28,808,719</i>	<i>-</i>	<i>-</i>	<i>28,808,719</i>

OTHER RESERVES	1/7/2012	Transfers to Reserve	Transfers from Reserve	30/6/2013
Plant & machinery replacement	332,927	12,504	-	345,431
Infrastructure replacement	63,116	2,373	-	65,489
Land development reserve	37,538	1,202	-	38,740
Waste management reserve	186,721	7,029	-	193,750
TV fund	69,738	2,624	-	72,362
CWMS reserve	115,102	4,337	-	119,439
Port Kenny Reserve	1,858	60	-	1,918
TOTAL OTHER RESERVES	807,000	30,129	-	837,129
<i>Comparatives</i>	<i>771,848</i>	<i>35,152</i>	<i>-</i>	<i>807,000</i>

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).

Available-for-sale Investments Reserve

This reserve records the net difference between original cost, and fair value at reporting date, of financial instruments classified as available-for-sale. On disposal of the financial instrument, the balance standing in the reserve in relation to that instrument is transferred to profit and loss (see Note 4).

Plant & machinery replacement

This reserve records the funded depreciation for future items of plant and machinery.

Infrastructure replacement

This reserve records the funded depreciation for future infrastructure replacement.

Land development reserve

This reserve represent surpluses from land sales to fund future land developments.

Waste management reserve

This reserve represents the unspent waste management service fee set aside for future waste management costs.

TV fund

This reserve represents the unspent TV levy.

CWMS reserve

This reserve respresents unspent CWMS levy fee set aside for future costs.

Port Kenny water supply

This reserve represents unspent water supply charges set aside for future costs.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 10 - ASSETS SUBJECT TO RESTRICTIONS

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

	Notes	2013 \$	2012 \$
CASH & FINANCIAL ASSETS			
Unexpended amounts received from State Government		172,156	251,143
CWMS		119,579	115,102
TV Fund		72,386	69,738
Port Kenny Water Supply		<u>1,922</u>	<u>1,858</u>
		<u>366,043</u>	<u>435,983</u>

Note 11 - RECONCILIATION TO CASH FLOW STATEMENT

(a) Reconciliation of Cash

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

	Notes	2013 \$	2012 \$
Total cash & equivalent assets	5	<u>3,481,299</u>	<u>3,088,799</u>
Balances per Cash Flow Statement		<u>3,481,299</u>	<u>3,088,799</u>

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

Net Surplus (Deficit)		398,285	458,118
Non-cash items in Income Statement			
Depreciation, amortisation & impairment		1,166,874	1,027,494
Net increase (decrease) in unpaid employee benefits		366	(92,059)
Grants for capital acquisitions treated as Investing Activity		(78,987)	(109,874)
Net (Gain) Loss on Disposals		<u>(701)</u>	<u>12,899</u>
		1,485,837	1,296,578
Add (Less): Changes in Net Current Assets			
Net (increase) decrease in receivables		79,897	(98,914)
Net (increase) decrease in inventories		33,803	(569)
Net increase (decrease) in trade & other payables		<u>(62,604)</u>	<u>2,133</u>
Net Cash provided by (or used in) operations		<u>1,536,933</u>	<u>1,199,228</u>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 12 - FUNCTIONS

	INCOMES, EXPENSES AND ASSETS HAVE BEEN DIRECTLY ATTRIBUTED TO THE FOLLOWING FUNCTIONS & ACTIVITIES											
	INCOME			EXPENSES		OPERATING SURPLUS (DEFICIT)		GRANTS INCLUDED IN INCOME		TOTAL ASSETS HELD (CURRENT & NON-CURRENT)		
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL	2012	2013	2012	2013	2012	2013
	2013	2012	2013	2012	2013	2012	\$	\$	\$	\$	\$	\$
Business Undertakings	135,672	155,825	59,507	208,949	76,165	(53,124)	-	-	340,036	-	311,742	
Community Services	15,389	24,920	202,056	214,103	(186,667)	(189,182)	9,407	3,223	385,118	-	353,072	
Culture	2,407	-	18,505	-	(16,098)	-	-	-	-	-	-	
Economic Development	1,838	-	23,005	13,943	(21,167)	(13,943)	-	-	18,379	-	16,850	
Environment	243,480	353,489	614,656	676,936	(371,176)	(323,447)	-	-	26,289	-	24,101	
Recreation	13,570	38,749	241,608	212,826	(228,038)	(174,077)	-	2,366	487,464	-	446,902	
Regulatory Services	25,454	23,208	58,178	177,866	(32,724)	(154,659)	-	-	-	-	-	
Transport & Communication	1,150,386	764,479	1,315,257	1,435,982	(164,871)	(671,503)	1,148,005	811,915	21,979,728	-	20,150,793	
Unclassified Activities	891,354	959,604	522,428	306,497	368,926	653,107	732,919	838,946	538,301	-	493,509	
Council Administration	1,701,155	1,429,053	774,177	141,082	926,978	1,287,971	-	-	17,059,439	-	15,639,921	
TOTALS	4,180,705	3,749,325	3,829,377	3,388,183	351,328	361,143	1,890,331	1,656,450	40,834,754	40,834,754	37,436,890	

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

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 12 (cont) - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Business Undertakings

Caravan Parks, Gravel Pits/Quarries, Development of Land for Resale, Private Works, Sewerage/CWMS, and Water Supply – Domestic.

Community Services

Public Order and Safety, Emergency Services, Other Fire Protection, Other Public Order and Safety, Health Services, Pest Control – Health, Immunisation, Community Support, Children and Youth Services, community Assistance, Community Transport, Community Amenities, Doctor's vehicle, Cemeteries, Public Conveniences, Car Parking – non-fee-paying, and Telecommunications Networks.

Culture

Library Services, Cultural Venues – CWA Building, and Museums.

Economic Development

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

Environment

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, Boat Ramps, Other Marine Facilities, Parks and Gardens, Playgrounds, Sports Facilities – Indoor, Sports Facilities – Outdoor, Swimming Centres – Outdoor, Camp Grounds, Fish Cleaning Facilities, Halls, and Other Recreation.

Regulatory Services

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

Transport

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

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, Risk Management, Occupational Health and Safety, Customer Service, Other Support Services, Revenues, LGGC – General Purpose, and Separate and Special Rates.

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 13 - FINANCIAL INSTRUMENTS

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

Accounting Policies - Recognised Financial Instruments

<p>Bank, Deposits at Call, Short Term Deposits</p>	<p>Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned.</p> <p>Terms & conditions: Deposits are returning fixed interest rates between 3% and 3.75% (2012: 4.25% and 4.75%).</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
<p>Receivables - Rates & Associated Charges (including legals & penalties for late payment) Note: These receivables do not meet the definition of "financial instruments" and have been excluded from the following disclosures.</p>	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Secured over the subject land, arrears attract monthly interest of 0.7% and quarterly interest of 2%. (2012: monthly interest of 0.7% and quarterly interest of 2%). Although Council is not materially exposed to any individual debtor, credit risk</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
<p>Receivables - Fees & other charges</p>	<p>Accounting Policy: Carried at nominal values less any allowance for doubtful debts. An allowance for doubtful debts is recognised (and re-assessed annually) when collection in full is no longer probable.</p> <p>Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.</p> <p>Carrying amount: approximates fair value (after deduction of any allowance).</p>
<p>Receivables - other levels of government</p>	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.</p> <p>Carrying amount: approximates fair value.</p>
<p>Liabilities - Creditors and Accruals</p>	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Council.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 13 (cont) - FINANCIAL INSTRUMENTS

Liquidity Analysis

2013	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
<u>Financial Assets</u>					
Cash & Equivalents	3,481,299	-	-	3,481,299	3,481,299
Receivables	169,493	23,641	-	193,134	91,353
Other Financial Assets	-	-	-	-	-
Total	3,650,792	23,641	-	3,674,433	3,572,652
<u>Financial Liabilities</u>					
Payables	247,626	-	-	247,626	247,626
Current Borrowings	-	-	-	-	-
Non-Current Borrowings	-	-	-	-	-
Total	247,626	-	-	247,626	247,626
2012	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
<u>Financial Assets</u>					
Cash & Equivalents	3,088,799	-	-	3,088,799	3,088,799
Receivables	118,413	-	-	118,413	118,735
Other Financial Assets	-	-	-	-	-
Total	3,207,212	-	-	3,207,212	3,207,534
<u>Financial Liabilities</u>					
Payables	425,949	-	-	425,949	425,949
Current Borrowings	-	-	-	-	-
Non-Current Borrowings	-	-	-	-	-
Total	425,949	-	-	425,949	425,949

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 14 - COMMITMENTS FOR EXPENDITURE

	2013	2012
<u>Notes</u>	\$	\$
Other Expenditure Commitments		
Other non-capital expenditure commitments in relation to investment properties:		
Audit services	16,000	24,000
Waste management services	-	191,128
Remuneration contracts	<u>480,215</u>	<u>150,000</u>
	<u>496,215</u>	<u>365,128</u>
These expenditures are payable:		
Not later than one year	177,488	353,128
Later than one year and not later than 5 years	<u>318,727</u>	<u>12,000</u>
	<u>496,215</u>	<u>365,128</u>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 15 - FINANCIAL INDICATORS

	2013	2012	2011
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These Financial Indicators have been calculated in accordance with *Information Paper 9 - Local Government Financial Indicators* prepared as part of the LGA Financial Sustainability Program for the Local Government Association of South Australia. Detailed methods of calculation are set out in the SA Model Statements.

