

Clare & Gilbert Valleys Council ANNUAL REPORT

2013/2014



The Clare & Gilbert Valleys Council presents the Annual Report on the work of the Council for 2013/14 in accordance with the requirements of the Local Government Act 1999 as amended.

Works

2013-14 was once again a busy and well filled year that ensured Council staff were kept busy with both programmed and unforeseen works. Extensive road maintenance and construction was carried out with the final exhaustion of the Local Government Disaster Funding apportioned to Council after the December 2010 flood events, as well as usual works programmed and funded from Council's budget. Min Man Rd, Main Road 45 (between Marrabel and Waterloo) and John St (Manoora), were new construction and seal road projects successfully completed. The placement of hot mix pavement on Lennon St in Clare concluded the 'Powerline Environment Improvement Project' that entailed the undergrounding of the overhead power lines by SA Power Networks, new kerbing and pathways by Council, and has resulted in a great linkage with the recently established Riesling Trail head parking area by the Riesling Trail Committee. The winter season presented some challenges with consistent wet weather causing some issues with practical timing of some programmed works but also offering some welcome opportunities to fill storage facilities and recharge ground water aquifers.

One of the larger external grants that was received within our district was for the re surfacing of the Rattler Trail which extends from the southern end of the Riesling Trail at Auburn through to Riverton. This funding provided for remediation to the extensive damage that resulted from the 2010 floods and included works on 6 bridge crossing locations. The resultant trail route, linking with the Riesling Trail, provides an attractive asset that traverses through a large proportion of our district and offers a great opportunity for community focus groups to promote Clare and Gilbert Valleys to a wide audience.

Another significant building construction project resulted from the merging of the Visitor Information Service with the Clare Library Service. The associated upgrade works to the library building resulted in the establishment of the Clare Valley Discovery Centre that has greatly changed the central business district landscape. The building works included large scale removal of interior walls, installation of a service elevator, new ablution facilities and compliant interior and exterior access ramps. There are additional works programmed to install exterior signage, lighting and seating areas to further enhance the facade and provide visual appeal.

The construction of the Gleeson Wetlands at the site of the previous Clare effluent evaporative lagoons resulted in the establishment of an ecological fauna and flora habitat reserve that doubles as an environmental recreational park. This site, while being established and requiring ongoing plantings and maintenance, has been chartered to the local Lions group via agreement. The Lions attend the park regularly and tend to the establishment of plants, monitor wildlife activity and report on any Council maintenance action required. This has already been considered a great collaborative success with increasing patronage and a number of school groups involved in planting days.

The consultation, discussion and conducting of process to transfer the old Saddleworth School to the Saddleworth Historical Society has been continuing throughout 2013/14. The old school house sits adjacent to the existing Council maintenance depot. at the top of Hill Street. The building was surplus to Council's requirements, indeed the building had not been used for a number of years, and without an interest group such as the Historical Society, it was potentially destined to dilapidate further. An agreement was brokered for Council to hand over the building to the Society at no charge, and fence the property to maintain discreet separation of the two sites. Once the legalities finalised the group will determine the best short term usage of the site and gauge potential future opportunities for expansion of their historical displays.

Libraries

In February 2014 renovations to the Clare Public Library commenced and through this process the Clare Library has been renamed the “Clare Valley Discovery Centre”.

The Clare Valley Discovery Centre is a project which has been developed in the heritage listed Clare Library building to provide the community with enhanced facilities and accessibility, as well as addressing some health and safety issues for staff and volunteers. The refurbished and renovated building was opened for public use on May 16, 2014.

What makes this project unique within the library system is the integration of tourist information with library services that has allowed the library to be open seven days a week for borrowing and facilities use. This has provided the community with an enhanced and vastly improved service, which is particularly valuable to disadvantaged members of the community who do not have private access to WiFi or computer/internet and allowing school students the opportunity for weekend study and homework.

Due to the heritage values of the building it has taken some time and changes in thinking by the Heritage Branch to enable plans to be prepared which have created a large, light and airy internal space, which combines all the positive aspects of a traditional library with modern technology, as well as integrating tourism information into the day to day services provided by Discovery Centre staff.

Programs for children have continued along with the very popular home library service. All branches have access to free internet and WiFi and assistance is ongoing through lifelong learning programs which are provided either formally with training sessions or informally as required to help bridge the digital divide and build foundation information and digital literacy skills in the community.

Another program of successful author events was conducted, including visits by:

- Nicole Alexander and Judy Nunn at Clare
- Dudley Afford and Linda Schmith at Saddleworth

Citizenship Ceremonies

Australian Citizenship is an important common bond for all Australians (whether Australians by birth or by choice) and lies at the heart of a unified, cohesive and inclusive Australia. Citizenship celebrates Australian values including democracy, equality under the law and respect for each others' beliefs. It is a unique symbol of formal identification with Australia, acknowledging responsibilities and conferring substantive privileges which allow people to participate fully in the community.

Citizenship ceremonies are public ceremonial occasions which provide an important opportunity to formally welcome new citizens as full members of the Australian Community. Representatives of all three levels of government (Federal, State or Territory, and Local), community leaders, friends and relatives of the candidates are invited to attend.

Local Governments conduct most citizenship ceremonies. The Mayor has been authorised as a person who may receive the pledge as a citizen of the Commonwealth of Australia. During the last year, nine Citizenship Ceremonies were conducted by Mayor Aughey.

Fire Prevention

The Clare & Gilbert Valleys Council continues to encourage all property owners & residents to undertake bushfire hazard reduction works on their properties.

Council's routine property inspections were undertaken and as a result 344 Schedule 12 Notices were issued. This is a reduction of 55 notices compared to the previous financial year. This, along with the above average fuel loads, shows that residents of the Clare & Gilbert Valleys Council are voluntarily participating in bushfire hazard reduction measures.

We are confident that Council involvement in fire prevention has created a safer environment for the members of our community.

Immunisation

The Clare and Gilbert Valleys Council in conjunction with the City of Playford continued to provide school-based vaccinations at the Clare and Riverton High Schools in accordance with the National Immunization Program with good rates of vaccine uptake.

Mid North Community Passenger Network Scheme

The Mid North Community Passenger Network (MNCPN) provides transport services to support the needs of the transport disadvantaged, aged, frail and disabled to our region. These services are provided with the professional assistance of a group of highly dedicated and fully accredited volunteer drivers.

The MNCPN ensures the smooth operation of this program utilising seven sedans based at hospitals with a team of 56 volunteers from around the Mid North.

The MNCPN has also a ten seater wheelchair access bus contracted by Yorke Peninsula Coaches.

Australia Day

Every year Council hosts an Australia Day Breakfast at Clare, Riverton, Saddleworth and Auburn. These functions are open to all residents of the Council area and attract around 1,000 people. Council presents awards to acknowledge outstanding efforts made by local people and groups to community development. Citizen of the Year and Young Citizen of the Year Awards, are presented to individuals and a Community Event of the Year Award is presented to an outstanding group.

Australia Day Awards for 2013

Citizen of the Year

Northern	Mr John White
Central	Mr Neil Croughan & Mr Peter Lane
Southern	Mr Brian Kemp

Community Event of the Year

Northern	Bush for Life
Central	HATs Festival of Music
Southern	Riverton High School Centenary Celebrations

Regulatory Services

Council provides a wide range of services, many of which are prescribed by various State Government Acts and Regulations.

They include:

- The Development Act
- The Heritage Act
- The Building Code of Australia
- The Public and Environmental Health Act
- The Food Act

The Development Act

Council plays a significant role in the development of policies and management of the environment at a local level, and also assists at Regional and State level. Provision is made under the Development Act for Council to receive and assess applications for development. These applications range from verandahs, garages and dwellings to relatively large scale commercial development.

The Heritage Act

Local Government also plays a significant role in the assessment of development proposed in the State Heritage Area of Mintaro, the Historic Conservation Zone in Auburn and numerous State and Local listed buildings and properties throughout the Council area. These development applications are assessed and referred to the Department of Environment, Water and Natural Resources (DEWNR) Heritage Branch and Council's Local Heritage Advisor for assessment in accordance with the Heritage Act.

Disability Discrimination Act

Pursuant to the requirements of the Disability Discrimination Act, Council has developed a Disability Action Plan to assess Council's public buildings and infrastructure in line with the Act. Improvements have been made to facilitate access and egress for people with disabilities.

Development Applications - Planning

The majority of planning applications assessed by Council under the Development Act were "*Consent Applications*" which do not involve public notification and are dealt with by Council staff using delegated authority.

Other applications considered as Category 2 or 3 forms of development, pursuant to the Development Act, required public notification procedures to be followed. Similarly, those forms of development classed as non-complying also followed the public notification procedure.

The District Townships and Settlements Development Plan Amendment was identified as a high priority in Council's Strategic Directions Review 2013. Subsequently Council began preparing the District Townships and Settlements Development Plan Amendment Report. The Statement of Intent was submitted to the Minister on 9th May 2014, and the issues and investigations agreed to in the Statement of Intent were undertaken and addressed. The draft report was prepared and distributed to relevant government agencies and copies were made available to the public for consultation. Submissions were received and compiled and the final report will be submitted to the Minister in early 2015.

308 development applications were received between 1 July 2013 and 30 June 2014. As a comparison, 282 development applications were received between 1 July 2012 and 30 June 2013 and 300 were received between 1 July 2011 and 30 June 2012.

The value of development applications increased to \$20.03m from \$16.17m in 2012/13. It should be noted that these figures relate to planning assessments only and not 'as built' work.

Public and Environmental Health Act

The Public Health Act provides the standards, rules and powers used to preserve, protect and promote the public's health. The act provides a modernized, flexible legislative framework so South Australia can respond to new public health challenges as well as the traditional ones.

Council also has the responsibility to improve and protect public and environmental health in the community. Inspections are carried out to ensure proper standards of environmental health are being met. Inspections include waste water treatment systems, public swimming pool / spa inspections, childcare centres, unsanitary housing conditions, etc. Council's Environmental Health Officer also inspects food premises to ensure compliance with the Food Safety Standards and the Food Act.

Waste Control

A total of 77 waste control system applications were approved in 2013/14. Those that did not have connections into Council owned and operated community wastewater management schemes, were mainly for "aerobic" wastewater treatment systems. Both under floor plumbing and drain inspections are undertaken during the installation process.

Unsanitary Conditions

Council's Environmental Health Officer acts on complaints from the public or from general inspections and investigates premises that may be deemed to be in an unsanitary condition. Action is then instigated if the complaint is upheld.

Rats, mice and other vermin infestation complaints are investigated and advice or direction of eradication is given where appropriate.

Food Act

Council's Environmental Health Officer undertakes routine inspections of the various food businesses within the Council area on an ongoing basis for compliance with the South Australian Food Act and the National Food Safety Standards which form a section of the Food Standards Code.

The Food Safety Standards outline both the structural and hygiene requirements with which the various food businesses are required to comply. Notifications of any food borne related illnesses in the Council area are received by Council's environmental health officer from the Communicable Disease Control Branch of SA Health and are investigated or followed up when required.

Animal Management

Over the course of the 2013-2014 financial year Council reviewed the Dog & Cat Management Plan in accordance with the Dog & Cat Management Act. Council promotes responsible pet ownership throughout the Council area by means of advertisements & social media, promoting microchipping, de-sexing, & obedience training, working with local veterinarians & providing support to local obedience training groups. These strategies will assist in creating an environment in which people and pets can safely integrate without negatively impacting the community.

In the 2013-2014 financial year the total number of dogs registered with Council was 2,605. Council continued to offer free registrations to new dogs first registered with Council regardless of age (those who received a free first time registration in the previous financial year are now required to pay the annual fee). This saw an additional 105 dogs registered/renewed with Council.

Dogs impounded due to wandering at large saw a increase of 21 dogs with a total of 61 dogs being impounded throughout the financial year. Of those 61 dogs, 54 were claimed by their owners within 72 hours. The current dog holding facility is able to hold three dogs under cover with access to a large exercise yard. Dogs that are not claimed within 72 hours are transferred to the Animal Welfare League for temperament testing and rehousing.

Council has decided not to introduce any Cat Management Legislation. Instead Council provides mediation between affected residents as well as providing information relating to responsible cat ownership. Residents are able to hire a humane cat trap free of charge in cases where feral cats are causing a problem for a particular area.

Council will continue to liaise with the Dog & Cat Management Board to promote responsible pet ownership within the Clare & Gilbert Valleys.

Finance

In the past few years the Federal Government has made advance payments of the Financial Assistance Grant. No such advance was made in June 2013 which resulted in a reduction in operating income for 2013/14 of \$472k. The receipt of a high amount of other grants and subsidies however, contributed to the achievement of an operating surplus of \$378k for the year.