Operating Surplus Ratio

<u>Operating Surplus</u>	20%	21%	40%
Rates - general & other less NRM levy			

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

Adjusted Operating Surplus Ratio	20%	3%	40%
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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. The Adjusted Operating Surplus Ratio adjusts for the resulting distortion in the disclosed operating result for each year.

Net Financial Liabilities Ratio

<u>Net Financial Liabilities</u>	(83%)	(76%)	(60%)
Total Operating Revenue less NRM levy			

Net Financial Liabilities are defined as total liabilities less financial assets (excluding equity accounted investments in Council businesses). These are expressed as a percentage of total operating revenue (excluding NRM levy).

Asset Sustainability Ratio

<u>Net Asset Renewals</u>	85%	69%	85%
Infrastructure & Asset Management Plan required expenditure	*	*	*

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

Amounts shown above an asterisk () indicate that depreciation expense has been used as a proxy, pending finalisation of the Infrastructure & Asset Management Plan.*

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 16 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Council prepared on a 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

	2013 \$	2012 \$
Income	4,147,974	3,749,326
<i>less</i> Expenses	<u>3,829,377</u>	<u>3,388,183</u>
Operating Surplus / (Deficit)	318,597	361,143
 <i>less</i> Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	1,003,546	740,379
<i>less</i> Depreciation, Amortisation and Impairment	1,166,874	1,027,494
<i>less</i> Proceeds from Sale of Replaced Assets	<u>14,545</u>	<u>34,103</u>
	(177,873)	(321,218)
 <i>less</i> Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets <i>(including investment property & real estate developments)</i>	125,432	149,633
<i>less</i> Amounts received specifically for New and Upgraded Assets	78,987	109,874
<i>less</i> Proceeds from Sale of Surplus Assets <i>(including investment property and real estate developments)</i>	-	-
	<u>46,445</u>	<u>39,759</u>
Net Lending / (Borrowing) for Financial Year	<u>450,025</u>	<u>642,602</u>

DISTRICT COUNCIL OF ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 17 – SUPERANNUATION

The Council makes employer superannuation contributions in respect of its employees to Statewide Super (formerly Local Government Superannuation Scheme). 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 Marketlink and/or Salarylink. All other employees (including casuals) have all contributions allocated to Marketlink.

Marketlink (Accumulation Fund) Members

Marketlink receives both employer and employee contributions on a progressive basis. Employer contributions are based on a fixed percentage of employee earnings in accordance with superannuation guarantee legislation (9% in 2012/13; 9% in 2011/12). 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 Trustee based on advice from the appointed Actuary. The rate is currently 6.3% (6.3% in 2011/12) of "superannuation" salary.

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

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

The most recent actuarial investigation was conducted by the Scheme's actuary, A C Miller, FIAA, of Russell Employee Benefits Pty Ltd as at 30 June 2011. 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 ELLISTON

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2013

Note 18 - CONTINGENCIES & ASSETS & LIABILITIES NOT RECOGNISED IN THE BALANCE SHEET

The following assets and liabilities do not qualify for recognition in the Balance Sheet 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.

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 1,148 km of road reserves of average width 20 metres.

LEGAL EXPENSES

Council is the employer of staff. From time to time, prior to the expiration of employment contracts, as a result of disputes or otherwise, Council may be subjected to separation payments associated with such contracts. When such instances occur it is difficult to quantify the amount and impact, if any, on Council's operating budget and result.

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE DISTRICT COUNCIL OF ELLISTON**

We have audited the accompanying financial report of the District Council of Elliston which comprises the balance sheet as at 30 June 2013 and the statement of comprehensive income, statement of changes in equity, cash flow statement, summary of significant accounting policies, other explanatory notes and the certification of financial statement for the year ended 30 June 2013.

Chief Executive Officer's Responsibility for the Financial Report

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted the audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report 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 judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of 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.

Independence

In conducting the audit we followed applicable independence requirements of Australian professional and ethical pronouncements and the Local Government Act 1999.

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the District Council of Elliston as of 30 June 2013, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Local Government Act 1999 together with the Local Government (Financial Management) Regulations 2011.

A handwritten signature in black ink, appearing to read 'Ian G McDonald'.

**IAN G MC DONALD FCA
CHARTERED ACCOUNTANT
REGISTERED COMPANY AUDITOR**

Liability limited by a scheme approved under Professional Standards Legislation

Signed 27 day of November 2013, at Eastwood, South Australia

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DISTRICT COUNCIL OF ELLISTON

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2013

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 Elliston for the year ended 30 June 2013, the Council's Auditor, Ian McDonald, has maintained its independence in accordance with the requirements of the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 2011* made under that Act.

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



.....
ROB FOSTER
CHIEF EXECUTIVE OFFICER



.....
PETER HITCHCOCK
PRESIDING MEMBER
AUDIT COMMITTEE

Date: 20 November 2013

District Council of Elliston
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

STATEMENT BY AUDITOR

We confirm that, for the audit of the financial statements of the District Council of Elliston for the year ended 30 June 2013, 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

Dated this 23 day of October 2013



EPLGA

ANNUAL REPORT 2012/13



Photography by Robert Lang



PRESIDENT'S REPORT

2012/13 has proven to be an eventful year with many changes taking place. In December 2012 we said farewell to Diana Laube and welcomed Tony Irvine to the position of EPLGA Executive Officer.

Tony, a familiar face to local government on Eyre Peninsula and South Australia, commenced work on 19th March 2013 in the expanded EO role. It was opportune that the Association was able to take advantage of the LGA "Outreach Services" pilot program that was mooted at the time he commenced as the EO. Sixty percent of Tony's time is spent on EPLGA business and forty percent on "Outreach Services" projects. One of the aims of the pilot program is to provide a way of connecting Councils with the services that they seek from the LGA and at the same time provide feedback to the LGA.

On behalf of member councils I thank Diana for the five and half years of excellent work she did on our behalf and the professional way she represented this region at SAROC and the LGA. Though Dianna officially retired in January she continued to help out until March which was much appreciated. I wish her all the best for the future.

Other new faces at EPLGA Board meetings are Wudinna Chairman Eleanor Scholz who replaces the long term serving District Council of Wudinna Chairman Tim Scholz and the new CEOs - Geoff Moffatt at Ceduna, Rob Forster at Elliston and Trevor Smith at Tumby Bay.

Farewell to Ian Burfitt, Mary Deakin and Steve Kerrigan, and thank you for your contribution.

The withdrawal of State Government core funding to the RDAWEP was extremely disappointing. It was heartening to see member councils demonstrating regional leadership and working together to ensure the region has a fully functional board that is able to continue assisting the region. After meeting with RDAWEP Board Members the EO and EPLGA Board Executive were successful in having clauses inserted in the agreement to review funding arrangements and an additional review that will consider a number of other issues raised by member councils. No doubt there will be further changes following the federal election.

In June 2013 the EPLGA adopted the Eyre Peninsula Roads Strategy 2013 and Road Assessment 2013 Summary Report and addendum as prepared by SMEC. The EP Roads Strategy is critical in obtaining road funding to our region and to assist councils to meet increasing demands on their road networks.

With increasing demands for road funding and infrastructure funding it is becoming more evident that a more robust methodology is needed to assist EP councils present their case for increased funding.

A major responsibility of my role as President is to represent the 11 member councils at SAROC and LGA Board meetings. SAROC continues to be a valuable forum for regional representatives and the EOs to discuss issues that are specific to regional councils which are then brought to the LGA Board member's attention. The LGA Board meetings consist of representatives from both the regional and metropolitan areas and the focus is governance and policy.

The "Making Regions Matter" forum on 17th April 2013 was a success. Tony and Anita Crisp from the Central Region LGA have continued work on this issue and at the last SAROC other regions agreed to support a combined "Making Regions Matter". This joint approach will ensure it becomes a tool that all regions can utilise and therefore be united in lobbying to make regions matter.

EPLGA Board meetings continue to provide an opportunity for various agencies and groups to inform local government members of opportunities or projects that are happening or about to start in the region. During the year speakers included Minister Russell Wortley, Agrifoods representative Christian Pike, LGA Procurement, Matt Pinnegar from BP Australia, Assoc Professor Michael O'Neil from SA Centre for Economic Studies, ElectraNet, Ombudsman Richard Bingham, SA Ambulance and Planning SA.

I thank Eddie Elleway as Senior Vice President and Mayor John Schaefer Junior Vice President for their support for the year. I would also thank Lachlan Miller, Alan McGuire and Katrina Allen for their assistance during the EO recruitment process.

The introduction of ICAC, new Federal Government and the State Government election early next year and local government elections later in the year will bring new challenges. I look forward to working with all member councils to ensure Eyre Peninsula remains important.

MAYOR JULIE LOW

THE REGION

Local Government and Regional Population

Local Government formally began in the region on 1st July 1880 after the establishment of the District Council of Lincoln and, on 18th August 1921, the Municipality of Port Lincoln was proclaimed.

In 2011, the regional population was 55,651 people, comprising 3.5% of the South Australian population.

LOCAL GOVERNMENT AREA	LAND AREA		POPULATION	
	Km ²	% of Region	No.	% of Region
Whyalla	1,032.5	2.35	22,088	39.69
Port Lincoln	30.4	0.01	14,086	25.31
Ceduna	5,427.1	12.40	3,480	6.26
Cleve	4,506.7	10.30	1,733	3.11
Elliston	6,500.0	14.85	1,046	1.88
Franklin Harbour	3,283.0	7.50	1,273	2.29
Kimba	3,986.2	9.10	1,088	1.95
Lower Eyre Peninsula	4,771.0	10.90	4,916	8.83
Streaky Bay	6,232.0	14.25	2,102	3.78
Tumby Bay	2,615.9	6.00	2,586	4.65
Wudinna	5,393.8	12.34	1,253	2.25
REGION	43778.6	100.00	55,651	100.00

Table : RDAWP Local Government Land Areas and Population.