There has been a continued emphasis on Council's long term financial sustainability with expenditure of \$4.45m on the renewal of assets. A further \$0.6m was spent on new or upgraded assets partly funded by external funds received.

The three financial indicators recommended for the measurement of financial sustainability throughout Local government are reported on in Note 15 of the General Purpose Financial Reports and all indicators were within or better than the set target ranges.

Council's net outlays for the year (Note 16) was \$978k with income supplemented by the use of Council reserve funds.



Canola crop on a foggy morning in the valley



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Our district comprises some of the most productive lands and scenic landscapes in Australia with the capacity to deliver premium products and experiences. Located adjacent to the outer metropolitan area of South Australia's capital Adelaide, the Clare & Gilbert Valleys enjoy the advantages of proximity and accessibility with an enviable rural lifestyle.

The Clare Valley wine region is famous for its world class Riesling and has achieved recognition as Australia's Capital of Riesling. Combined with Shiraz as another staple, and emerging wine varieties, the Clare Valley continues to have a strong future in viticulture and winemaking.

The productive and fertile lands of the Clare and Gilbert Valleys combined with favourable climatic conditions result in excellent broad acre cropping opportunities and livestock production. This strength provides a strong foundation for Clare Valley Cuisine and an increasing trend towards value-adding before and beyond the farm gate.

The vision for the Clare & Gilbert Valleys is described as "*vibrant communities working together to grow in a dynamic, innovative and sustainable way*". This statement embraces the tapestry of towns, villages and rural landscapes across which our population of 8,749 (2011 Census) is dispersed. Ranging from the service towns of Clare, Riverton, Saddleworth and Auburn through to the villages of Stockport, Tarlee, Rhynie, Manoora, Mintaro, Watervale and Sevenhill, each has a proud history, great stories and positive future.

The Clare & Gilbert Valleys form part of the traditional lands of the Kaurna and Ngadjuri peoples and their rich connection and association with this place is recognised.

The Clare & Gilbert Valleys attracts the focus of South Australia's trails network. Home to the renowned Riesling Trail, which hosts cycling and walking from Barinia in the north to Auburn in the south, it covers more than 35kms along the old railway corridor. A southern extension through the Rattler Trail, from Auburn through to Riverton, makes a total distance of 60kms. The Heysen, Mawson and Kidman Trails also traverse the Council's landscape offering a diversity of experiences and interests.



North of Linwood Bridge

Education is a focus for the Clare & Gilbert Valleys with excellent public and private schools and a number of training organisations. A quality library service is provided through full time libraries at Clare, Saddleworth and Riverton with an agency in Auburn. The emerging involvement in the Mid North Knowledge Partnership with Flinders University and the strong presence of the University of the Third Age enable a wide variety and range of interests to be explored.

The high level of health and associated services available locally, including two hospitals and an excellent ambulance service along with the presence of the Mid North Passenger Transport Scheme provide well for those that need assistance.

The recent development of the Clare Valley Aerodrome greatly enhances the prospects for the Council region as an accessible destination for visitors to utilise the many excellent accommodation venues, function centres and tourist facilities available, including the wide variety of historic sites and events which occur in the area. The increased fire fighting capabilities provided by the Aerodrome is another important benefit provided by that facility. A taxi service and several local private transport and tour companies are also readily available.

The Clare & Gilbert Valleys comprises safe communities with a low crime rate and a strong police presence. An active and efficient emergency service is present throughout the region provided by dedicated and well trained volunteers of the CFS and SES. The region also has access to many State and Federal government agencies including; Rural Solutions, Natural Resource Management and Department of Environment Water and Natural Resources, Regional Development Australia, Department of Education and Child Development, Country Health SA, SA Water, Department of Planning, Transport and Infrastructure and Medicare Local.

The Clare & Gilbert Valleys Council was proclaimed on 1st July, 1997, having been formed through the amalgamation of the District Council of Clare, the District Council of Riverton and the District Council of Saddleworth & Auburn.

Distance of Principal Office to Adelaide - 143km

Area of Council - 1,840 km²

Distance of Council's sealed roads - 209km

Distance of Council's unsealed roads - 1,615km

Number of Rateable Assessments - 6,701

Number of Non-Rateable Assessments - 615

Number of Electors

State Roll - 6,515

Council Roll (Supplementary Roll) - 115

Total - 6,630

Principal Office:

4 Gleeson Street, Clare

Postal Address:

4 Gleeson Street, Clare SA 5453

Branch Offices:

21 Torrens Road, Riverton

19 Belvidere Road, Saddleworth

Libraries:

33 Old North Road, Clare

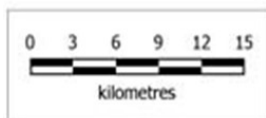
19 Belvidere Road, Saddleworth

6 St Vincent Street, Auburn

Riverton High School/Community Library, Oxford Terrace, Riverton

Website: claregilbertvalleys.sa.gov.au

Email: admin@cgvc.sa.gov.au



LOCALITIES WITHIN THE CLARE & GILBERT VALLEYS COUNCIL AREA

Alma, Anama, Armagh, Auburn, Barinia, Benbournie, Black Springs, Boconnoc Park, Bungaree, Clare, Emu Flat, Farrell Flat, Giles Corner, Gillentown, Halbury, Hill River, Hilltown, Hoyleton, Leasingham, Manoora, Marrabel, Mintaro, Penwortham, Polish Hill River, Rhynie, Riverton, Saddleworth, Salter Springs, Sevenhill, Spring Farm, Spring Gully, Stanley, Stanley Flat, Steelton, Stockport, Tarlee, Tarnma, Tothill Belt, Tothill Creek, Undalya, Waterloo, Watervale and Woolshed Flat.

Corporate Governance

1. Hold regular Council meetings and Council workshops.
2. Hold community forums including those for Peak Bodies and Community Committees.
3. Promote and support the role of the Mayor including the conduct of civic receptions, Australia Day celebrations, Citizenship Ceremonies and Twinning arrangements.
4. Promote and support the roles of Elected Members, including the ongoing use of ICT and self-assessment and training.
5. Identify and implement all appropriate and relevant legislation, standards and codes pertaining to local government business.
6. Develop and review policy, procedures, systems and processes to reflect legislation and good governance, including the review of Council's delegations register.
7. Continue to work towards the development of the Work Health and Safety Local Government One System in compliance with Local Government Workers Compensation Scheme and Workcover requirements.
8. Continue to support Council employees in training, including employees currently undertaking nationally recognised training, ranging from certificate to diploma level. While this is reflected in the budget it should also be noted that funding has been obtained for much of this training through a range of government and federal funded programs.
9. Continue to maintain the asbestos register in accordance with legislation, to identify the type, condition and location of asbestos in all Council buildings and structures. Council continues to work with Carter Corporation, to conduct this inspection annually.
10. Continue to support Peak Body Projects which range in diversity and complexity and maintain insurance reimbursements with an annual allocation of \$58,500 in the budget.
11. Continue to support Council Committees with a budget allocation of \$7,000.
12. Promote the Mid North Community Passenger Network which is hosted by Council to continue the improvement of services to the community.
13. Continue to assist the community to risk manage community events.
14. Continue to develop/review Council's Emergency Management Plans and Business Continuity Plans.

Library & Information

1. Maintain core services.
2. Consolidate and strengthen the *One Card* (State) Library Management Network. Continue to build partnership with Riverton School Community Library.
3. Design interior space at the *Clare Discovery Centre* to meet customers' needs.
4. Evaluate opening hours at the *Clare Discovery Centre* to assess and meet the ever changing community needs and the dual role of the centre.
5. Continue to consolidate the library and visitor information functions of the centre.
6. Extend lifelong learning programs to help bridge the digital divide and build foundation information literacy skills in the community.

Finance

1. Steer the annual budget setting processes.
2. Provide financial reports as required by departments to allow for effective monitoring.
3. Prepare external reports including Annual Financial Statements and Australian Bureau of Statistics Returns.
4. Facilitate the finalisation of the review of the Infrastructure and Asset Management Plan (IAMP).
5. Revise ten year Long Term Financial Plan in conjunction with the IAMP.
6. Continue to assist the Audit Committee as required by the Local Government Act.



Recreation & Lifestyle

1. Continue to update, review and follow the recreation business plan.
2. Seek grant funding opportunities for projects such as pool blankets, entrance sign, turnstile entry system and shade for the outdoor pool at The Valleys Lifestyle Centre.
3. Provide local sporting groups and organisations with details of grant funding opportunities to help build a healthy and vibrant community.
4. Increase marketing through a variety of mediums to promote services and programs at Riverton Pool and The Valleys Lifestyle Centre.
5. Plan, event manage and deliver the 2015 Clare SA Masters Games in conjunction with the local community and Sport SA.
6. Work to improve customer service, improve traffic management and centre retention.
7. Work closely with the Clare Sports Club to improve services and increase use of the function centre.
8. Continue to be part of the Clare Half Marathon Committee to promote the event and increase entries.
9. Build on the successful implementation of activities such as bootcamps, local running group and Council offered sporting programs.

Infrastructure

1. Resheeting approximately 81.5 kilometres of unsealed roads including those funded from the Disaster Fund.
2. Reseal approximately 4.5 kilometres of sealed township roads.
3. Continue program to construct and seal the Min Man Road with Roads to Recovery funding.
4. Installation of guard rail on the Pioneer Avenue bridge.
5. Development of the Mill Street Car Park in Clare.

Development, Environment & Regulatory Services

1. Progress the District Townships and Settlements Development Plan Amendment Report for various townships within the Clare & Gilbert Valleys Council area.
2. Plan to provide residential land to enable a supply of diverse, affordable and sustainable housing to meet the needs of current and future residents and visitors.
3. Identify and protect places of heritage and cultural significance, and desired town character.
4. Strategically plan and manage town growth.
5. Continue to review planning policy through the Development Plan Amendment process.
6. Encourage development to be above the minimum Energy Efficiency Star Rating for environmental sustainability.



Corporate Governance

2013/2014 Key Objectives	2013/2014 Outcomes
Hold regular Council meetings and Council workshops.	All meetings and workshops conducted with two Council meetings held in communities of Marrabel and Saddleworth.
Hold community forums including those for Peak Bodies and Community Committees.	Community Committees and Peak Body recognition evenings held in March 2014 and April 2014.
Promote and support the role of the Mayor including the conduct of civic receptions, Australia Day celebrations, Citizenship Ceremonies and Twinning arrangements.	Australia Day celebrations were held in Riverton, Saddleworth, Manoora, Auburn and Clare. Civic receptions were held throughout the year.
Promote and support the roles of Elected Members, including the upgrade of ICT and self-assessment and training.	Elected Members have continued to embrace the iPads within the Council Chamber and therefore are working towards technology based Council meetings and workshops. Mandatory Elected Members Code of Conduct training held September 2013.
Identify and implement all appropriate and relevant legislation standards and codes pertaining to local government business.	All relevant legislation standards and codes pertaining to local government identified and adhered to.
Develop and review policy, procedures, systems and processes to reflect legislation and good governance, including the review of Council's delegations register.	All of Council Policies and Procedures were reviewed in September 2013. Delegations register reviewed as required by legislation.
Continue to work towards the development of the OHSW Local Government One System in compliance with Local Government Workers Compensation Scheme and Workcover requirements.	With the introduction of the new Work Health and Safety legislation in January 2013 all WHS Policies, Procedures and documents are continuing to be reviewed as required by legislation.
Continue to support Council employees in training, including employees currently undertaking nationally recognised training, ranging from certificate to diploma level. While this reflects in the budget it should also be noted that funding has been obtained for much of this training through a range of government and federal funded programs.	Training continues to be undertaken by employees in nationally recognised training. State and Federal Government funding is sourced to support training with Council. Council staff continue to undertake a range of in-house training in accordance with Council's training program.

Corporate Governance

2013/2014 Key Objectives	2013/2014 Outcomes
Continue to maintain the Asbestos Register in accordance with legislation, to identify the type, condition and location of asbestos in all Council buildings and structures. Council continues to work with Carter Corporation to conduct this inspection annually.	Council has continued to engage Carter Corporation to assess and maintain the Asbestos Register for all Council properties. Council continues to remove asbestos according to Hazard Risk Priority.
Continue to support Peak Body projects which range in diversity and complexity and insurance reimbursement with an annual allocation of \$45,500 in the budget.	Peak Body projects supported and insurance reimbursed as per Peak Body Agreements.
Continue to support Community Committees with a budget allocation of \$3,500.	Community Committees supported through funding allocation.
Promote the Mid North Community Passenger Network which is hosted by Council to continue the improvement of services to the community.	Mid North Community Passenger Network continues to grow in usage in all four partner Council areas.
Continue to assist the community to risk manage community events.	Council continues to assist the community to risk manage various community events across the whole Council area.
Continue to develop Council's Emergency Management Plans and Business Continuity Plan.	Council is progressing the adoption of Emergency Management Plans. Completion of Business Continuity Plan.



Mayor Allan Aughey & Costa Georgiadis from
ABC Gardening Australia
At the Savannah Farm—Future of Food
Tasting Event

Recreation Facilities

2013/2014 Key Objectives	2013/2014 Outcomes
Continue to update, review and follow the recreation business plan.	Completed and ongoing with regular reviews.
Increase all areas of group fitness with additional classes and higher levels of participation.	Attendance records show consistent growth through 2013/14 and the inclusion of many new classes and new times.
Increase the participation in sporting programs offered by the Council across the region.	Participation in Council offered sports such as Futsal and netball remained steady, a slight drop in Gymnastics participants due to changes in coach personnel.
Launch the stand alone website for The Valleys Lifestyle Centre.	Completed.
Seek community consultation to improve services and increase participation at the Riverton pool complex.	Completed. Consultation outlined a need for improved opening hours which were implemented but attendance figures show it was not supported.
Explore the opportunity to implement a swim school program at the Riverton Swimming Pool and increase opening hours.	Ongoing with further discussion to take place.
Work closely with the Clare Sports Club to improve services and increase use of the function centre.	Ongoing.
Continue to sit on the Clare Half Marathon Committee to promote the event and increase entries.	Completed. Over 700 entries for the event which continues to grow and be a successful event for the community and local tourism.
Investigate the opportunity for a local running / walking group.	Completed. Implemented January 2014.
Grant applications to be made through the next round of Office for Recreation & Sport for recreation services, groups and facilities.	Completed. Grant opportunities also provided to local sporting and not for profit clubs to seek funding for worthy projects. Successful applicants include Mintaro Tennis Club and Hilltown Tennis Club.



Crows V Power SANFL at Clare Sunday 4 May 2014

Development, Infrastructure & Environment

2013/2014 Key Objectives	2013/2014 Outcomes
Infrastructure	
Resheeting approximately 75 kilometres of unsealed roads including roads funded from the Disaster Fund.	Completed.
Reseal approximately 14 kilometres of sealed roads.	Completed.
Continue program to construct and seal the Min Man Road with Roads to Recovery funding.	Ongoing.
Installation of guard rail on the Pioneer Avenue bridge.	Deferred to 2014/2015.
Upgrade subsurface irrigation at Saddleworth and Riverton Ovals.	Completed.
Complete Rural Property Addressing including road name signage installation.	Scheduled for completion by 31 December 2014.
Construct new ablution facility at Riverton Duck Pond.	Scheduled for completion by 31 Oct 2014.
Development & Environment	
Progress the Strategic Direction Review of the Development Plan for the Clare & Gilbert Valleys Council area to completion.	The Strategic Directions Review Report was completed by Council and submitted to the Minister for approval in May 2014.
Plan to provide residential land to enable a supply of diverse, affordable and sustainable housing to meet the needs of current and future residents and visitors.	Through the Strategic Directions Review process Council identified suitable areas for future housing to meet the needs of the community.
Retain and strengthen the economic potential of primary production land.	Continue to protect primary production land through strong planning policy, and assess all development applications against the relevant objectives and principles of development control contained within Council's Development Plan.
Facilitate sustainable development and the protection of the environment that reflects the desired character outcomes for the Clare & Gilbert Valleys.	All development applications are assessed against relevant objectives and principles of development control. This ensures that development approvals are consistent with the Development Plan.

Development, Infrastructure & Environment

2013/2014 Key Objectives

2013/2014 Outcomes

Encourage best practice development that reflects the desired character outcomes for the Clare & Gilbert Valleys.

All development applications are assessed against relevant objectives and principles of development control. This ensures that development approvals are consistent with the Development Plan.

Encourage development to be above the minimum Energy Efficiency Star Rating for environmental sustainability.

Development assessment is conducted against relevant provisions within the Development Act and the Building Code of Australia, to ensure necessary requirements are met. Local context is assessed so that development best practice is able to meet local circumstances and conditions.

Review Council's Animal Management Plan.

Completed and approved. Will require review in 5 years time.

Trailer mounted elevated work platform



Stone work repair including re-pointing, Scholz Park, Riverton

Library & Information

2013/2014 Key Objectives	2013/2014 Outcomes
Maintain core services	Core services maintained reflecting the requirements of communities served, including the focus on print and digital literacy, lifelong learning, and library programs.
Migration of the Clare and Gilbert Valleys Library Service from the Library and Information NetworkK (LINK) to the Statewide One Library Management system. Continue to build partnership with Riverton School Community Library.	Migration successfully achieved with “go live” on 6 June 2013. The Clare, Saddleworth, Auburn Library’s, Clare History collection, Riverton School Community Library and Hamley Bridge collections were merged into the new system. Training and support were provided by CGVC Library staff to the Riverton School staff to ease burden of the migration process. Significant savings have been achieved through license and maintenance cost reductions and there is greater access to library materials.
Investigate and develop options for extending the Clare Library building.	Renovations to the Clare Library commenced in February 2014. The Clare Library will be rebranded “The Clare Valley Discovery Centre” and both Library and Visitor Information services will be delivered from the one facility. Improvements include a service lift, automatic glass entry door, improved disability access and an increase
Investigate options to extend opening hours at the Clare Library to reflect changing community needs and to enhance the Library’s role as a community hub.	The Clare Valley Discovery Centre which incorporates the Clare Public Library and the Clare Valley Visitor Information centre has been open 7 days a week from May 2014.
Extend lifelong learning programs to help bridge the digital divide and build foundation information literacy skills in the community.	Digital literacy program established focusing on core digital skills for Seniors. A successful grant application enabled three library staff members to complete professional development in digital literacy to equip them to teach digital literacy skills to members of the public.

2013/2014 Key Objectives	2013/2014 Outcomes
Steer the annual budget setting processes.	Annual Business Plan and Budget 2013/14 was adopted by Council on 3 June 2013 following a period of public consultation.
Provide financial reports as required by departments to allow for effective monitoring.	Monthly reports provided with budget reviews quarterly.
Prepare external reports including Annual Financial Statements and Australian Bureau of Statistics Returns.	Audited Annual Financial Statements for the year ended 30 June 2013 were adopted by Council on 18 November 2013.
Revise Long Term Financial Plan incorporating details from the Infrastructure and Asset Management Plan.	Will be presented in the 2014/15 budget process.
Continue to assist the Audit Committee as required by the Local Government Act.	Audit Committee Meetings held 26 August 2013, 15 November 2013 and 11 March 2014, 5 May 2014



Wynvale Garden Group, grew & supplied trees for “One Million Plants by 2020” scheme many of the plants were utilised by Lions Club at the Gleeson Wetlands



Before & After
Stockport Community Hall Public Toilets
 Toilets organised by Stockport Community Association



Road Network

This focus area includes Bridges, Footpaths and Kerbing, Sealed Roads, Formed Roads, Natural Surface Formed Roads, Unformed Roads, Signage and Traffic Management.

Council's road network is vital for the liveability of this area providing access for essential services, education, health, business and commerce, transport of agricultural production, agricultural imports and visitors.

The road network maintained by Council comprises:

- 220 km sealed roads
- 1,610 km constructed rubble and natural surface roads
- 31 bridge structures

Council Objective

- Our road network is fit for purpose and sustainable such that it provides for safe and efficient movement of people and goods, enhances economic viability and improves the quality of life for the people that travel in the district.

Buildings and Infrastructure

This focus area includes Land, Buildings and Public Infrastructure including Drainage, Structures and Other Improvements.

Council holds an extensive portfolio of property assets on behalf of the community. Much of this is disposed as community land under the Local Government Act or essential Infrastructure (drainage and waste water treatment plants) with statutory limitations on how the Council can deal with the land. At 30 June 2014, the value of the buildings, land and infrastructure recorded on Council's balance sheet was \$162.2 million.

Council Objectives

- The buildings, land and infrastructure held by Council are fulfilling a useful function providing public value.
- These assets are fit for purpose and operated in a sustainable way that improves the quality of life experience for residents and visitors.

District Governance

This focus area includes Administration, Elected Members, Risk Management, Occupational Health Safety & Welfare.

Council is committed to the provision of a risk management strategy that allows for legislative compliance and the protection of all stakeholders including Council, committees, employees, the community and general public in their involvement, provision or use of Council services and assets. This will also consider long term sustainability and the practical and prudential management of council property and resources.

Council Objectives

- Local Government Act - Chapter 2 - The System of Local Government, describes Council's role in the following terms:

“ 6—Principal role of a Council

A council is, under the system of local government established by this Act, established to provide for the government and management of its area at the local level and, in particular—

- a. to act as a representative, informed and responsible decision-maker in the interests of its community; and***
- b. to provide and co-ordinate various public services and facilities and to develop its community and resources in a socially just and ecologically sustainable manner; and***
- c. to encourage and develop initiatives within its community for improving the quality of life of the community; and***
- d. to represent the interests of its community to the wider community; and***
- e. to exercise, perform and discharge the powers, functions and duties of local government under this and other Acts in relation to the area for which it is constituted.”***

Recreation

This focus area includes Parks and Gardens, Indoor Sports Facilities, Outdoor Sports Facilities, Ovals, Reserves, Outdoor Swimming Centres, Town Halls and Institutes.

Council contributes to the provision and maintenance of an extensive portfolio of recreation, lifestyle and social assets including the Valleys Lifestyle Centre, ovals, pools, Town Halls, Institutes and playgrounds.

Council Objectives

- The buildings, land and infrastructure held by Council are fulfilling a useful function providing public value.
- These assets are fit for purpose and operated in a sustainable way that improves the quality of life experience for residents and visitors.
- A healthy community enjoying a diverse range of activities and opportunities contributing to wellbeing and wellness.
- Create a healthy and active community through a range of tailored services, facilities, and meeting places to satisfy community needs in an accessible and affordable manner.

Environment

This focus area includes Natural Resource Management Levy, Waste Management and Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping and Other.

The Council area forms part of the Northern & Yorke Natural Resource Management Board. Council supports the work of the Board in striving to achieve a landscape management approach which functions across natural resource assets delivering integrated programs and solutions. This focuses on delivering ecologically sustainable development across the region. This approach is based on intergenerational equity and the precautionary principle to ensure a long term balance between use, conservation and development of the region's natural resources.

With closure of the Clare and Rhynie Waste Landfill sites the focus on waste reduction, re-use and recycling has intensified. Council has developed a modern resource recovery centre at Clare and is investigating the development of a smaller scale facility to better service the southern portion of the Council area.

Council Objectives

- Conservation, interpretation and articulation of the strong environmental values across the district.
- Healthy river systems.
- Revegetation to create biodiversity and habitat links.
- Reduced energy consumption.

Culture

This focus area Library Services - Heritage, Museums and Art Galleries and Other Cultural Services.

The Council provides its principle Public Library services through branches at Clare and Saddleworth and supports the Riverton School Community Library, through the Riverton High School. A library depot service is provided at Auburn and the Clare Regional History Collection, which forms part of the Clare collection, is located on the first floor of the Clare Town Hall. Council supports the local history collection at Riverton. With the rapid growth in digital communication and information the community's interests are becoming more sophisticated and diverse. The Libraries are increasingly being called upon to meet a wider range of information, social, education and learning needs in traditional and digital formats. Libraries are transforming to become centres for lifelong learning, improving quality of life and wellbeing at every stage by providing equal access and safe places for people to meet, acquire knowledge and be equipped for life. Building foundation literacy skills in the early years and improving digital literacy skills are core objectives to ensure all members of the community have the opportunity to reach their potential. The Volunteer Resource Hub provides information for potential volunteers to link with community organisations.

Heritage Arts & Traditions Inc (HATs Inc) has established at the Auburn Courthouse with an annual program of events and activities and interaction with members of the community and visitors.

The Visual and Performing Arts Association has been formed to provide support with the development and coordination of the arts in the Clare Valley and surrounding towns, and the publicity of events.

The district enjoys a strong arts and cultural presence with significant private galleries, studios and festivals.

Council Objective

- Increase the capacity of the Library and cultural initiatives to improve quality of life and learning from cradle to grave.

Economic Development

This focus area includes Regional Development, Tourism and Other Economic Development.

The Clare Valley tourism region is a great place to visit with exciting accommodation, wine, food, culture, cycling, recreation and outdoor experiences on offer.

The Council's annual and ongoing investment in public works through road improvements, presentation of parks, gardens, wetlands, reserves, playgrounds, streetscapes and amenities are enjoyed by residents and visitors alike.

With access to the National Broadband Network this district will become a leading digital economy contributing to Australia's productivity, increasing our global competitiveness and improving our social wellbeing. Broadband is the digital highway to the future providing cost reductions for doing business and global access to markets and consumers.