Regional Demographic Change

Since 2001, the regional population has increased by 3.34% but this growth is not consistent across the region as a whole. The District Councils of Elliston, Wudinna and Kimba experienced population decline of -15.2%, -13.7% and -8.5% respectively, but the District Council of Lower Eyre Peninsula experienced growth of 17.2%. Population growth was also experienced in the coastal Councils of Streaky Bay, Tumby Bay and Port Lincoln:

The demographic change is caused by several reasons, with the desire for a sea change lifestyle being a key factor. Streaky Bay and Tumby Bay are very desirable coastal locations and new estate developments have been established to cater for the growing housing demand, notably by retirees from the agricultural sector. Population growth in the District Council of Lower Eyre Peninsula stems from several locational and lifestyle advantages including numerous coastal townships and proximity to the regional city of Port Lincoln and Port Lincoln Airport.

Kimba and Wudinna, however, are the only Councils in the region without a coastline and this impacts their appeal and tourism development potential.

A loss of employment opportunities from the rationalisation of farming properties is believed to be the main reason for population decline in the coastal council of Elliston. This is supported by ABS mesh block data which indicates that the 15.2% decline is not consistent across the Council area. The coastal township of Elliston grew from 201 people in 2006 to 292 in 2011, whereas the population of the inland farming town of Lock declined from 144 to 129 in the same period.

(It should be noted that for Census data collection purposes, the boundaries of Elliston and Lock were changed between 2006 and 2011. The population increase at Elliston may well be a product of an expanded town boundary, rather than population growth. Similarly, the population decline at Lock may well be a product of a slightly diminished town boundary, rather than population movement).

LOCAL GOVERNMENT	2001	2006	2011	% Change
City of Whyalla	21,552	21,416	22,088	2.4
City of Port Lincoln	13,199	13,603	14,086	6.3
DC Ceduna	3,683	3,572	3,480	-5.8
DC Cleve	1,832	1,896	1,733	-5.7
DC Elliston	1,205	1,132	1,046	-15.2
DC Franklin Harbour	1,267	1,277	1,273	0.5
DC Kimba	1,181	1,116	1,088	-8.5
DC Lower Eyre Peninsula	4,070	4,402	4,916	17.2
DC Streaky Bay	1,986	2,024	2,102	5.5
DC Tumby Bay	2,453	2,541	2,586	5.2
Wudinna DC	1,425	1,314	1,253	-13.7
TOTAL	53,853	54,293	55,651	3.34

Table : Population Change, Whyalla and Eyre Peninsula Region (ABS Census Data 2001, 2006 and 2011).

Aboriginal Population

In 2011 the region had 3,225 Aboriginal people comprising 5.7% of the regional population, which is notably above the proportions in South Australia (1.9%) and Australia (2.6%). 80% of the region's Aboriginal people (2,572) live in the local government areas of Whyalla, Port Lincoln and Ceduna. The greatest concentration is in Ceduna, where Aboriginal people comprise 24.9% of the Council population.

LOCAL GOVERNMENT AREA	2001		2006		2011	
	No	% of Population	No	% of Population	No	% of Population
Whyalla	630	2.9	767	3.6	921	4.2
Port Lincoln	621	4.7	700	5.1	785	5.6
Ceduna	824	22.4	859	24.0	866	24.9
Cleve	7	0.4	11	0.6	10	0.6
Elliston	12	1.0	19	1.7	18	1.7
Franklin Harbour	4	0.3	12	0.9	12	0.9
Kimba	0	0.0	6	0.5	11	1.0
Lower Eyre Peninsula	65	1.6	101	2.3	143	2.9
Streaky Bay	17	0.9	31	1.5	33	1.6
Tumby Bay	26	1.1	12	0.5	20	0.8
Wudinna	11	0.8	13	1.0	19	1.5
REGION	2,217	-	2,531	4.8	2,845	5.7

Table : Aboriginal Population, Whyalla and Eyre Peninsula Region (ABS, Census 2001, 2006 and 2011).

Location and Environment

The region has a coastal and rural environment with approximately one third of South Australia's coastline stretching over 2,000 kilometres from the upper Spencer Gulf to the Western Australian border. The landscape features a rugged and relatively undeveloped coastline, particularly on the western side of the Eyre Peninsula. The coastal and marine environment includes both marine and conservation parks and encompasses approximately 250 islands ranging in size from about 180 to 40,000 square metres.

The region has a characteristic Mediterranean climate with warm to dry summers and cool, wet winters. Mean annual rainfall varies from 250mm in the north and northwest to more than 500mm in the south.

The geographical relief is undulating and low, with most areas less than 150 metres above sea level. The largest hills are located in the Gawler Ranges north of Wudinna with granite peaks reaching 500 metres. The Koppio Hills form a spine down the central part of lower Eyre Peninsula and are the most significant topographical feature in the southern part of the region.

A large proportion of the land has been cleared for agricultural production; however significant areas of native vegetation remain. Vegetation clearance for agricultural purposes ranges from 14% in the far west to 72% in the south. About 15% of the region's grazing area is covered with scattered vegetation. (Eyre Peninsula Natural Resources Management Board, *State of our Resources, Recognising the State of Natural Resources of the Eyre Peninsula*, 2009).

Industries and Services Overview

The region is well positioned to facilitate and support a broad range of significant developments. The economy is extremely diverse with world-leading companies in agriculture, manufacturing, fishing and aquaculture, and fast growing mining, tourism and renewable energy industries.

Based on employment, the main industries are primary production (agriculture, fishing and aquaculture), health and social care, manufacturing, retail trade, education and training, and construction. Tourism and mining are the region's fastest emerging industries and have significant potential for future growth.

INDUSTRY	EMPLOYMENT 2001	EMPLOYMENT 2011	% CHANGE
Agriculture, Fishing & Forestry	4,012	3,338	-16.8
Health Care & Social Assistance	2,111	2,996	29.5
Manufacturing	2,786	2,890	3.6
Retail Trade	2,481	2,669	7.0
Education & Training	1,764	1,967	10.3
Construction	1,340	1,813	26.1
Accommodation & Food Services	1,356	1,595	15.0
Transport, Postal & Warehousing	999	1,260	20.7
Public Administration & Safety	1,152	1,172	1.7
Mining	199	957	79.2

Table 5: RDAWEP Top Ten Industries by Employment, 2011. (ABS Census 2011 from www.myregion.gov.au).

Primary production (agriculture, fishing and aquaculture) is the largest industry employing 3,338 people or 13.1% of the regional workforce. Employment in primary production declined by 16.8% during the last decade (from 4,012 people in 2001 to 3,338 in 2011), largely due to the rationalisation of farming properties which reduced employment opportunities in the agricultural sector.

Primary production nevertheless remains the major industry in the region and is integral to business growth and development in other industry sectors – ABS, *2011 Census*, from www.myregion.gov.au.

Agriculture

The region produces approximately 42% of South Australia's total agriculture production, with a total value exceeding \$500 million per annum. The region is renowned for its high quality premium grains, particularly high protein wheat, malting barley varieties, milling oats and canola. During the 2011 harvest, Eyre Peninsula produced 41% of South Australia's wheat crop, 25% of the barley crop and 32% of the canola crop. The average annual volume of all grain crops is 2.2 million tonnes, although this peaked to 3.2 million tonnes in 2009. In 2011 the region produced 2.5 million tonnes of grain and, on average, 97% of Eyre Peninsula's grain production is exported. (Australian Bureau of Agricultural and Resource Economics – ABARE – *Crop Report*, June 2012).

Livestock continues to attract high prices and farmer interest in the sheep industry remains stable. The rising value of livestock has rejuvenated interest in the sheep industry and there has been significant reinvestment in meat and wool in recent years.

Fishing and Aquaculture

The commercial fishing and aquaculture industry produces about 80% of South Australia's seafood product and employs over 1,024 people. Tuna farming and oyster growing are the largest employing sectors. The industry is highly trade focused exporting over 80% of seafood produced from the region to markets in New Zealand, Asia, Europe, the Middle East and the USA.

In 2010/11 the region's aquaculture industry accounted for 97% of South Australia's total aquaculture production, valued at \$234.7 million, and employed 87.3% (635) of the State's 727 FTE employment positions in the sector. (EconSearch Pty Ltd, *The Economic Impact of Aquaculture on the South Australian and Regional Economies, 2010/11*, A report for PIRSA Fisheries and Aquaculture, May 2012).

The region is renowned internationally for the production of the highest quality, sashimi grade Southern Bluefin Tuna most of which is exported to Asia – notably Japan. In 2010-11, the tuna farming sector of the aquaculture industry generated \$125 million in direct business turnover, with a flow-on effect to processing and transport of \$11 million and flow-on to other sectors of \$115 million. The direct contribution to gross regional product (GRP) was \$57 million with GRP of \$68 million generated in other sectors of the regional economy. The tuna farms were responsible for the direct employment of 177 FTE and 36 FTE in the processing and transport sector, and indirect employment of a further 519 FTE jobs locally (i.e. a total of 732 FTE positions in the region). (EconSearch, 2012, p.28).

Other important sectors of the region's aquaculture industry include the production of oysters, abalone, mussels and marine finfish which collectively generated product value of \$77.66 million in 2010-11 and directly employed 444 FTE people in the region. (EconSearch, 2012, pp. viii and 9).

The industry also has an important sardine fishery which is critical to the tuna farming sector because approximately 94% of the sardine product caught in South Australia waters is sold for tuna fodder (86% as fresh fodder and 8% frozen) with the remaining 6% sold for human consumption. (Econsearch Report for PIRSA, Economic Indicators for the South Australian Sardine Fishery 2010-11, June 2012, pp. 24-6).

The Eyre Peninsula has a domestic and international reputation for its high quality range of premium seafood. This reputation has been built on sound environmental management, sustainability, and entrepreneurship. In a major marketing initiative in 2010, Eyre Peninsula developed a generic regional food brand under the banner of *Eyre Peninsula Australia's Seafood Frontier* to differentiate the region's seafood product as world's best quality. (RDAWEP, *Brand Eyre Peninsula 2012-2013 Food Prospectus*, 2012).

Health and Social Care

The health and social care sector is the largest employer in South Australia and the second largest industry in the region. The health and social care industry offers a diverse range of facilities and services in all townships with regional hospitals located in Whyalla, Port Lincoln and Ceduna. The Ceduna and Whyalla hospitals underwent major redevelopment in 2010 and 2012 (at \$36 million and \$69 million respectively) and the \$40.5 million redevelopment of Port Lincoln Hospital commenced in 2013 after construction was delayed from 2012. (*Port Lincoln Times*, Delays for Lincoln hospital upgrade, Tuesday, May 22 2012, p.3).

Eight smaller hospitals at Cummins, Elliston, Streaky Bay, Tumby Bay, Wudinna, Cleve, Cowell and Kimba provide a range of primary health services, including residential aged care.

In 2011 the health and social care sector employed 2,996 people or 11.8% of the regional workforce. This is a fast growing industry with a 29.5% growth in employment from 2,111 people in 2001 to 2,996 in 2011 and business growth of 36.9% since 2007.

Projections indicate that South Australia's population aged 65 and over will increase to 22.6% in 2020 and 25.7% by 2030. (DFEEST, 2012, p.5). The region's health sector is therefore expecting further growth due to a growing demand for aged care services.

Manufacturing

Manufacturing and resource processing is the region's third largest industry employing 2,890 people in 2011 or 11.3% of the regional workforce. The manufacturing sector has experienced modest employment growth of 3.6% since 2001, but numerous future growth opportunities are pending at Whyalla with several new industrial initiatives planned.

Whyalla is the second largest city in regional South Australia and the principal centre for manufacturing, steel production and resource processing in the Upper Spencer Gulf region. Whyalla is strategically located with transport, engineering, business, retail and education sectors directly servicing the demands of mining and mineral processing developments. Whyalla is consequently being positioned as "South Australia's Mining Services Hub". The establishment of new mining operations in the northern areas of South Australia has potential to further develop Whyalla as the key manufacturing centre of the region.

In recent years steel making at Whyalla by Arrium has increased significantly from 460 thousand tonnes to over 8 million tonnes per annum in 2013. This growth led to a significant expansion of Arrium's Whyalla Port to increase its export capacity for cape class vessels. (*Whyalla News*, Cape vessel milestone as first ship heads through Arrium's new port, Tuesday, February 12, 2013, p.2).

Pending new industrial developments at Whyalla include:

- Construction of a fuel terminal at Port Bonython (Senex Energy Limited, ASX announcement, March 9, 2012), a \$650 million bulk commodities export facility (Flinders Ports Pty Ltd, Flinders Ports website and Media release, March 2012, www.flindersports.com.au),
- A \$1 billion urea manufacturing plan (Arcean Group, 2012 Arcean website www.arceangroup.com),
- A \$350 million ammonium nitrate manufacturing plant (Deepak, 2012, Deepak website, www.dfpl.com), and
- Construction of a commercial demonstration site for the manufacture of Biofuel from low energy algae harvesting and other feedstock. (Muradel development brochure 2013, *Fast Tracking Nature Sustainably*, www.muradel.com.au). (This project has received development approval and was in the process of construction in June 2013).

Retail Trade

The retail trade sector is an integral part of all townships and has the highest concentration in the provincial cities of Whyalla and Port Lincoln. Collectively, the retail sector is the region's fourth largest industry employing 2,669 people in 2011 or 10.5% of the regional workforce. The retail sector has experienced steady employment growth of 7.0% since 2001. The growth and sustainability of the retail sector is largely reliant on the success of the region's other industries – particularly primary production, manufacturing, mining and tourism – and many retail businesses have been established to directly support and service these enterprises.

The retail sector received a significant boost with the opening of a third major supermarket (Foodland) in Port Lincoln during 2012 and the commencement of a \$22 million upgrade of Westland Shopping Centre at Whyalla in May 2013. (*Whyalla News*, Upgrade Work Begins, Tuesday, May 28, 2013, p.1).

Mining

The region's mining sector is small in comparison with other industries. In 2011 mining employed 957 people or 3.8% of the regional workforce. But mining is having an economic impact and is the fastest growing regional industry with a significant 79.2% growth in employment during 2001-2011.

This growth is the result of unprecedented mining exploration activity in the Lower Eyre Peninsula, which large resources of iron ore, coal and graphite along with uranium, gold and kaolin prospects.

Eyre Peninsula is located in the mineral provinces of the Gawler Craton and Eucla Basin which are rapidly becoming one of Australia's most promising mineral frontiers. The region has the largest deposit of gypsum in the Southern Hemisphere, significant iron ore resources and an emerging world class heavy mineral sands province.

During 2011-13, commodities being mined and exported from the region included:

- Iron ore: 8-9 million tonnes per annum during 2013 being exported by Arrium from Whyalla (*Whyalla News, Arrium Predicts Iron Ore Sales Increase, Tuesday October 9, 2012, p.2*),
- Gypsum: 1.69 million tonnes exported by Gypsum Resources Australia during 2011 from Thevenard Port,
- Heavy mineral sands: 400,264 tonnes exported by Iluka Resources during 2011 from Thevenard Port, and
- Salt: 120,334 tonnes exported by Cheetham in 2011 from Thevenard Port. (Thevenard export data from Flinders Ports Statistics, www.flindersports.com.au).

The mining impact will grow significantly in forthcoming years as new mining enterprises in iron ore, mineral sands, kaolin, graphite and uranium move from exploration to operation. The region presently has five operational mines with a further twelve mines awaiting approval.

Tourism

Tourism is a fast growing industry and has significant development potential due to the region's rapidly growing reputation for unique and diverse nature based visitor experiences and premium seafood products.

Tourism is becoming an important sector for the regional economy, with visitor expenditure exceeding \$277 million in 2011-2012 from 700 businesses. (SATC, Regional Tourism Profile for Eyre Peninsula 2011-2012. Also see, *Whyalla News, Tourism Finally Recognised, Thursday, June 27, 2013, p.3*).

In 2012, with the exclusion of the Adelaide Tourism Region, the Eyre Peninsula was the fourth most popular tourism region in South Australia with 390,000 visitors and the third highest region for visitor nights (1,593,000). Over the period from June 2010-June 2012, the annual visitation in the Eyre Peninsula Tourism Region averaged 326,000 domestic visitors (intra and interstate) and 14,000 international visitors. The collective visitation generated an average of 1,647,000 visitor nights per annum, with international visitors staying an average of 12.1 nights in the region. (SATC Tourism Research, *Overnight Travel - South Australian Regions, Year Ending December 2012*, and SATC, *Eyre Peninsula Regional Tourism Profile 2010-2012*, September 2012).

Due to the success of the regional food brand *Eyre Peninsula – Australia's Seafood Frontier*, the initiative has been adopted as the tourism brand for the region as a whole to drive strategic business and tourism development. The brand is presently being used to position the region as a culinary tourism and conference destination. (RDAWEP, *Brand Eyre Peninsula 2012-2013 Tourism Prospectus*, 2012).

Renewable Energy

Renewable energy has the potential to become a major industry in the region due to natural assets of consistent wind resources, abundant sunshine and high wave action. The region has an estimated 300 cloud free days per annum, making it an ideal location for large scale solar energy farms. The Eyre Peninsula also has a landscape suitable for large scale wind farms and has been identified as offering extensive opportunities for wind generation with four wind zones experiencing wind speeds above 8 metres per second and potential to produce more than 10,000MW of generation. (Macquarie, Worley Parsons and Baker & McKenzie, *Green Grid, Unlocking Renewable Energy Resources in South Australia*, 2012 p.1).

Two wind farms exist at Cathedral Rocks near Port Lincoln and Mt Millar near Cowell which supplement the power transmission network on the Lower Eyre Peninsula.

Several other innovative renewable energy projects are in the process of being progressed. These include

- **Green Grid Proposal:** The staged development of four wind farms at Port Lincoln, Elliston, Cleve and a site near Port Augusta, including the construction of a 500kV transmission network. Stage 1 would cost \$613 million and generate 2,000MW of power. Stage 2 would double the generation to 4,000MW and provide power in the longer term to Heywood in Victoria and Mount Piper in New South Wales. (Macquarie et al, 2012 pp.41-43).
- **Pacific Hydro Pilot Project:** Australian company Pacific Hydro uses hydroelectric technology to generate electricity. Wind generators power pumps to transfer sea water to reservoirs, which is then passed through turbines to generate power. The combination of wind and hydro technologies arguably produces a more efficient means of power generation as the hydro component can maintain power production during low wind periods. Pacific Hydro has a pilot demonstration site north of Coffin Bay in the process of being progressed. (www.pacifichydro.com.au).