Council Objectives

- To support the development of Clare Valley tourism experiences.
- Reinforce the Region as a principal South Australian cycling destination.
- Support promotion of the Clare Valley as a Premium Wine Region and Australia's Capital of Riesling.
- Support the provision of high speed internet and telecommunications to all residents.

Business Undertakings

This focus area includes Caravan Parks and Community Waste Water Management Systems.

Council provides Community Waste Water Management Schemes to service the township areas of Clare, Riverton and Saddleworth.

The Clare Caravan Park is leased by Council to Discovery Holiday Parks Pty Ltd. Smaller caravan parks at Riverton, Saddleworth and Auburn are operated by Council Community Management Committees.

Council Objectives

- Achieving financial independence and sustainability for Council run Community Waste Management Scheme projects.
- The development of caravan parks to meet visitor expectations.

Regulatory Services

This focus area includes Dog Control, Building Rules, Town Planning, Litter Control, Health Inspection, Parking Control and Other Regulatory Services.

The functions of Council are prescribed by the Local Government Act. The Council also administers a broad range of regulatory functions allocated by the State Parliament. These roles encompass development (including planning and building rules) dog control, litter, health inspections and parking.

Council Objectives

- Orderly development of the Council area which complies with legislative requirements.
- Development which complements the heritage values of the district.
- To provide a safe and clean environment for all.
- Administration of the Dog and Cat Management Act.



Timber frame - inspected under Building Rules, Local Government

The Clare & Gilbert Valleys Council is committed to the application of national competition principles, the process for which is set out in the “Statement on the Application of Competition Principles for Local Government” known as the Clause 7 Statement.

All Councils in South Australia are required to identify activities that they are involved in which would be classified as “significant business activities” as defined in the National Competition Policy.

In broad terms “significant business activities” are defined as those activities where the costs are met predominantly from the user, rather than from rates or other revenue sources, and Council is conducting the activity with a view of earning a return, rather than meeting a community need that would not otherwise be met. The National Competition Policy is not intended to apply to non business, non profit government activities.

Any identified “significant business activities” must then be categorised further into category one and category two activities.

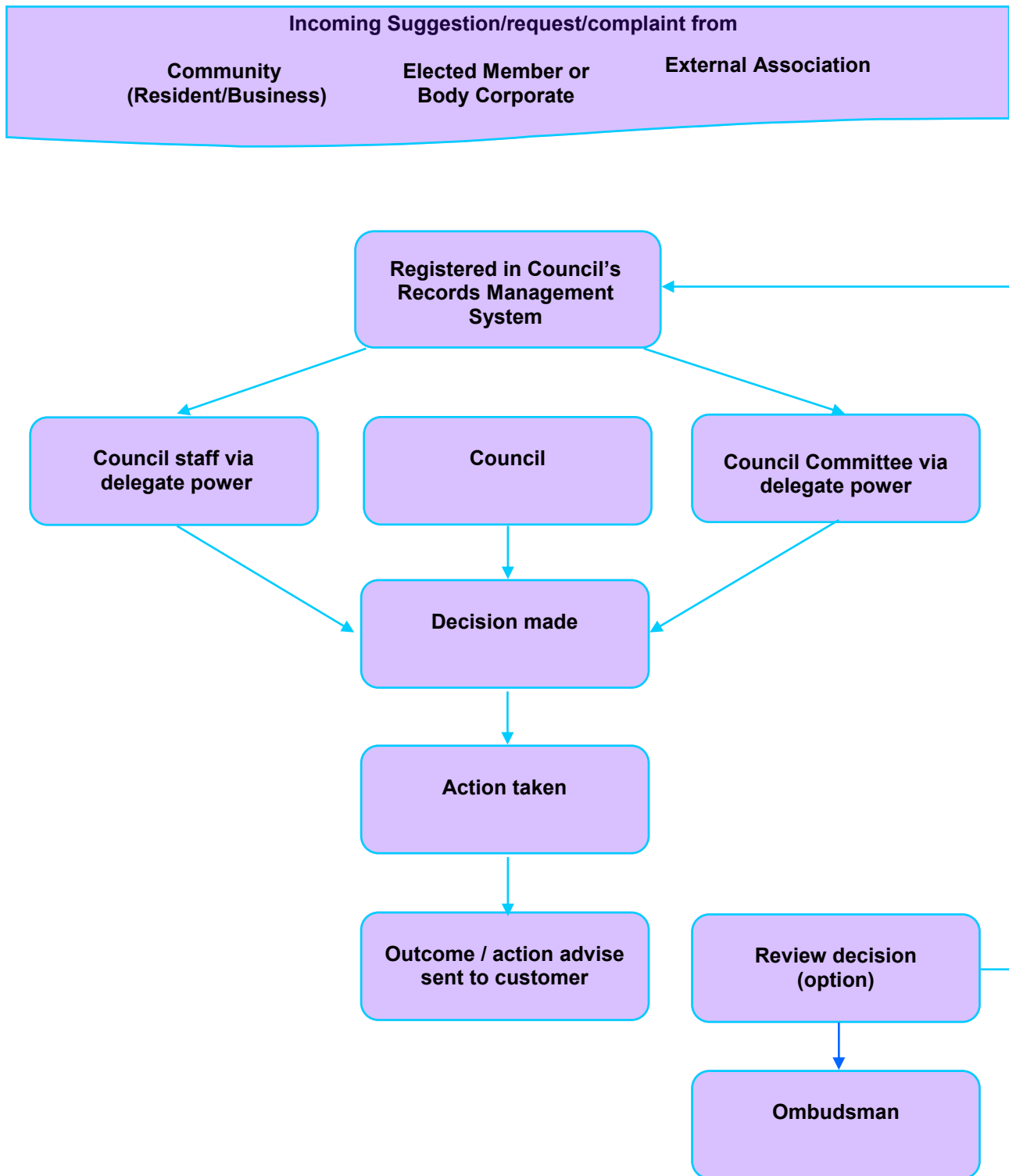
Category One business activities are those with an annual revenue in excess of \$2 million, or employing assets with a value in excess of \$20 million.

In accordance with the above the Clare & Gilbert Valleys Council has not identified any category one significant business activities.

Category Two business activities are those that either generate income or consume resources and which are significant to the Council concerned.

The Clare & Gilbert Valleys Council has not identified any category two business activities.

Decision making structure of Council



Public Consultation

The Clare & Gilbert Valleys Council maintains a Public Consultation Policy. This was developed and adopted in accordance with Section 50 of the Local Government Act 1999. Section 50 requires the policy to identify steps Council intends to take where the Act requires consultation and provides for the steps to vary according to the class of decisions to be made by Council.

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

To fulfil the requirements of this Policy, Council has identified a range of options available to it to communicate information to interested persons and invite submissions.

As a minimum, Council will publish a notice in a newspaper circulating in the area describing the matter for which public consultation is required, and inviting persons to make submissions to the Council within a period, being at least twenty one days from the date of the notice. Council will consider any submission received as part of its decision making process and will have regard to any relevant legislation.

The Clare & Gilbert Valleys Council is committed to transparent decision making processes and to providing access to a fair and objective procedure for the internal review of decisions.

Council Committees

Council has the following Advisory Council Committees established under Section 41 of the Local Government Act:

Facilities Management

Auburn Recreation Park
Clare Town Hall
Manoora Hall
Riverton Community Hall
Riverton Recreation Ground
Saddleworth Institute
Saddleworth Recreation Ground
Winkler Park
Scholz Park

Working Parties

Youth Advisory Committee
Dry Zone Working Party
Fire Prevention Committee
Clare and Gilbert Arts Committee

External Committees

Council also has Partnership Agreements with Community Peak Bodies from each of its townships to assist Council liaise with ratepayers and residents.

These Peak Bodies are:

- Auburn Community Development Committee Inc
- Clare Community Development Committee (a sub committee of the Clare Valley Business & Tourism Association)
- Manoora Community Committee Inc
- Marrabel Districts Community Association Inc
- Mintaro Progress Association Inc
- Rhynie Improvement Scheme Inc
- Riverton Community Management Committee Inc
- Saddleworth District Community Association Inc
- Stanley Flat Soldiers Memorial Hall Inc
- Stockport Community Association Inc
- Tarlee Hall and Community Services Inc
- Waterloo Soldiers Memorial Hall Committee Inc
- Watervale Community Association Inc

Human Resources Management

Equal Employment Opportunity

Council maintains its commitment to equal employment opportunities. Council has staff who span a wide range of age groups, and Council maintains a relatively balanced gender representation. The Chief Executive Officer is appointed as the Equal Employment Officer.

The Chief Executive Officer is responsible for:

- developing and implementing an equal employment opportunity program relating to employment with the Council;
- developing and implementing other initiatives to ensure that employees have equal employment opportunities in relation to that employment.

Human Resources and Personnel Practices, Policies and Procedures are reviewed annually.

Work Health Safety & Welfare

The Clare & Gilbert Valleys Council continues its endeavour to maintain a high standard of Work Health Safety. Pursuant to the WorkCover Exempt Employer Standards, Council is required as an exempt employer, to set its own Work Health Safety & Welfare (WHS) objectives based on the organisation's own gap analysis and to integrate Work Health & Safety & Welfare into the Council's Community Plan.

Risk Management

A Risk Management Review was undertaken by the Local Government Association Mutual Liability Scheme (LGAMLS) to assess the level of application of risk management strategies in Council. Risk Management has widely been recognised as the key to good corporate governance and compliance and there is a growing trend in the area of legislation and certification to require that risk management principles be in place.

Council's Risk Management review score of above the Local Government Regional average shows a continued commitment by all Council staff to embrace Risk Management systems and practices.

Training

Staff attended various training conducted in 2013/2014. Some have achieved formal recognition in their area of responsibility:

TRAINING CERTIFICATES AWARDED IN 2013/2014	
Professional Management Program	Grant McKenzie
Professional Management Program	Andrew Waters
Certificate 3 in Construction & Maintenance	Steven Reljich
Certificate 3 in Construction & Maintenance	Adrian Mason
Certificate 3 in Construction & Maintenance	Mick Tobin
Diploma in Planning	Kathy Jones
Diploma in Planning	Don Collinge
Diploma of Management Local Government	Lol Hill
Diploma of Management Local Government	Lynda Salter
Certificate 4 in Local Government Administration	Marlene Cott
Certificate 3 in Construction & Maintenance	Scott Bruce
Certificate 4 in Financial Accounting	Sarah Pilkington

Information on Remuneration of Senior Officers

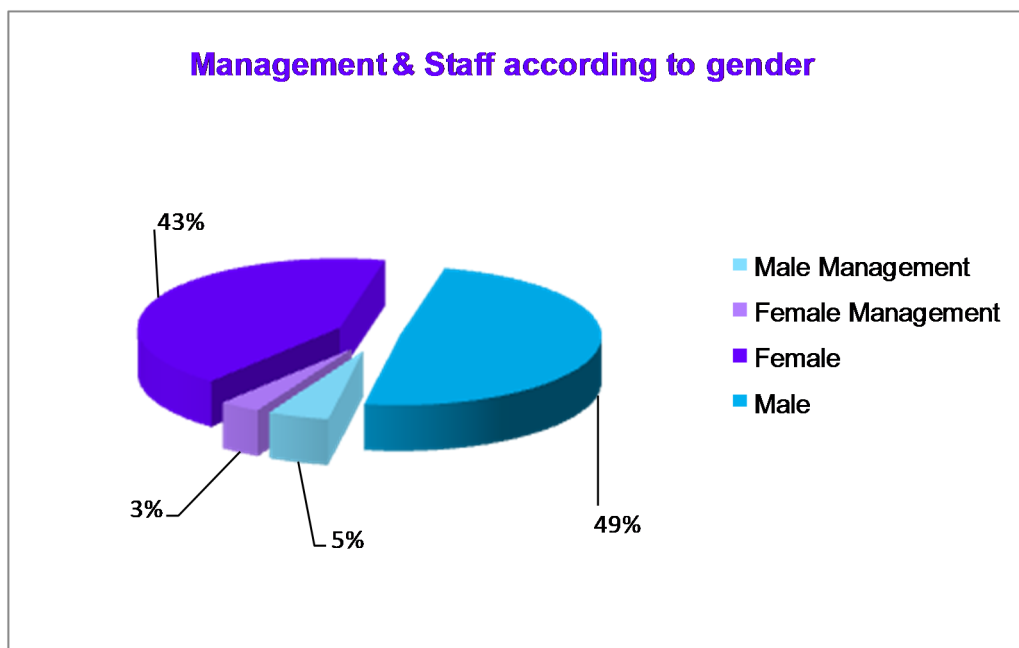
As at 30 June 2014, the executive team consisted of the Chief Executive Officer and 4 Managers. The executive team were paid total remuneration packages in the range of \$82k to \$191k.

These packages variously included:

- Salary
- Superannuation
- Provision of a motor vehicle for private use.