Muradel Biofuel Commercial Demonstration Plant:

Australian company, Muradel, is developing a commercial scale demonstration site at Whyalla to produce sustainable Biofuel from microalgae. A pilot plant at Karratha provided promising test results but the demonstration site is located at Whyalla. Whyalla was selected for the demonstration plant because of the climate conditions, available flat and non-arable land, abundant seawater, established transport infrastructure, and availability of skilled labour. Demonstration trials will occur during 2013-14 to identify the most cost efficient method to produce Biofuel to compete with existing fossil-derived products and reduce carbon emissions. (Muradel development brochure 2013, *Fast Tracking Nature Sustainably*, www.muradel.com.au).

MEMBER COUNCILS 2012/13

- City of Whyalla
- City of Port Lincoln
- DC Ceduna
- DC Cleve
- DC Elliston
- DC Franklin Harbour
- DC Kimba
- DC Lower Eyre Peninsula
- DC Streaky Bay
- DC Tumby Bay
- Wudinna DC

REPRESENTATIVES:

At the 75th AGM of the Eyre Peninsula Local Government Association, held at Kimba on 9th December 2011, the following Office Bearers were confirmed for the 2011/12 financial year:

PRESIDENT: Mayor Julie LOW (DC Lower Eyre Peninsula)
SNR VICE PRESIDENT : Mayor Eddie Elleway (DC Franklin Harbour.)
JUNIOR VICE PRESIDENT: Mayor John Schaefer (DC Kimba)

Our President and Senior Vice President are our nominated representatives to SAROC and State Executive Forums.

Other local government representatives to regional Boards have been as follows:

RDA Whyalla and EP BOARD:

Mayor Jim Pollock (City of Whyalla)
Cr Jack Velthuisen (City of Whyalla)
Cr Colin Carter (City of Whyalla)
Mayor Allan Suter (DC Ceduna)
Cr Bryan Trigg (DC Cleve)
Cr Malcolm Catt (City of Pt Lincoln)

EYRE PENINSULA NATURAL RESOURCES MANAGEMENT BOARD

Mayor Laurie Collins (District Council of Tumby Bay)

ANNUAL MEETING SCHEDULE, 1981-2020.

A highlight on the EPLGA calendar is the Annual Conference, hosted each year by a member Council. To assist in host Council planning, the following schedule is included:

2000 DC Franklin Harbour
2001 DC Cleve
2002 DC Streaky Bay
2003 DC Elliston
2004 DC Tumby Bay
2005 Whyalla CC
2006 DC Ceduna
2007 DC Lower Eyre Peninsula
2008 DC Kimba
2009 DC Wudinna
2010 DC Franklin Harbour
2011 DC Cleve

2012 DC Streaky Bay
 2013 DC Elliston
 2014 DC Tumby Bay
 2015 Whyalla CC
 2016 DC Ceduna
 2017 DC Lower Eyre Peninsula
 2018 Port Lincoln CC
 2019 DC Kimba
 2020 Wudinna DC

The 2014 conference will be held on Monday 24th February 2014 at Tumby Bay.

BOARD MEMBERS FOR 2012/13

Under the terms of our Charter, the following Board appointments were current as at June 30th, 2013:

MEMBER COUNCIL	BOARD MEMBER	DEPUTY BOARD MEMBER
Ceduna	Allan Suter (Mayor)	Lynton Brown (D/Mayor)
Cleve	Roger Nield (Mayor)	Jodie Jones (D/Mayor)
Elliston	Pat Clark (Chairperson)	Kym Callaghan (Dep Chair)
Franklin Harbour	Eddie Elleway (Mayor)	Gavin Jackson (D/Mayor)
Kimba	John Schaefer (Mayor)	Dean Johnson (D/Mayor)
Lower Eyre Peninsula	Julie Low (Mayor)	Paul Pedler (D/Mayor)
Port Lincoln	Bruce Green (Mayor)	Neville Starke (D/Mayor)
Streaky Bay	Rob Stephens (Mayor)	Dean Whitford (D/Mayor)
Tumby Bay	Laurie Collins (Mayor)	Murray Mason (D/Mayor)
Whyalla	Jim Pollock (Mayor)	Merton Hodge (Cr)
Wudinna	Eleanor Scholz (Chair)	Neville Scholz(D/Chair)

REPORT OF ACTIVITIES, 2011/12

Our core activities always include reacting to legislation and policy changes that are likely to negatively affect our region. This year ongoing concerns and/ or participation have been with:

- State and federal Marine parks
- Recreation Fishing limits
- Natural Resources Management
- Regional Development Australia Funding
- Regional Recognition/ Lobbying
- Mining & Impacts
- Fire & Emergency Services Act Review
- MFS Workplace Safety Bill
- Job creation & co-ordination
- Development Act Reform
- Coastal Access
- Independent Commission Against Crime implantation
- Various roads and waste issues
- Regional Strategy for LGA
- Emergency Planning
- Time Zones
- Water Planning
- Regional planning

Projects carried out 2012/13

Regional Training Projects

Following the recommendations of the One System Consultancy, we successfully sought funding through DFEEST for the running of *Certificate IV in OHS* on Eyre Peninsula. Eight Councils have participated with the relevant officer attending day long sessions approximately every month. This project is nearing completion with 2 participants to finalise their assignments to allow the acquittal process to take place for grant funding.

Emergency Management Planning

After success at the Natural Disaster Mitigation Grant rounds, we were advised that our funds could be held over and we were invited to undertake the EMP project with Risk services. This project was completed. Funding is continuing to be held over until regional emergency planning is completed then individual Council Emergency Plans will be reviewed or renewed with the funding to align with the regional planning.

The regional zone emergency planning require the following:

- EPLGA to engage with the ZEMC (Zone Emergency Management Committee) to avoid duplication of work
- The project used the ZONE Risk assessments as a basis for work performed to date and in the future
- a commitment to compliance for the zone plans with NERAG and ISO310000. The Project engaged and incorporated NERAG (National Emergency Risk Management Guideline) components
- CERMS (Council Emergency Management Plans) are to be NERAG Compliant.
- any contractors engaged in this project are to be NERAG qualified.

A series of bushfire risk assessment workshops were held during August and Sept 2013 to assist the Councils and other regional stakeholders in their emergency planning.

Regional Collaboration

The concept of a combined forum was first proposed by the EPLGA's then Executive Officer, Diana Laube in 2012. It was looked at holding the event centrally to both our regions in either Port Augusta or even on the ferry – halfway across Spencer Gulf – however timing and logistics meant that it ended up being more convenient to hold it in conjunction with the LGA conference, when most Councils would already be in one place at one time. The purpose of the forum was to hear from those within the political sphere about how the voices of rural communities can be heard and to give us some insight as to how to get our issues 'on the table' and seriously considered. Country areas often battle to have their voices heard and this is felt acutely in South Australia as we are faced with the reality of being a 'one city state'. Although the weight of population often works against us politically, there are some great examples of politicians and academic experts who are particular champions of rural and regional issues.

There were two main parts to the forum – firstly to hear the views of those in politics about the best way to get the issues of country communities on the table and considered – particularly as we headed into federal and state elections. The panel discussion was designed to provide a cross-section from a wide range of politics – state and federal, lower and upper houses, major and minor parties and independents. We were very pleased to have Professor Dean Jaensch to summarise the panel session and to challenge our thinking about how we can influence the political debate.

The second part of the forum - which was discussion by our local government delegates on the three strategic areas/themes for country communities: strengthening regional investment, growing regional centres and reconnecting Government with regional communities.

We then introduced three expert table facilitators (the "Three Wise Men") to help guide our discussions on the themes - Professor Dean Carson from Flinders University, Associate Professor Michael O'Neil from Adelaide University and Dr Paul Chapman from Carnegie Mellon University.

We were very pleased to have Lynne Breuer (State Labor Member for Giles); Dan Van holst Pellekaan (State Liberal Member for Stuart); Geoff Brock (Independent Member for Frome); Rob Brokenshire (Family First MLC) and Mark Parnell (SA Greens MLC) to assist us and give good counsel. As is always the risk with members of Parliament being called away for other duties - we did have apologies from Member for Grey – Rowan Ramsey and Labor Duty Senator for Grey – Alex Gallagher. Member for Wakefield – Nick Champion was also a late apology due to other commitments.

A "Regions Matter Too" draft strategy was developed in June 2013 for discussion at a state regional level. This was the outcome of a regional forum held between the Central & EP LGA's.

Outreach Services Pilot Program

With the retirement of Ms Diana Laube the EPLGA and LGA of SA sought to employ a person with the capabilities of undertaking a pilot of how the LGA of SA could deliver "Outreach Services" to the EP Region. The position would not only be 0.4 FTE for the LGA "Outreach Services" but also 0.6 FTE for the EPLGA "Business as Usual" services making the role a full time contract position for 2 years.

Tony Irvine commenced the expanded role of Executive Officer for the Eyre Peninsula Local Government Association (EPLGA) and LGA Outreach Support Officer on the 18th March 2013. To assist him in meeting the needs of the eleven Member Councils, the EPLGA, the Eyre Region and the LGA of SA a pilot program in addition to "business as usual" for the next two years was established outlining defined areas of focus. The pilot program includes:

- Assisting with the preparation of LGA policy on regional development;
- Preparing a profile of the region with a focus on what it contributes to the economic growth of the State & nationally;
- Governance needs of each council;
- Legislative compliance in assets management and long term financial planning;
- Skills assessment in the areas such as IT, planning, environmental health etc and develop a regional training plan;
- Short term employment requirements rather than full time employees;
- Shared services arrangements to assist in meeting the short/long term skills needs and other needs;
- Opportunities arising from the Local Excellence Program – trailing new ways of doing things. For example improving performance, systems & processes that sustain good performance, raising the image of Local Government, effective engagement across the region & State as a whole (i.e. political clout) with other spheres of government, seeking financial arrangements to support the programs required;
- Positioning Local Government & the region for the State 2014 elections by gathering evidence of the needs of the sector and possible solutions that could be an "ask" in an election environment;
- Identify any "centre of excellence" that may exist within the region;
- Developing CEO, Works Manager & any other forums to assist in the sharing of resources and information – save the same thing being undertaken 11 times;
- Managing local issues for the member councils – advocacy, lobbying, problem solving etc.

The LGA and the EPLGA centred the two year pilot on:

- Preserving the current important role of the Executive Officer of the EPLGA;
- Enhancing the connections between the work of the EPLGA and that of the LGA where it is mutually beneficial to do so;
- Enhancing the services of the LGA to be an “outreach” service but targeted to needs identified by the EPLGA/ Region;
- Appointment of a resource that is made jointly between the LGA & EPLGA to deliver on the ground services to Councils;
- Agreeing on a program of works/activity and the funding model required;
- Address other issues deemed important to the success of the pilot.

EPLGA CEO's Committee

On 28th June 2013, the Eyre Peninsula Local Government Association (EPLGA) established a Chief Executive Officer Committee to ‘meet from time to time to consider issues of relevance to Eyre Peninsula Councils, and to provide advice to the EPLGA Board on those issues’.

The Committee's role is:-

1. To provide high level strategic advice to the EPLGA about its identified priority issues.
2. To arrange and coordinate reports to the EPLGA on those priority issues.
3. To initiate reports and advice to the EPLGA on other matters identified by the Committee to be of strategic regional significance.
4. To assist and advise the EPLGA about the development and implementation of its Management Plan and other plans.
5. To share operational information and expertise amongst the committee members and other agency Chief Executive Officers of similar.

The membership of the Committee comprises the Chief Executive Officers of all Councils which are members of the EPLGA.

Other working groups may be established from time to time to undertake specific tasks on behalf of the EPLGA Board or CEO's Committee.

Regional Roads Priorities - review ranking & prioritisation criteria

At the June 2013 EPLGA Board Meeting a resolution was passed to undertake a review of the criteria used to prioritise regional roads to be submitted for funding from the Special Local Roads Funding Program.

A discussion paper was released to seek support for the methodology to be used in the review. Stakeholders were in agreement with the discussion paper and from this the project was scoped for the consultants to carry out the work required. A desired outcome is a roads database for the entire region.

Regional Climate Change Adaptation Plan

The Executive Officer and President sit at the Eyre Peninsula Integrated Climate Change Adaptation (EPICCA) Committee table.

Under the State Climate Change Adaptation Framework, areas across the State, including the Eyre Peninsula, are required to develop a Regional Climate Change Adaptation Plan. EPICCA facilitated the development of the Regional Climate Change Adaptation Plan for the Eyre Peninsula.

EPICCA's goal was to develop and implement practical, regionally-appropriate and sensitive measures to address the likely impacts of climate change.

EPICCA commissioned Stage 1 of this work - a knowledge audit to establish the information base for further adaptation planning.

The approach to developing the Regional Adaptation Plan was to:

- a) engage with representatives of key sectors on the Eyre Peninsula to identify current and future decisions that could be impacted by climate change;
- b) to identify and prioritise adaptation options for the region.

Three workshops were run as part of this project.

Regional Skills Initiative

The Executive Officer was appointed to a position on the Agrifoods Advisory Committee which was established to develop and implement workforce development strategies and industry nationally endorsed qualifications to meet the current and emerging needs of enterprises, employees and students throughout regional and urban Australia.

The Committee worked with a vast array of stakeholders at all levels:

- on the ground with enterprises, regional communities and research organisations to drive adoption of new and better workforce planning and skills development;
- with schools, Registered Training Organisations (RTOs) and the tertiary sector more broadly to drive high quality delivery and assessment of skills;
- with industry peaks and key bodies to build their voice as advocates and change agents of the national skills and workforce development agenda;
- with the three tiers of government to drive evidentiary-based policy formation which supports the needs of agrifood sectors and the challenges facing regional Australia's workforce.

The District Council of Cleve held a round table to address their sub-regional needs and the three Lower Eyre Peninsula Councils were involved in workforce planning through the Agrifoods initiative.

Regional Water Re-use Plan & Funding

In June 2013 a funding submission was lodged to establish a Regional CWMS Users Group with a view to improving regional skills in this area plus having a forum for the sharing of information. The bid was successful and hence a users group has been established.

The Eyre Peninsula Council's jointly own and operate 13 community wastewater management schemes servicing 5775 property connections.

Eyre Peninsula Council's are acutely aware of the potential impact of the Water Industry Act and the increasing regulatory and reporting environment surrounding CWMS operations due to their classification as an essential service.

The following desired outcomes of a CWMS User's group were identified:

- Establishment of users group to facilitate knowledge sharing across Council's operating CWMS'
- Identification of regional capacity and skills gaps to provide for the efficient and compliant ongoing operation and maintenance of existing and new Community Wastewater Management Schemes
- Promote regional training to maintain skill sets required to ensure sustainability
- Development and implementation of standardised recording and reporting mechanisms
- Facilitated development of up-to-date, user friendly operation, maintenance, monitoring and contingency plans
- Schematic mapping of existing schemes to assist with understanding of catchment capacities and constraints
- Development and implementation of standardised accounting systems to assist in comparisons between schemes and Council's
- Identify opportunity for shared resources, including platforms for remote access
- Identification of potential shared procurement opportunities in areas such as spare parts inventories, septic tank desludging and drain flushing.

It was proposed that the initial development of an EPLGA CWMS User Group be facilitated by an external third party, a model which proved successful in the South East Council's User Group.

The member Council's of a CWMS User Group commit both management and operational resources to this project and it is intended that this initial commitment will continue through to the ongoing operations of the User Group as a recognised working group of the EPLGA.

Development of a Regional Training & Development Plan to assist training programming & relativity.

An increase in Council participation has been witnessed through the Executive Officer of the EPLGA being a link and encouraging Councils to participate in LGA sponsored training programs such as CDAP Member training, Code of Conduct Training etc. This was also contributed to the Executive Officer giving advice to the LGA on where to hold such training and when so as to avoid clashes with regional seasonal events (e.g. harvest) and other events.

Management Plan - review.

At the June 2013 EPLGA Board meeting the EPLGA Board considered and adopted the draft EPLGA Management Plan 2013 -16.

To avoid some confusion between the Business Plan prepared by a Council, the EPLGA uses the term "Management Plan." This "Management Plan" was for the period - 2013 to 2016 but will be reviewed annually and has an updated annual work plan & budget included for the current year. It also includes the strategic directions the EPLGA wishes to take for the period 2013 - 16.

MANAGEMENT PLAN PERFORMANCE

1. ACTIVELY ASSIST MEMBERS BY REPRESENTING THEIR COMBINED INTERESTS.

1 Seek invitation to provide responses to legislative and policy changes that materially impact our region

1.2 Seek the mandated preparation of regional impact statements prior to any state legislated changes likely to affect our region

Comment: Include in 2013/14 Budget to prepare own regional statement & to have all regions to do the same with a view to having our own regional statement developed from the individual regions statements.

1.3 Prepare coordinated submissions to relevant inquiries and proposals on behalf of members.

Comment: The Fire & Emergency Services Act review response was an example of the region working together in preparing a single regional response.

1.4 Take an active interest in regional waste management, water planning, marine parks, mining, food security, climate change, local workforce planning and any activities that could impose changes to our region.

Comment: President &/or Executive Officer actively involved in regional committees and/ or meetings dealing with regional waste management, water planning, marine parks, mining, food security, climate change, local workforce planning and other activities that may impose change upon the region.

1.5 Continue to advocate for roads funding opportunities.

Comment: The development of a roads database for all EP roads and to be used as a tool for prioritising regional roads is well underway.

1.6 Develop a coordinated approach to the Commodity Freight Routes across the region, being mindful of divergent needs between Councils.

Comment: Comments in 1.5 will apply to this as freight roads will be weighted to assist in the prioritisation of regional roads seeking funding assistance.

2 BUILDING STRONG PARTNERSHIPS FOR THE PROMOTION OF OUR SECTOR AND OUR REGION

2.1 Ensure we are represented at SAROC, State Executive Committee meetings and the General meetings of the LGA.

Comment: The President & Executive Officer attend these meetings when held.

2.2 Ensure regular information flows to our member Councils via Newsletters, website updates, media announcements and personal contacts.

Comment: Newsletters are continuing to be published and the website is maintained to assist. The media are used as and when needed and are sent the meeting agendas & minutes.

2.3 Seek reports from regional partners at EPLGA Board Meetings and forums

Comment: Regional partners have a standing agenda item at each Board meeting to present to the constituent Councils.

2.4 Actively seek direct engagement with state government partners in order to allow bottom up, and more streamlined, planning and engagement.

Comment: The EPGA has been a strong advocate for state government partners to visit the region on planning & engagement matters. e.g. ITLUS planning, Development Act reform, RESIC meeting etc.