Human Resources – Council Staff

Council employed a total workforce of 61 people which was equivalent to 55 full time employees as at 30 June 2014.



COUNCIL STRUCTURE 2013/2014

COMMUNITY ELECTED COUNCIL

Chief Executive Officer Roy Blight

The role of the Chief Executive Officer is to provide leadership to the Council on issues of importance to its Communities and the Region, as well as managing the assets and affairs of the Council, effectively and efficiently coordinating its corporate resources, managing the legislative and strategic financial framework and the provision of strategic intervention as required. The Chief Executive Officer is responsible for implementing Council decisions and policies, day to day operations and affairs of the Council, proper management and maintenance of Council assets and resources, coordination of proposals, providing advice to the Council, application of proper management practices and assisting Council to assess performance against its strategic management plans.

DEVELOPMENT, INFRASTRUCTURE & ENVIRONMENT Grant McKenzie

Including for transport infrastructure planning, design, construction, maintenance and parks and reserves. Responsible for asset and property management, community wastewater management schemes and stormwater drainage.

Responsible for management and delivery of planning, building and health, policy development and services.

GOVERNANCE AND COMMUNITY SERVICES Leanne Kunoth

Including the statutory requirements and corporate governance policies and procedures of Council. Responsible for risk mitigation, OHSW, insurance, customer service, regulatory compliance and community liaison. Including management and delivery of public library service & visitor information centre.

RECREATION FACILITIES Andrew Waters

Involving operation of the Valleys Lifestyle Centre and Riverton Swimming Pool.

FINANCE

Carol McAvaney

Including the provision of sound financial management including annual financial statements, management accounting, budget preparation, rates collection, electoral roll, payroll and creditors.

Community Land

All Local Government land became classified as Community Land when the Local Government Act came into effect from 2000.

The Clare & Gilbert Valleys Council progressively determined which land should be excluded pursuant to Section 193 of the Local Government Act, with community consultation occurring throughout this process. Following consideration of submissions Council made its decision on the land to be excluded.

A Community Lands Register for Council was completed by 2002.

Where community land is being used for a specific purpose (eg being leased or a permit issued) management plans were prepared detailing the use of the land.

In accordance with the requirements of the Local Government Act, the Council revoked the community land classification for :

Lot 93 Corner Whip Street & Marrabel Road. Saddleworth

The revocation was approved by the Minister of Local Government.

The revocation was implemented to enable the transfer of the freehold title to the Unity Workforce Housing Project.

Registers, Codes & Policies

In Accordance with Schedule 4 of the Local Government Act, 1999, the following Registers are held at Council's Principal Office:

- Register of Primary Interest—Elected Members
- Register of Ordinary Interest—Elected Members
- Register of Allowances and Benefits—Elected Members
- Register of Remuneration, Salaries and Benefits—Employees
- Register of Public Roads
- Register of Community Land



Panorama view off the Riesling Trail at Watervale

The following documents are also available for public inspection at the Clare & Gilbert Valleys Council offices free of charge or may be purchased for a set fee:

Documents (general, codes, policies and registers)

- Additional Connections to CWMS
- Application to Lay Underground Services
- Art Collection Policy
- Audit Committee Policy
- Australia Day Awards Policy
- Banner Policy
- Building Fire Safety Committee
- Car Parking Contribution Policy
- Caretaker Policy
- CDAP Complaint Handling Policy
- Clare Town Hall Hire Policy
- Code of Practice for Access to Council Meetings & Documents
- Community Owned Property Rate Rebate & Service Charge Donation Policy
- Competitive Tendering, Contracting, Purchasing etc Policy
- Complaint Handling Policy
- Complaint Handling Procedure for Code of Conduct for Elected Members
- Concession Pricing Policy
- Corporate Card Usage Policy
- Council Meeting Rotations
- Council Member Conduct Complaint Handling Policy
- Council Members' Allowances and Benefits Policy
- Customer Service Protocol
- Deferral of Rates Due to Hardship Policy
- Development Assessment Procedures Policy
- Elected Member Induction Policy
- Elected Member Vacancy Policy
- Elected Members Appointment to External Boards
- Elected Members Training and Development Policy
- Emergency Response Operations Policy
- Ennis Park Policy
- Entranceways Policy
- European Wasp Policy
- Fines on Rates of Estate Properties
- Fraud & Corruption Prevention Policy
- Inspection of Building Work Policy
- Internal Review of Council Decisions Policy
- Media Contact Policy
- Mobile Food Vehicles Policy
- Nomenclature Policy
- Official Purchase Orders Policy
- Opening Prayer Policy
- Order Making Policy
- Outdoor Dining Policy

- Planting of Vines – Town Centre Policy
- Public Consultation Policy
- Rate Rebate Policy 2014
- Request for Service Policy
- Risk Management Policy
- Riverton Parklands Policy
- Safe Environment Policy
- Scholz Park – August Scholz Travelling Trunk Policy
- Secondhand Transportable Dwellings Policy
- Section 41 Committees Financial Support
- Treasury Management
- Unreasonable Complainant Policy
- Tree Management Policy
- Tree Planting on Roadsides Policy
- Unmade Road Reserves Upgrading Road(s) adjacent Development Policy
- Visitor Information Centre Accommodation Membership Policy
- Visitor Information Centre Brochure Display Policy
- Volunteer Policy
- Waiving of Development Fees for Not for Profit Organisations Policy
- Waste Management Charge Rebate
- Whistleblower Protection Policy
- Work Health Safety & Injury Management Policy



Rattler Trail Bridge Upgrade



Standing: Cr Elizabeth Calvert, Cr Alan Rye, Cr Wayne Thomas,
Cr Dianne Schwarz (Deputy Mayor), Cr Janet Kench,
Cr Sue Wurst, Cr Nedd Golding

Seated: Cr Helen Perry, Mayor Allan Aughey, Cr Wayne Molineux

The *Local Government (Elections) Act 1999* requires that elections will be held at intervals of four years, with the last election occurring in November 2010. The next scheduled election will be in November 2014.

Ordinary meetings of Council are held every third Monday of the month, commencing at 7pm. Members of the public are welcome to attend all regular Council meetings. Public question time is held during an adjournment of the meeting and anyone wishing to ask a question of Council is encouraged to attend. Further information about public question time and Council meetings is available from the Council offices.

Elected Members of the Council

Elected Members allowances	
	Per Annum
Mayor	\$35,415
Deputy Mayor	\$11,067
Councillors	\$8,885

The allowances after the November 2010 Election were determined by the South Australian Remuneration Tribunal in accordance with the Local Government Act.

In addition, Elected Members are provided an iPad to receive information from Council, including a communication allowance of \$600 per annum. A travel allowance for “eligible journeys” (as defined in Regulation 3 of the Local Government (Members Allowances and Benefits) Regulations 1999 at the rate per kilometre prescribed in Section 82KX(1)(a) of the Income Tax Assessment Act 1936 is available. Also a Travel Time Payment is payable to members whose usual place of residence is within the relevant council area and is located 50km or more from that Council’s principal office.

Meeting Attendance

A total of 12 Ordinary Council meetings and four (4) Special Council meetings were held during the year.

Meetings attended from July 2013 to June 2014

Elected Members	<u>Ordinary Meetings Attended</u>	<u>Special Meetings Attended</u>
Mayor Allan Aughey	12	4
Deputy Mayor Cr Dianne Schwarz	11	4
Cr Elizabeth Calvert	11	3
Cr Janet Kench	12	4
Cr Wayne Molineux	9	3
Cr Helen Perry	12	4
Cr Alan Rye	11	2
Cr Nedd Golding	8	3
Cr Wayne Thomas	9	2
Cr Sue Wurst	12	4

Elected Members’ Training

Council maintains a register of training and development activities attended by Elected Members. Over the last 12 months activities have included:-

- Council and Committee Meetings
- Australian Local Government Association – National General Assembly of Local Government
- Local Government Association – Annual General Meeting

Elector Representation

The Council comprises of a total area of 185,142 hectares. There are 9 Councillors, plus the position of Mayor.

Council's next Elector Representation Review is due in 2017.

The current representation quota for the Council is 727 electors per Elected Member.

A comparison with councils of similar size and type reveals the following:

Council	Number of Councillors	Number of Electors	Representation Quota
Berri Barmera	8	7,348	918
Clare & Gilbert Valleys	9	6,545	727
Grant	9	5,507	612
Light	10	9,986	998
Mallala	10	5,810	581
Naracoorte Lucindale	10	5,798	580
Renmark Paringa	8	6,384	798
Tatiara	9	4,514	502
Wakefield	9	4,676	520



Riverton Duck Pond

Audit Committee

Council has three independent members, one being the Presiding Member on the Council Audit Committee. The Presiding Member receives an allowance of \$1,200 per meeting and the independent members are paid an allowance of \$100 per meeting plus travelling. The Audit Committee Annual Report 2013-2014 is included on page 48.

	Appointed Council Meeting	Term Expires
Independent Members		
Presiding Member—Mr John Comrie	April 2011	April 2015
Mr Grant Norman	April 2011	April 2015
Ms Jillian Wood	July 2011	July 2015
Elected Members		
Mayor Allan Aughey	November 2011	November 2014
Cr Wayne Thomas	November 2011	November 2014

Development Assessment Panel

The Council Development Assessment Panel consists of four Independent Members and three Council Members. The Presiding Member is also one of the Independent Members of the Panel. The Presiding Member receives an allowance of \$432 per meeting plus overnight accommodation and the Independent Members receive an allowance of \$200 per meeting.

	Appointed Council Meeting	Term Expires
Independent Members		
Presiding Member - Stephen Hains	December 2012	January 2015
Independent Member - Greg Pulford	December 2013	January 2015
Andrew Hall	December 2012	January 2015
Paul Mickan	December 2012	January 2015
Elected Members		
Deputy Presiding Member - Cr Elizabeth Calvert	December 2012	January 2015
Cr Dianne Schwarz	December 2012	January 2015
Cr Helen Perry	December 2012	January 2015

Under Section 90(2) of the Local Government Act, the following information is provided with regard to the Confidential Items raised at Council Meetings from 1 July 2013 to 30 June 2014:

Total number of orders made: 4

Under Section 91(7) of the Local Government Act, the following information is provided with regard to the Confidential Items raised at Council Meetings from 1 July 2013 to 30 June 2014:

Total number of orders made: 4

Provision under Section 90(3) which were relied upon to close the meeting to the public:

Provision	Number of Orders
a	2
b	0
d	2

The number of orders that expired or ceased to apply during the 2013/14 financial year: 26

The number of orders that were revoked during the 2013/14 year: 0

The number of orders that remained operative during the 2013/14 financial year: 14

Council undertakes a review of any orders made under Section 91(7) every three months. A Confidential Items Register is kept on any orders made under Section 91(7) which contains the following information:

- Date of Original Meeting
- Item Number
- Recommendation re Release
- Recommended Date of Release/Review
- Date Released & Council Item/Resolution Number
- Last Review Date
- Next Review Date

Freedom Of Information Statement 2013/14

This Information Statement is published by the Clare & Gilbert Valleys Council to meet the requirements of Section 9 of the Freedom of Information Act ("the Act"). An updated Information Statement is included as part of Council's Annual Report and published on our website annually.

Structure of Council

The Council is established under the Local Government Act to provide for the government and management of its area. The provisions of the Act are supported by the Regulations.

The Council is constituted with 10 Members. Nine (9) Area Councillors are elected by the electors as a representative of the area as a whole.

Council Composition

The Clare & Gilbert Valleys Council covers an area of 1,840 square kilometres and takes in the towns of Clare, Riverton, Saddleworth, Auburn, Watervale, Rhynie, Sevenhill, Tarlee, Mintaro, Manoora, Waterloo, Stockport and Marrabel.

Services to the Community

Council makes decisions which direct and/or determine its activities and functions. Such decisions include the approval of works and services to be undertaken, and the resources which are to be made available to undertake such works and services. Council makes decisions on policy issues relating to services provided for members of the public.

These services include:

- Community Halls and Centres
- Dog Control
- Environmental Health Matters
- Garbage Collection & Disposal
- Immunisation Programmes
- Parking Controls
- Parks and Reserves
- Playground Equipment
- Public Cemeteries
- Public Libraries
- Public Toilets
- Recreational/Sporting Facilities
- Roads/Footpaths/Kerbing
- Stormwater Drainage
- Street Lighting
- Street Tree Planting
- Traffic Control Devices

Council Meetings, Agendas & Reports

Clare & Gilbert Valleys Council encourage members of the public to attend regular Council meetings which are held every third Monday of the month, commencing at 7pm. Public question time is held during the meetings and anyone wishing to ask a question of Council is encouraged to attend. Further information about public question time and Council meetings is available from the Council offices (Clare, Riverton and Saddleworth).