2.5 Seek opportunities to partner with industry and community groups to promote the economic and social prosperity of Eyre Peninsula.

Comment: The partnering with Agrifoods to develop workforce planning & cross qualifications & training is a great example of this action being undertaken. The Executive Officer sits at the Agrifood Advisory Committee table. 6 Councils have participated in the Agrifoods initiative to date.

- 2.6 Work with member Councils to facilitate economic expansion by coordinating the approach to structure planning, ensuring consistency with the principles contained in the Eyre and Western Plan.

Comment: The Executive Officer has been involved in the Tumby Bay & Port Neill Structure Planning sessions and sits at their advisory group tables. He has also been involved in the Greater Port Lincoln Structure Plan consultation and spoken the District Council of Wudinna on the issue.

- 2.7 Work with state departments and regional partners to better coordinate Infrastructure Planning consistent with the principles in the Eyre and Western Plan.

Comment: The Executive Officer along with Council representatives have been involved in the Integrated Transport & Land Use planning undertaken by the state government. The plan is for the region to develop its own infrastructure plan to feed this into state government plans. The region is also involved in RDAWEP Infrastructure planning.

- 2.8 Investigate ways to encourage the state government to streamline its regional consultation processes to avoid multiple meetings that duplicate effort.

Comment: This has been an issue discussed at the SAROC level and continues to be pursued.

3 RAISE THE PROFILE OF THE ASSOCIATION BY GREATER MEDIA PRESENCE.

- 3.1 Issue a media release after each Board meeting and at any occasion where deemed appropriate.

Comment: Media used as and when appropriate. Agenda & minutes of the Board are distributed to regional media to seek interest.

- 3.2 Develop a media policy for the organization and designate how TV and radio interviews will be conducted.

Comment: Media Policy adopted at June 2013 EPLGA Board meeting.

- 3.3 Consider the nomination of media representatives to present a coordinated and endorsed approach to all media.

Comment: Still managing media in house.

4 ASSIST MEMBER COUNCILS BY COORDINATING REGIONAL INVESTIGATIONS OF OPERATIONAL ISSUES

- 4.1 Actively participate in meetings that promote Continuous Improvement activities in Councils.

Comment: The Outreach Services Pilot Program is about the continuous improvement of activities in Councils. This is a 2 year program funded by the LGA of SA & is 0.4 FTE of the Executive Officer's time.

- 4.2 Continue to promote regional training opportunities to assist Councils to up skill workforce.

Comment: The Executive Officer has been assisting with this through better co-ordination of type of training required, when it could be held & the most suitable location for training. The Councils response has been excellent, highlighting the success of this effort.

- 4.3 Facilitate Shared services investigations and discussions at either the regional or sub regional level, where appropriate.

Comment: The Executive Officer has maintained his role in the Lower Eyre Peninsula Councils shared service project.

- 4.4 Liaise with the LGA program managers to assist in linking funding opportunities to Council activities.

Comment: Funding has been gained for the Outreach Services Pilot, the Lower EP Councils shared services, the EP CWMS Users Group as an example of this working.

- 4.5 Review our Charter.

Comment: A reviewed charter was presented to the Sept 2013 EPLGA Board meeting.

- 4.6 Coordinate a regional or sub regional approach to road upgrades required for resource sector expansion.

Comment: A Mining Roundtable was held in the Oct 2014 to assist with this type of planning. A report from the SA Centre for Economic Studies was part funded by the EPLGA & LGA to assist with these issues.

- 4.7 Review the methodology of preparing the Eyre Peninsula Road Strategy.

Comment: The Roads Strategy was re-worked in 2013 and since this a database was developed to include all EP roads with a methodology prioritisation tool inbuilt to give better road prioritisation.

- 4.8 Prepare regional submissions to fund combined approaches to governance activities required of Councils, where agreed by Members.

Comment: No action as yet.

5 DEVELOP WAYS TO DIRECTLY ENGAGE WITH BOTH STATE AND FEDERAL GOVERNMENTS TO ASSIST IN REGIONAL PROMOTION

- 5.1 Include funding in the Annual Business Plan to allow deputation to both State and Federal parliaments on key issues that arise.

Comment: Funding included in the 2013/14 budget for such.

- 5.2 Liaise with other regional LGA and RDAs where combined lobbying best represents our interests.

Comment: The Executive Officer meets bi-monthly with other regional LGA's Executive Officers to manage such issues as joint collaboration & lobbying. The Executive Officer is located in the RDAWEP Port Lincoln Offices and has a good connection to RDAWEP lobbying efforts.

- 5.3 Seek opportunities to strengthen working relationships with the senior levels of state government.

Comment: The Executive Officer has good political connections and uses these when needed.

6 UNDERTAKE A TWO YEAR "OUTREACH SERVICES" PILOT PROGRAM IN PARTNERSHIP WITH THE LGA OF SA .

- 6.1 Establish a funding agreement for \$70k per year with the LGA of SA.

Comment: Established.

- 6.2 Establish a work plan for the pilot program in consultation with member councils and the LGA of SA.

Comment: Established & reported against to EPLGA & LGA of SA.

- 6.3 Prepare a case study of the pilot program for future reference.

Comment: Being prepared as the program advances.

KEY PERFORMANCE INDICATORS

While the measurement of performance is a key component of planning, the nature of the workload for the Executive Officer has typically made KPI setting and measuring difficult. Much of the day-to-day operational activity remains reactive and in response to legislated and policy changes that routinely emerge. However, the following measurement may be an indication of performance for each year.

KPI	MEASURED BY	TARGET SCORE
Member General Satisfaction	Number of formal complaints	Zero complaints from members Actual: Zero complaints received
Member attendance at meetings , workshops, training	Number of members who are represented	All members Actual: Usually all 11
Competitive funding secured	Dollars secured	Equal to membership (\$140K) Actual: Outreach Program \$70k Lower EP Shared Services \$14k EP CWMS Group \$31k Regional Capacity \$38k
Achieved annual work plan		All items either achieved or timeframes for completion, and process, in place. Some subject to external funding. Actual: On target
EPLGA is represented at LGA regions meetings	Number of meetings attended	100% Actual: 100%
Co-ordinate regional training activities on EP	Number of days training per year	At least 6 Actual; target reached
Annual review of Executive Officer	Final achievement score	Average Rating of 3/5 for personal evaluation undertaken by EPLGA Executive Actual: Review to occur in Feb 2014.
Greater media activity	Number of interviews and media releases	At least one interview per month. Media releases at least every 2 months. Actual: Meeting target

Use of Financial Resources.

The following audited statement indicates another year of solid financial performance.

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

INCOME STATEMENT

For the year ended 30th June 2013

	Note	2013 \$	2012 \$
INCOME			
Interest Received		15,571	13,244
Membership Fees	5	140,000	140,000
Reimbursable Expenses		1,967	282
Project Management Fees		-	3,000
		<u>157,538</u>	<u>156,526</u>
EXPENSES			
Administration		11,768	9,444
Audit Fees		1,940	1,530
Bank Charges		798	826
Computer Expenses		2,210	287
Consultants		1,560	-
Employee Expenses		77,898	69,980
Insurance		5,281	5,059
Marketing & Promotion		64	652
Meeting Expenses		2,125	3,313
Miscellaneous Expenses		60	-
President's Expenses		1,500	1,500
Secretarial Service		17,000	17,000
Telephone		702	564
Travel Expenses		7,054	8,271
Training Expenses		-	595
		<u>129,960</u>	<u>119,021</u>
SURPLUS/(DEFICIT)		<u>27,578</u>	<u>37,505</u>

The accompanying notes form part of these Financial Statements



EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

BALANCE SHEET
As at 30th June 2013

	Note	2013 \$	2012 \$
ASSETS			
Cash and cash equivalents	3	277,382	238,667
Receivables	4	9,581	19,685
TOTAL CURRENT ASSETS		<u>286,963</u>	<u>258,352</u>
LIABILITIES			
Trade and other payables	6	13,671	13,719
Unspent Grants	2	<u>32,092</u>	<u>31,011</u>
TOTAL LIABILITIES		<u>45,763</u>	<u>44,730</u>
NET ASSETS		<u>241,200</u>	<u>213,622</u>
ACCUMULATED FUNDS			
Balance brought forward		213,622	176,117
Change in Financial Position Resulting from Operations		27,578	37,505
ACCUMULATED FUNDS AT THE END OF THE FINANCIAL YEAR		<u>241,200</u>	<u>213,622</u>

The accompanying notes form part of these Financial Statements

 - 2 -

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2013

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Local Government Act 1999.

The financial report has been prepared in accordance with the requirements of the Local Government Act 1999 and the following Australian Accounting Standards.

AASB 1031 Materiality
AASB 110 Events after the Balance Sheet Date
AASB 119 Employee Benefits
AASB 107 Cash and Cash Equivalents.

No other applicable Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Employee Benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to balance date. Liabilities for employee benefits not expected to be paid or settled within 12 months are measured using a shorthand method which produces a result not materially different from the liability measured using the present value of expected future cash outflows method. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

(b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

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EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30th June 2013**

2. PROJECTS

	1/7/2012 Brought Forward	Income	Expenditure	Project Management	Unspent
Regional Capacity Building	26,002	36,424	47,463	-	14,963
EP Coastal Development Strategy	654	-	-	-	654
Human Resource Consultancy	(548)	-	-	-	(548)
Road Assessor Training	(256)	-	-	-	(256)
Cert IV Training	(4,841)	13,686	9,668	-	(823)
Project – Other	10,000	-	-	-	10,000
Cores – EP	-	8,102	-	-	8,102
	31,011	58,212	57,131	-	32,092

2013
S

2012
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3. CASH AND CASH EQUIVALENTS

Bank SA Cheque/Savings	24,122	20,357
Bendigo Term Deposit	137,254	130,514
LGFA	107,904	87,796
LGFA – Cores EP	8,102	-
	277,382	238,667

4. RECEIVABLES

Debtors	-	4,704
GST receivable	4,623	13,501
Accrued Interest	4,958	1,480
	9,581	19,685



EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

5. MEMBERSHIP FEES

District Council of Ceduna	13,600	13,597
District Council of Cleve	10,182	10,184
District Council of Elliston	8,627	8,628
District Council of Franklin Harbour	8,923	8,923
District Council of Kimba	8,596	8,596
Wudinna District Council	9,000	8,998
District Council of Lower Eyre Peninsula	15,286	15,287
District Council of Streaky Bay	10,445	10,445
District Council of Tumby Bay	11,500	11,497
City of Whyalla	25,400	25,403
City of Port Lincoln	18,441	18,442
	<u>140,000</u>	<u>140,000</u>

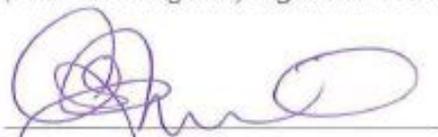
6. TRADE & OTHER PAYABLES

Accrued Expenses – employee entitlements	2,622	6,732
Trade Creditors	2,397	4,161
Payroll Liabilities	8,652	2,826
	<u>13,671</u>	<u>13,719</u>

 - 5 -

CHIEF EXECUTIVE OFFICER'S STATEMENT

I, ANTHONY IRVINE, the person for the time being occupying the position of CHIEF EXECUTIVE OFFICER of EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION do hereby state that the Financial Statements of the Association for the 30 June 2013 financial year are to the best of my knowledge presented fairly and in accordance with accounting procedures which have been maintained in accordance with the *Local Government Act 1999*, and the *Local Government (Financial Management) Regulations 1999* made under that Act.


Signed

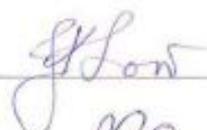
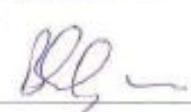
Dated 20/9/13

STATEMENT OF THE BOARD OF MANAGEMENT MEMBERS

In the opinion of the Board of Management of the Eyre Peninsula Local Government Association the accompanying Financial Report attached hereto, are drawn up so as to present fairly the results of the Association for the year ended 30 June 2013, and the state of affairs of the Association as at 30 June 2013, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Signed 27th day of September 2013

in accordance with a resolution of the Board of Management

 Member Julia Low
Mayor DCLGP.
 Member Bruce Green.
Mayor RCEC.





John D. Ewen & Associates
CHARTERED ACCOUNTANTS

603 Magill Road, Magill SA 5072
PO Box 202, Magill SA 5072
T: 08 8431 7599
F: 08 8431 7422
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W: www.ewen.com.au

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

We have audited the accompanying Financial Report of the Eyre Peninsula Local Government Association which comprises the balance sheet as at 30 June 2013 and the income statement and statement of changes in equity for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Chief Executive Officer's declaration as set out on pages 1 – 5.

THE CHIEF EXECUTIVE OFFICER'S RESPONSIBILITY FOR THE FINANCIAL REPORT

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 1999*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the financial report based on my audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report 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 of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Association, 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.

AUDITOR'S INDEPENDENCE DECLARATION

In conducting our audit we have complied with the independence requirements of the *Local Government Act 1999*, the *Local Government (Financial Management) Regulations 1999* and the Australian professional accounting bodies.

John D Ewen & Associates ABN 18 054 951 693
John D Ewen & Associates PTY LTD ABN 36 037 062 898
JOHN D EWE & ASSOCIATES

AUDIT OPINION

In our opinion the financial report of the Eyre Peninsula Local Government Association is properly drawn up:

- a) To give a true and fair view of:
 - i) the Association's state of affairs as at 30 June 2013 and changes in equity resulting from operations and cash flows for the year ended on that date.
 - ii) the other matters required by the Local Government Act 1999 to be dealt with in the financial statements.
- b) According to the Local Government Act 1999, together with the Local Government Act 1999 (Financial Management) Regulations 1999 made under that Act; and
- c) According to Australian Accounting Standards and mandatory professional reporting requirements.

Signed at Adelaide this 9th day of October 2013



JOHN D EWEN
JOHN D EWEN & ASSOCIATES
CHARTERED ACCOUNTANT

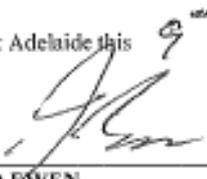
AUDITOR'S INDEPENDENCE DECLARATION

Auditor's Independence Declaration under Section 16A of the Local Government (Financial Management) Regulations 1999 to The Members of Eyre Peninsula Local Government Association

I confirm that, for the audit of the financial statements of the Eyre Peninsula Local Government Association for the year ended 30 June 2013, I have maintained my independence in accordance with the requirements of APES 110 – Code of Ethics for Professional Accountants, Section 290, published by the Accounting Professional and Ethical Standards Board, in accordance with the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 1999* made under that Act.

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

Signed at Adelaide this 9th day of October 2013



JOHN D EWEN
JOHN D EWEN & ASSOCIATES
CHARTERED ACCOUNTANT

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION (EPLGA) AUDITED FINANCIAL STATEMENTS

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

INCOME STATEMENT
For the year ended 30th June 2013

	Note	2013 \$	2012 \$
INCOME			
Interest Received		15,571	13,244
Membership Fees	5	140,000	140,000
Reimbursable Expenses		1,967	282
Project Management Fees		-	3,000
		<u>157,538</u>	<u>156,526</u>
EXPENSES			
Administration		11,768	9,444
Audit Fees		1,940	1,530
Bank Charges		798	826
Computer Expenses		2,210	287
Consultants		1,560	-
Employee Expenses		77,898	69,980
Insurance		5,281	5,059
Marketing & Promotion		64	652
Meeting Expenses		2,125	3,313
Miscellaneous Expenses		60	-
President's Expenses		1,500	1,500
Secretarial Service		17,000	17,000
Telephone		702	564
Travel Expenses		7,054	8,271
Training Expenses		-	595
		<u>129,960</u>	<u>119,021</u>
SURPLUS/(DEFICIT)		<u>27,578</u>	<u>37,505</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

BALANCE SHEET
As at 30th June 2013

	Note	2013 \$	2012 \$
ASSETS			
Cash and cash equivalents	3	277,382	238,667
Receivables	4	9,581	19,685
TOTAL CURRENT ASSETS		<u>286,963</u>	<u>258,352</u>
LIABILITIES			
Trade and other payables	6	13,671	13,719
Unspent Grants	2	<u>32,092</u>	<u>31,011</u>
TOTAL LIABILITIES		<u>45,763</u>	<u>44,730</u>
NET ASSETS		<u>241,200</u>	<u>213,622</u>
ACCUMULATED FUNDS			
Balance brought forward		213,622	176,117
Change in Financial Position Resulting from Operations		27,578	37,505
ACCUMULATED FUNDS AT THE END OF THE FINANCIAL YEAR		<u>241,200</u>	<u>213,622</u>

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2013

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30th June 2013**

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	2013 \$	2012 \$
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 - 4 -

EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

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	<hr/>	<hr/>
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Trade Creditors	2,397	4,161
Payroll Liabilities	8,652	2,826
	<hr/>	<hr/>
	13,671	13,719

CHIEF EXECUTIVE OFFICER'S STATEMENT

I, ANTHONY IRVINE, the person for the time being occupying the position of CHIEF EXECUTIVE OFFICER of EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION do hereby state that the Financial Statements of the Association for the 30 June 2013 financial year are to the best of my knowledge presented fairly and in accordance with accounting procedures which have been maintained in accordance with the *Local Government Act 1999*, and the *Local Government (Financial Management) Regulations 1999* made under that Act.



Signed

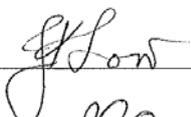
Dated 20/9/13

STATEMENT OF THE BOARD OF MANAGEMENT MEMBERS

In the opinion of the Board of Management of the Eyre Peninsula Local Government Association the accompanying Financial Report attached hereto, are drawn up so as to present fairly the results of the Association for the year ended 30 June 2013, and the state of affairs of the Association as at 30 June 2013, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Signed 27th day of September 2013

in accordance with a resolution of the Board of Management

 Member Julie Low
Mayor DEEP.
 Member Bruce Green.
Mayor PLCC.





John D. Ewen & Associates
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EYRE PENINSULA LOCAL GOVERNMENT ASSOCIATION

We have audited the accompanying Financial Report of the Eyre Peninsula Local Government Association which comprises the balance sheet as at 30 June 2013 and the income statement and statement of changes in equity for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Chief Executive Officer's declaration as set out on pages 1 – 5.

THE CHIEF EXECUTIVE OFFICER'S RESPONSIBILITY FOR THE FINANCIAL REPORT

The Chief Executive Officer is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) the *Local Government Act 1999* and the *Local Government (Financial Management) Regulations 1999*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

AUDITOR'S RESPONSIBILITY

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

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

AUDITOR'S INDEPENDENCE DECLARATION

In conducting our audit we have complied with the independence requirements of the *Local Government Act 1999*, the *Local Government (Financial Management) Regulations 1999* and the Australian professional accounting bodies.



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