Agendas and Minutes of monthly Council meetings are placed on public display at the Council offices and are also posted on Council's website. Agendas are available no less than three days prior to the meetings. Minutes are available within 5 days after the meetings.

The following documents are available for public inspection at the Clare & Gilbert Valleys Council offices free of charge or members of the public may purchase copies at a set fee:

- Annual Business Plan
- Annual Report
- Annual Budget
- Policy Manual
- Agendas and Minutes of all meetings
- Audited Financial Statements

Freedom of Information (FOI) Requests

Requests for information (not included above), will be considered in accordance with the Freedom of Information Act 1991 (SA). The “Act” gives individuals the right to access documents (subject to certain restrictions) that are within the Council’s possession. It also allows for the amendment of documents which contain personal information that is incomplete, incorrect, out of date or misleading.

The Freedom of Information Act 1991 provides legislation and guidelines for access and provision of information to the public. Most information and files held by the Clare & Gilbert Valleys Council are available for public viewing. There are a few exceptions, such as personal and personnel records and matters which are subject to litigation, but generally, information is readily available for viewing at no charge or a minimal reproduction charge.

In rare cases, retrieving the requested information involves considerable staff time. It is important to specify what you require as clearly as possible so staff can quickly and efficiently assist. If extraordinary staff time is required to comply with an information request, charges may apply.

For the year 1 July 2013 to 30 June 2014, Council received 7 requests under provisions of the Freedom of Information Act to provide information.

All general enquiries on Freedom of Information Act issues should be directed to Accredited Freedom of Information Officer, Lynda Salter.

Requests under the Freedom of Information Act 1991 for access to documents in the possession of Council should be directed in writing to:

*Freedom of Information Officer
Clare & Gilbert Valleys Council
4 Gleeson Street
CLARE SA 5453*

How long will the process take?

A request for access will be dealt with as soon as practicable, or within 30 (calendar) days of it being received. In certain circumstances Council may extend the timeframe for dealing with applications and Council will advise within 20 (calendar) days if an extension is necessary.

How much will it cost?

The fees and charges for making and processing a Freedom of Information application for access to documents is **\$32.25**.

In some cases the application can be waived, for instance eligibility for concession (a copy of a current concession card must be provided if applying for waiver of fees).

Additional charges may apply as set out in the Freedom of Information (Fees and Charges) Regulations 2003 under the Freedom of Information Act 1991.

Audit Committee Annual Report 2013/14

This report presents a summary of the activities undertaken by the Clare & Gilbert Valleys Council Audit Committee (herewith after referred to as the “Committee”) and the recommendations made during the 2013-2014 Financial year.

The Committee comprises of five members, three of whom are Independent Members and two being Elected Members. The Presiding and Independent Members are appointed by Council for a four year term.

Member	Appointed	Term Expires
Presiding Member – Mr John Comrie	Council Meeting April 2011	April 2015
Independent Member – Mr Grant Norman	Council Meeting April 2011	April 2015
Independent Member – Mrs Jillian Wood	Council Meeting July 2011	July 2015
Elected Member – Mayor Allan Aughey	Council Meeting November 2010	November 2014
Elected Member – Councillor Wayne Thomas	Council Meeting November 2010	November 2014

Conduct of Meeting

The Committee met on four occasions during the 2013-2014 financial year with the following attendance:

Date	No. of Members attending
26 August 2013	3
15 November 2013	5
11 March 2014	4
5 May 2014	4

Committee Member	No. of Meetings attended
Mr John Comrie	4/4
Mr Grant Norman	3/4
Mrs Jillian Wood	4/4
Mayor Allan Aughey	2/4
Cr Wayne Thomas	3/4

Meetings of the Committee have also been attended by the Chief Executive Officer, Finance Manager, Manager Corporate Governance, Manager Governance & Community Services and Manager Development Infrastructure & Environment.

Committee Activities

The following table sets out the main issues addressed by the Committee during 2013/14

Principal Issues	Comments	Recommendations from meeting
26 August 2013		
Property Holdings of Council	A report provided on Council's Buildings and associated land to determine if there are possibilities to reduce Council's Asset portfolio and costs associated. A table identifying the asset, tenants, lessees or management group / committee.	Identification of community groups who are responsible for buildings and a report covering replacement or not replacement to be provided.
Audit Committee Self Assessment	A summary from the self assessment conducted was presented.	Summary adopted and will be included in the Audit Committee Annual Report.
Terms of Reference Review	Terms of Reference reviewed and minor changes adopted	Adopted for presentation to Council
Draft Audit Committee Annual Report	A draft report detailing the Committees achievements in the 2012-2013 year.	Adopted for presentation to Council
Risk Management Framework	Draft Framework provided and adopted for presentation to Council.	Adopted for presentation to Council
Financial Controls	An update was provided by management.	Interim report to be provided to next meeting.
Loan Allocation	Report provided on options relating to allocation of loan interest.	Committee requested a report be provided based on allocation of interest to special projects only in special circumstances and all other cases interest allocated across all functions.
Consensus Items <ul style="list-style-type: none"> • Good Governance Assessment Program & Financial Sustainability Audit • Updated Work Program 2013-2014 		
15 November 2013		
Draft Annual Financial Statements 2012-2013	In accordance with the Local Government Act 199, Section 126 (4) the Committee must review the Annual Financial Statements to ensure that they present fairly the state of affairs of the Council.	Subject to some alterations highlighted by the Committee, the Committee authorizes the Presiding Member and Chief Executive Officer sign the Certificate of Auditor Independence.
Revaluation of Building Assets	The Committee requested a report on the steps required to comply with AASB13 effective 2013/14.	
Audit Committee Presiding Member to attend Council	Arrangements to be made.	Audit Committee Presiding Members to present to January 2014 Council Meeting.

Consensus Items

- Good Governance Assessment Program & Financial Sustainability Audit
- Updated Work Program 2013-2014

11 March 2014

Loan Allocation	Report prepared in accordance with August 2013 meeting.	Committee adopted the loan allocation determination from August 2013.
Review of 2012/2013 Financial Statements	2012/2013 Budget Variations	The Committee requested a report including an explanation for the variations from 2012/2013 budget
Property Holdings – Revaluation of Building Assets (AASB13)	Committee raised question in relation to the revaluation of building assets and the identification of property holdings.	The Committee resolved to postpone revaluation to beyond 30 June 2014, and remove from balance sheet for 2013/14 financial statements, property improvements where ownership of the building belongs to a third party.
Audit Committee Self Assessment	Previous years self assessment document provided to Committee.	Committee to provide feedback at next meeting.
Infrastructure and Asset Management Plan (IAMP)	An updated draft Infrastructure and Asset Management Plan was provided to the Committee.	Committee to provide feedback at next meeting.
Long Term Financial Plan (LTFP)	An updated Draft Long Term Financial Plan was provided to the Committee.	Committee to provide feedback at next meeting.

Consensus Items

- Good Governance Assessment Program & Financial Sustainability Audit
- Updated Work Program 2013-2014

5 May 2014

Review of 2012/2013 Financial Statements	2012/2013 Budget Variations verbal report presented.	
Infrastructure and Asset Management Plan (IAMP) and Long Term Financial Plan (LTFP)	Committee requested updated Infrastructure and Asset Management Plan and Long Term Financial Plan.	Both documents to be provided to August 2014 meeting.
Draft Annual Business Plan and Budget 2014/2015	The Committee was provided with a Draft Annual Business Plan and Budget for 2014/2015	Document recommended to Council for adoption and public consultation purposes.
Community Waste Water Management Systems (CWMS) – Treated Waste Water	The Committee requested a report on: 1. An appropriate basis for determining the cost/ value of CWMS scheme treated waste water. 2. How best to account for this cost value regardless of whether such water is sold or donated.	Report to be provided to August 2014 meeting.

Consensus Items

- Work Program 2013-2014
- Good Governance Assessment Audit & Financial Sustainability Audit Progress Report

The Audit Committee conducted a 2013/14 Self Assessment Survey.

Work Program for 2014-2015 Financial Year

As outlined in the Committee's Work Program the following key items will be included as items for discussion in the coming year;

- Review of Terms of Reference
- Financial Internal Controls
- 2013-2014 Annual Statements
- 2015-2016 Annual Business Plan
- Asset Management Plan Review
- Long Term Financial Plan Review
- Property Holdings of Council
- Risk Management Plan
- Asset Revaluation AASB13
- LGE Computer System Upgrade

Financial Summary

Capital Works

Capital expenditure on the road network totalled \$3.54m with a focus on renewal of assets to ensure their future sustainability. Of this amount \$1.2m was spent on renewal of roads damaged in the flood of December 2010.

Other capital expenditure included buildings 623k, and plant and equipment \$516k.

Loans

The outstanding loans of \$9.934m include \$418k drawn on behalf of community groups and which are repaid to Council by those groups. Also included are loans of \$539k for Community Wastewater Management Systems (CWMS) which are repaid from the CWMS charge not from the general rates. Loan principal repayments totalled \$850k and no new loans were drawn during the year.

Grants

Council was successful in obtaining a Commonwealth grant of \$410k through the Rural Development Asset Fund for the Rattler Trail Development Program and the works were substantially completed in the current year.

A Department of Planning, Transport and Infrastructure Local Government Stimulus Program grant was received for the following projects which will be completed in the 2014/2015 year:

- New public amenities and landscaping at Pioneer Park, Clare \$ 80k
- Stormwater drainage and road turnaround at Quarry Hill Lookout \$ 20k
- Riverton Town Centre Pathways Program \$100k

Operating Result

The success in gaining grants contributed to an operating surplus of \$378k for the year.

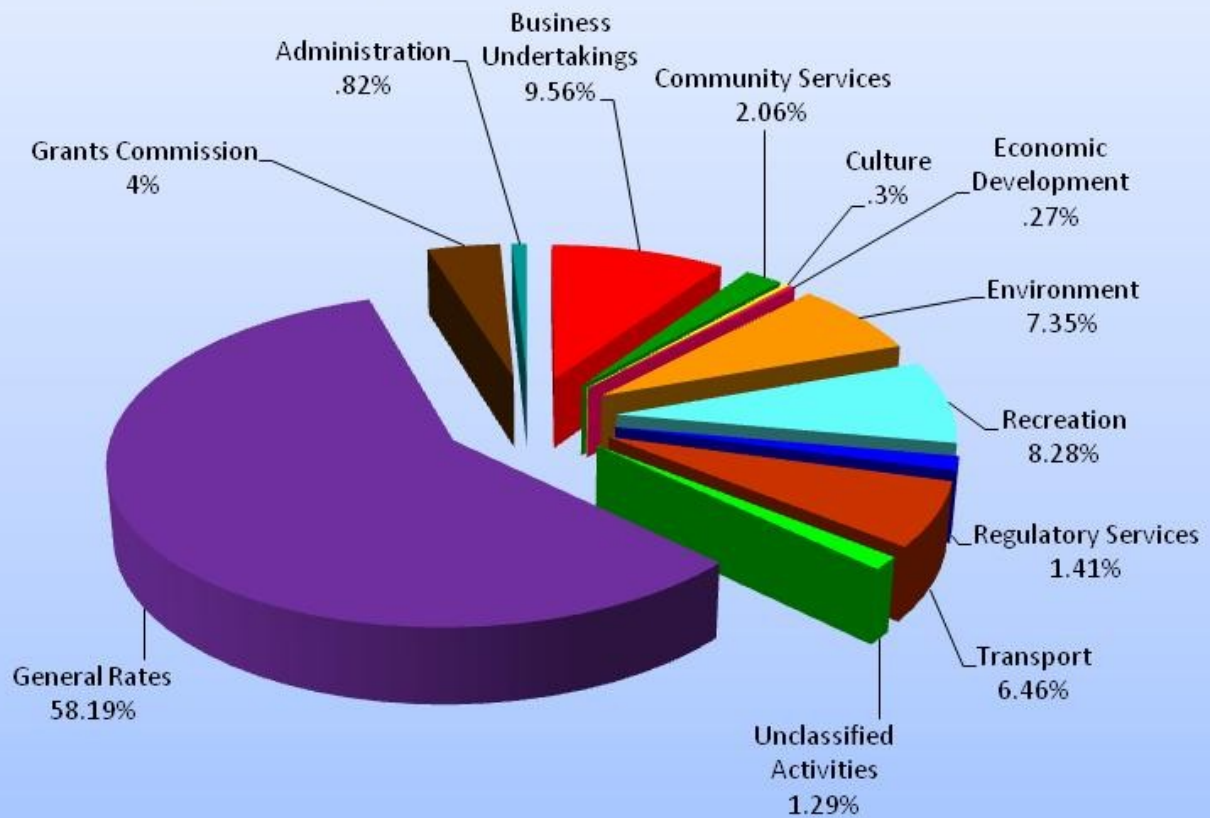
Employee costs attributable to operations reduced by \$147k from the previous year in addition to a reduction of \$71k in wages charged to capital works.

The following graphs show the allocation of the operating income and expenses attributed to the various functions of Council.

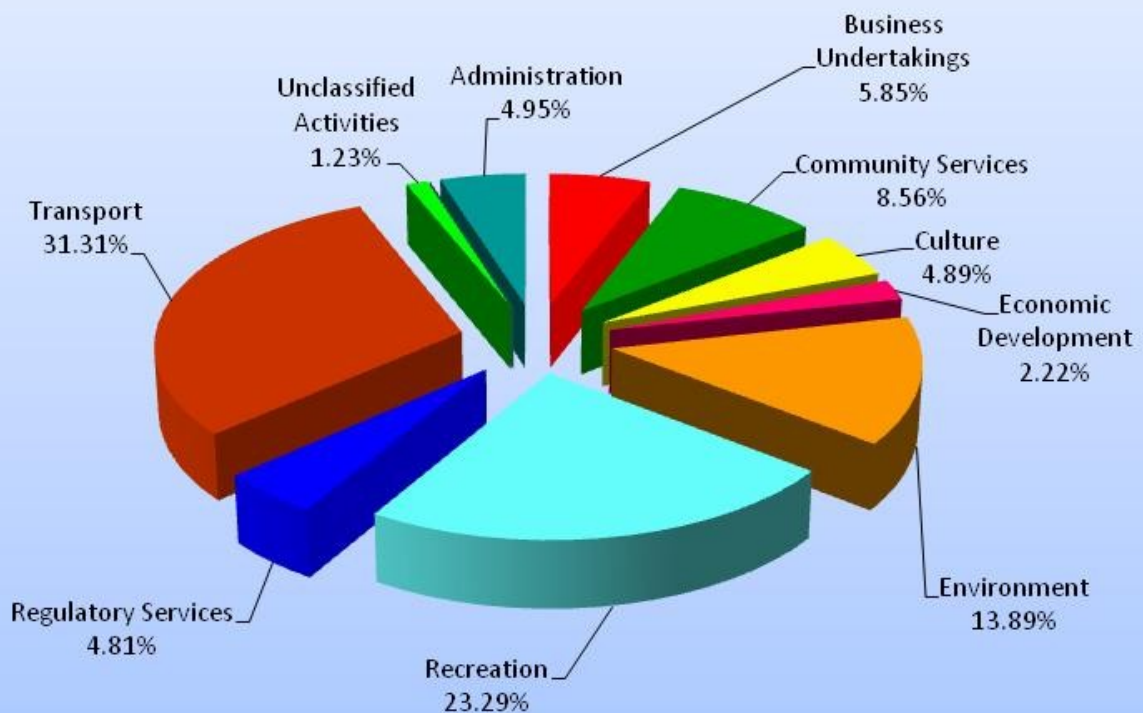


Julie Sandercock—Rotary Art Prize winner

Operating Income by Function 2013/2014



Operating Expenses by Function 2013/2014







Clare & Gilbert Valleys Council

General Purpose Financial Reports for the year ended 30 June 2014

CLARE & GILBERT VALLEYS COUNCIL

General Purpose Financial Reports for the year ended 30 June 2014

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CLARE & GILBERT VALLEYS COUNCIL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2014

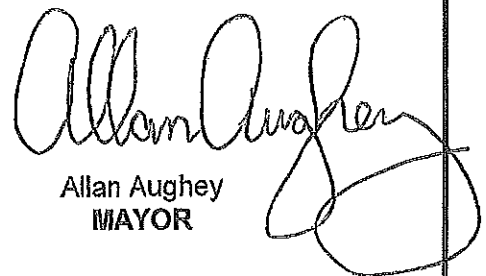
CERTIFICATION OF FINANCIAL STATEMENTS

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 2014 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.



Roy D Blight
CHIEF EXECUTIVE OFFICER



Allan Aughey
MAYOR

Date 7 NOVEMBER 2014

CLARE & GILBERT VALLEYS COUNCIL

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2014

	Notes	2014 \$'000	2013 \$'000
INCOME			
Rates	2	10,992	10,629
Statutory charges	2	326	254
User charges	2	1,207	1,206
Grants, subsidies and contributions	2	2,308	2,672
Investment income	2	271	310
Reimbursements	2	120	178
Other income	2	331	712
Total Income		15,555	15,961
EXPENSES			
Employee costs	3	3,729	3,876
Materials, contracts & other expenses	3	6,621	6,156
Depreciation, amortisation & impairment	3	4,110	4,183
Finance costs	3	717	782
Total Expenses		15,177	14,997
OPERATING SURPLUS / (DEFICIT)		378	964
Asset disposal & fair value adjustments	4	(363)	(605)
Amounts received specifically for new or upgraded assets	2	-	18
Physical resources received free of charge	2	29	32
NET SURPLUS / (DEFICIT)		44	409
transferred to Equity Statement			
Other Comprehensive Income			
<i>Amounts which will not be reclassified subsequently to operating result</i>			
Changes in revaluation surplus - infrastructure, property, plant & equipment	9	(2,083)	18,754
Impairment (expense) / recoupments offset to asset revaluation reserve	9	(365)	(766)
Total Other Comprehensive Income		(2,448)	17,988
TOTAL COMPREHENSIVE INCOME		(2,404)	18,397

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

CLARE & GILBERT VALLEYS COUNCIL

STATEMENT OF FINANCIAL POSITION

as at 30 June 2014

	Notes	2014 \$'000	2013 \$'000
ASSETS			
Current Assets			
Cash and cash equivalents	5	8,041	9,108
Trade & other receivables	5	906	1,266
Other financial assets	5	434	418
Inventories	5	568	372
Total Current Assets		9,949	11,164
Non-current Assets			
Financial assets	6	387	426
Infrastructure, property, plant & equipment	7	166,210	168,493
Other non-current assets	6	446	-
Total Non-current Assets		167,043	168,919
Total Assets		176,992	180,083
LIABILITIES			
Current Liabilities			
Trade & other payables	8	1,149	986
Borrowings	8	905	850
Provisions	8	913	929
Total Current Liabilities		2,967	2,765
Non-current Liabilities			
Borrowings	8	9,029	9,934
Provisions	8	126	110
Total Non-current Liabilities		9,155	10,044
Total Liabilities		12,122	12,809
NET ASSETS		164,870	167,274
EQUITY			
Accumulated Surplus		9,952	8,363
Asset Revaluation Reserves	9	146,900	149,348
Other Reserves	9	8,018	9,563
TOTAL EQUITY		164,870	167,274

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

CLARE & GILBERT VALLEYS COUNCIL
STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2014

		Accumulated Surplus	Asset Revaluation Reserve	Other Reserves	TOTAL EQUITY
2014	Notes	\$'000	\$'000	\$'000	\$'000
Balance at end of previous reporting period		8,363	149,348	9,563	167,274
Net Surplus / (Deficit) for Year		44	-	-	44
Other Comprehensive Income					
Gain on revaluation of infrastructure, property, plant & equipment	7	-	(2,083)	-	(2,083)
Impairment (expense) / recoupments offset to asset revaluation reserve	7	-	(365)	-	(365)
Transfers between reserves		1,545		(1,545)	-
Balance at end of period		9,952	146,900	8,018	164,870
2013					
Balance at end of previous reporting period		7,555	131,360	9,962	148,877
Net Surplus / (Deficit) for Year		409	-	-	409
Other Comprehensive Income					
Changes in revaluation surplus - infrastructure, property, plant & equipment		-	18,754	-	18,754
Impairment (expense) / recoupments offset to asset revaluation reserve		-	(766)	-	(766)
Transfers between reserves		399	-	(399)	-
Balance at end of period		8,363	149,348	9,563	167,274

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

CLARE & GILBERT VALLEYS COUNCIL

STATEMENT OF CASH FLOWS for the year ended 30 June 2014

	Notes	2014 \$'000	2013 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Rates - general & other		10,764	10,670
Fees & other charges		326	254
User charges		1,322	1,334
Investment receipts		2,562	325
Grants utilised for operating purposes		280	4,324
Reimbursements		76	185
Other revenues		1,576	1,653
<u>Payments</u>			
Employee costs		(3,743)	(3,845)
Materials, contracts & other expenses		(7,145)	(7,223)
Finance payments		(792)	(725)
Net Cash provided by (or used in) Operating Activities		5,226	6,952
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Amounts specifically for new or upgraded assets		-	18
Sale of replaced assets		117	98
Sale of surplus assets		123	-
Repayments of loans by community groups		37	34
<u>Payments</u>			
Expenditure on renewal/replacement of assets		(4,804)	(4,264)
Expenditure on new/upgraded assets		(901)	(882)
Net purchase of investment securities		(16)	(19)
Net Cash provided by (or used in) Investing Activities		(5,444)	(5,015)
CASH FLOWS FROM FINANCING ACTIVITIES			
<u>Receipts</u>			
Proceeds from trust funds		1	1
<u>Payments</u>			
Repayments of borrowings		(850)	(798)
Net Cash provided by (or used in) Financing Activities		(849)	(797)
Net Increase (Decrease) in cash held		(1,067)	1,140
Cash & cash equivalents at beginning of period	11	9,108	7,968
Cash & cash equivalents at end of period	11	8,041	9,108

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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*.

1.2 Historical Cost Convention

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

1.3 Critical Accounting Estimates

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

1.4 Rounding

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

2 The Local Government Reporting Entity

The Clare & Gilbert Valleys Council is incorporated under the SA Local Government Act 1999 and has its principal place of business at 4 Gleeson Street, Clare. 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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 – SIGNIFICANT ACCOUNTING POLICIES (continued)

In the month of June in recent years the Federal Government has paid amounts of untied financial assistance grants, which are recognised on receipt, in advance of the year of allocation. In June 2011, one quarter of the 2011/12 allocation amounting to \$206,818 was paid in advance; in June 2012, two quarters of the 2012/13 allocation: \$446,508; and in June 2013, again two quarters of the 2013/14 allocation: \$472,447. No amounts were received in advance in 2013/2014. Accordingly, in the reporting period ended 30 June 2014, Council's operating surplus was \$472,447 less than it should have been had the four payments been received in 2013/2014. (See also Note 2)

3.1 Construction Contracts

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

4 Cash, Cash Equivalents and other Financial Instruments

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

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

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

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

5 Inventories

Inventories held in respect of stores have been valued at the cost of acquisition.

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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 – SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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 of operating plant is based on usage and minor plant, furniture and fittings are depreciated using a diminishing balance method.

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 care should be used in interpreting financial information based on these estimates.

6.6 Impairment

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

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

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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 – SIGNIFICANT ACCOUNTING POLICIES (continued)

7 Payables

7.1 Goods & Services

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

7.2 Payments Received in Advance & Deposits

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

8 Borrowings

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

9 Employee Benefits

9.1 Salaries, Wages & Compensated Absences

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

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

9.2 Superannuation

The Council makes employer superannuation contributions in respect of its employees to the Statewide Super (formerly Local Government Superannuation Scheme). The Scheme has two types of membership, each of which is funded differently. Contributions are also made to other superannuation schemes selected by employees under the "choice of fund" legislation. No changes in accounting policy have occurred during either the current or previous reporting periods. Details of the accounting policies applied and Council's involvement with the schemes are reported in Note 18.

10 Provision for Carbon Taxation

As Council no longer operates landfill facilities, Council considers that it has no current or likely future liability for this tax.

11 Leases

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

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 – SIGNIFICANT ACCOUNTING POLICIES (continued)

12 Joint Ventures and Associated Entities

Council participates in cooperative arrangements with other Councils for the provision of services and facilities. Council's interests in cooperative arrangements, which are only recognised if material, are accounted for in accordance with AASB 128 and set out in detail in Note 19.

13 GST Implications

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

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

14 Pending Accounting Standards

Certain new accounting standards and UIG interpretations have been published that are not mandatory for the 30 June 2014 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 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 2012-2, AASB 2012-3, AASB 2012-5, AASB 2012-6, AASB 2012-10, AASB 2013-3, AASB 2013-8 and AASB 2013-9.

(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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 2 - INCOME

	Notes	2014 \$'000	2013 \$'000
RATES REVENUES			
<u>General Rates</u>		9,170	8,831
Less: Mandatory rebates		(114)	(108)
Less: Discretionary rebates, remissions & write offs		(58)	(29)
		<u>8,998</u>	<u>8,694</u>
<u>Other Rates</u> (including service charges)			
Natural Resource Management levy		321	327
Waste collection		636	609
Water supply		-	-
Community wastewater management systems		983	953
		<u>1,940</u>	<u>1,889</u>
<u>Other Charges</u>			
Penalties for late payment		54	46
		<u>54</u>	<u>46</u>
		<u>10,992</u>	<u>10,629</u>
STATUTORY CHARGES			
Development Act fees		41	33
Town planning fees		90	134
Health & septic tank inspection fees		30	32
Animal registration fees & fines		51	53
Environment control fines		1	-
CWMS fees		113	2
		<u>326</u>	<u>254</u>
USER CHARGES			
Caravan park fees		138	133
Cemetery/crematoria fees		58	39
Cultural activities		3	2
Elderly citizens facilities		-	19
Hall & equipment hire		23	25
Library services		7	11
Recreation fees		722	700
Tourism		34	72
Waste management fees		105	87
Sundry		117	118
		<u>1,207</u>	<u>1,206</u>
INVESTMENT INCOME			
Interest on investments			
Local Government Finance Authority		220	252
Banks & other		18	22
Loans to community groups		33	36
		<u>271</u>	<u>310</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

NOTE 2 - INCOME (continued)

	Notes	2014 \$'000	2013 \$'000
REIMBURSEMENTS			
- for private works		2	6
- by joint undertakings		38	36
- other		80	136
		<u>120</u>	<u>178</u>
OTHER INCOME			
Insurance & other recoupments - infrastructure, property, plant & equipment		-	450
Donations received		128	81
Sundry		203	181
		<u>331</u>	<u>712</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Amounts received specifically for new or upgraded assets		-	18
Individually significant items		1,019	800
Other grants, subsidies and contributions		1,289	1,854
		<u>2,308</u>	<u>2,672</u>
<i>The functions to which these grants relate are shown in Note 2.</i>			
Sources of grants			
Commonwealth government		369	278
State government		1,829	2,288
Other		110	106
		<u>2,308</u>	<u>2,672</u>
Individually Significant Item			
Commonwealth Regional Development Australia (RDAF) Grants		369	-
Department Planning Transport & Infrastructure (DPTI) Incentive Grant		200	-
DPTI road contribution		450	-
Disaster Fund contribution		-	800
		<u>1,019</u>	<u>800</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

NOTE 2 - INCOME (continued)

	Notes	2014 \$'000	2013 \$'000
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>		2,654	3,979
<i>Less: expended during the current period from revenues recognised in previous reporting periods</i>			
Roads Infrastructure		(1,984)	(1,591)
Other		(45)	(604)
Subtotal		(2,029)	(2,195)
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
Roads Infrastructure		105	800
Environment		4	-
Recreation		95	-
Heritage & Cultural Services		-	70
Subtotal		204	870
<i>Unexpended at the close of this reporting period</i>		829	2,654
<i>Net increase (decrease) in assets subject to conditions in the current reporting period</i>		(1,825)	(1,325)
PHYSICAL RESOURCES RECEIVED FREE OF CHARGE			
Library Books		29	32
TOTAL PHYSICAL RESOURCES RECEIVED		29	32

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 3 - EXPENSES

	Notes	2014 \$'000	2013 \$'000
EMPLOYEE COSTS			
Salaries and Wages		3,382	3,604
Employee leave expense		415	403
Superannuation - defined contribution plan contributions	18	112	116
Superannuation - defined benefit plan contributions	18	232	233
Workers' Compensation Insurance		122	129
Other		41	37
Total Employee Costs		4,304	4,522
Capitalised and distributed costs		(575)	(646)
Total Operating Employee Costs		3,729	3,876
Total Number of Employees		55	61
<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		9	9
Elected members' expenses		154	174
Election expenses		3	2
Subtotal - Prescribed Expenses		166	185
<u>Other Materials, Contracts & Expenses</u>			
Contractors		3,806	3,130
Energy		696	665
Insurance		408	393
Levies paid to government - NRM levy		320	326
- Other Levies		25	28
Parts, accessories & consumables		911	953
Professional services		37	89
Sundry		252	387
Subtotal - Other Materials, Contracts & Expenses		6,455	5,971
		6,621	6,156

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 3 - EXPENSES (cont)

	Notes	2014 \$'000	2013 \$'000
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Buildings & Other Structures		1,021	1,091
Infrastructure			
Roads, footways & kerbing		2,278	2,279
Bridges		99	105
Other road infrastructure		50	37
CWMS		246	248
Stormwater drainage		46	46
Plant & Equipment		421	439
Furniture & Fittings		23	27
Other Assets		43	41
Impairment			
Roads, footways & kerbing		365	766
		<u>4,592</u>	<u>5,079</u>
Capitalised and distributed costs		(117)	(130)
Impairment expense offset to asset revaluation reserve	9	(365)	(766)
		<u>4,110</u>	<u>4,183</u>
FINANCE COSTS			
Interest on overdraft and short-term drawdown			
Interest on Loans		702	755
Unwinding of present value discounts		22	27
Capitalised and distributed costs		(7)	-
		<u>717</u>	<u>782</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2014 \$'000	2013 \$'000
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		117	63
Less: Carrying amount of assets sold		184	668
Gain (Loss) on disposal		(67)	(605)
<i>Assets surplus to requirements</i>			
Proceeds from disposal		124	-
Less: Carrying amount of assets sold		420	-
Gain (Loss) on disposal		(296)	-
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		(363)	(605)
<i>Net loss includes:</i>			
<i>Heritage school building, Saddleworth gifted to the Saddleworth Historical Society Inc</i>		132	
<i>Land transferred to Clare Motor Cycle Club Inc</i>		100	
<i>Land transferred to Unity Housing Co Ltd</i>		12	
<i>Change to fair value valuation library collection</i>		36	
<i>Operating plant disposed</i>		65	
<i>CWMS equipment disposed</i>		10	
<i>Other</i>		8	
		363	

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 5 - CURRENT ASSETS

	2014	2013
Notes	\$'000	\$'000
CASH & EQUIVALENT ASSETS		
Cash on Hand and at Bank	125	317
Deposits at Call	<u>7,916</u>	<u>8,791</u>
	<u>8,041</u>	<u>9,108</u>
TRADE & OTHER RECEIVABLES		
Rates - General & Other	579	353
Rates postponed for State Seniors	7	5
Accrued Revenues	53	62
Debtors - general	58	715
GST Recoupment	168	93
Prepayments	1	1
Loans to community organisations	<u>40</u>	<u>37</u>
	<u>906</u>	<u>1,266</u>
OTHER FINANCIAL ASSETS		
Investment	<u>434</u>	<u>418</u>
	<u>434</u>	<u>418</u>
INVENTORIES		
Stores & Materials	<u>568</u>	<u>372</u>
	<u>568</u>	<u>372</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 6 - NON-CURRENT ASSETS

	Notes	2014 \$'000	2013 \$'000
FINANCIAL ASSETS			
Receivables			
Loans to community organisations		<u>387</u>	<u>426</u>
TOTAL FINANCIAL ASSETS		<u>387</u>	<u>426</u>
 OTHER NON-CURRENT ASSETS			
Capital Works-in-Progress		<u>446</u>	<u>-</u>
		<u>446</u>	<u>-</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	Fair Value Level	2013 \$'000				2014 \$'000			
		AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Land	3	12,405	269	-	12,674	12,217	356	-	12,573
Buildings & Other Structures	2	65,319	2,339	(25,792)	41,866	61,821	2,924	(25,479)	39,266
Infrastructure	3	120,867	3,566	(34,175)	90,258	120,868	6,954	(36,819)	91,003
- Roads, footways and kerbing	3	10,466	393	(3,516)	7,343	10,466	394	(3,616)	7,244
- Bridges	3	-	422	(117)	305	-	578	(167)	411
- Other road infrastructure	3	13,886	-	(4,147)	9,739	13,868	37	(4,385)	9,520
- CWMS	3	3,096	-	(1,011)	2,085	3,096	134	(1,057)	2,173
- Stormwater drainage	3	-	6,379	(2,700)	3,679	-	6,318	(2,794)	3,524
Plant & Equipment	3	-	500	(330)	170	-	499	(352)	147
Furniture & Fittings	3	-	785	(411)	374	-	-	-	349
Library books	3	-	-	-	-	-	-	-	-
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT		226,039	14,653	(72,199)	168,493	222,685	18,194	(74,669)	166,210
Comparatives		214,524	22,566	(86,794)	150,296	226,039	14,653	(72,199)	168,493

This Note continues on the following pages.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 7 - INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT

	2013	CARRYING AMOUNT MOVEMENTS DURING YEAR						2014
	\$'000	\$'000						\$'000
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Net Revaluation	CARRYING AMOUNT
New/Upgrade	Renewals							
Land	12,674	87	-	(188)	-	-	-	12,573
Buildings & Other Structures	41,866	223	400	(119)	(1,021)	-	(2,083)	39,266
Infrastructure								
- Roads, footways and kerbing	90,258	72	3,316	-	(2,278)	(365)	-	91,003
- Bridges	7,343	-	-	-	(99)	-	-	7,244
- Other road infrastructure	305	104	52	-	(50)	-	-	411
- CWMS	9,739	-	37	(10)	(246)	-	-	9,520
- Stormwater drainage	2,085	56	78	-	(46)	-	-	2,173
Plant & Equipment	3,679	57	459	(250)	(421)	-	-	3,524
Furniture & Fittings	170	-	-	-	(23)	-	-	147
Library Books	374	-	54	(36)	(43)	-	-	349
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	168,493	599	4,396	(603)	(4,227)	(365)	(2,083)	166,210
Comparatives	150,296	996	4,194	(668)	(4,313)	(766)	18,754	168,493

This Note continues on the following pages.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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

Valuation of Assets

General Valuation Principles

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

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

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

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

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

Transition to AASB 13: The requirements of AASB 13 *Fair Value Measurement* have been applied to all valuations undertaken since 1 July 2013 as shown by the valuation dates by individual asset classes below.

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

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

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

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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

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

This method has significant inherent uncertainties, relying on estimates of quantities of materials and labour, residual values and useful lives, and the possibility of changes in prices for materials and labour, and the potential for development of more efficient construction techniques.

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

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

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

Plant, Furniture & Equipment	
Office Equipment	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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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

Other Assets	
Library Books	7 years
Artworks	indefinite

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 2010 at current replacement cost. Additions are recognised at cost.

Buildings & Other Structures

Buildings and other structures were revalued as at 30 June 2010 by Maloney Field Services. Buildings for which leases exist vesting responsibility to the lessees have been excluded from the Balance Sheet. Work is continuing to determine buildings which Council does not intend to replace at the end of their useful life, and these will be valued at the market value of the "highest and best" use. This is expected to result in some properties being valued at market value and others at replacement value in accordance with AASB13 and this will impact upon the annual depreciation charge for such assets in the future.

Infrastructure

Roads, footways and kerbing infrastructure were valued by Tonkin Engineering as at 1 July 2012 at written down current replacement cost, based on rates current at the time.

Bridges, stormwater drainage infrastructure and community wastewater management infrastructure were valued at written down current replacement cost by Gayler Professional Services at 1 July 2012.

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 accounted for on a replacement basis. The assets are carried at an annually adjusted figure without an associated accumulated depreciation amount.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 8 - LIABILITIES

	2014		2013		
	\$'000		\$'000		
TRADE & OTHER PAYABLES	Notes	Current	Non-current	Current	Non-current
Goods & Services		756	-	539	-
Accrued expenses - employee entitlements		125	-	125	-
Accrued expenses - other		157	-	232	-
Deposits, Retentions & Bonds		78	-	58	-
Other		33	-	32	-
		<u>1,149</u>	<u>-</u>	<u>986</u>	<u>-</u>
BORROWINGS					
Loans		<u>905</u>	<u>9,029</u>	<u>850</u>	<u>9,934</u>
		905	9,029	850	9,934

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

PROVISIONS

Employee entitlements (including oncosts)	899	126	929	110
Other	14	-	-	-
	<u>913</u>	<u>126</u>	<u>929</u>	<u>110</u>

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

562

575

Movements in Provisions - 2014 year only (current & non-current)

	Doubtful Debts	Employee Entitlements
Opening Balance	-	1,038
Add Unwinding of present value discounts	-	22
Add (Less) Remeasurement Adjustments	14	(35)
Closing Balance	<u>14</u>	<u>1,025</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 9 - RESERVES

ASSET REVALUATION RESERVE		1/7/2013	Net Increments (Decrements)	Transfers, Impairments	30/6/2014
	Notes	\$'000	\$'000	\$'000	\$'000
Land		10,360	-	-	10,360
Buildings & Other Structures	*	33,123	(2,083)	-	31,040
Infrastructure					
- Roads, footways and kerbing		93,285	-	(365)	92,920
- Bridges		5,988	-	-	5,988
- Other road infrastructure		1,221	-	-	1,221
- CWMS		5,371	-	-	5,371
TOTAL		149,348	(2,083)	(365)	146,900
<i>Comparatives</i>		<i>131,360</i>	<i>18,754</i>	<i>(766)</i>	<i>149,348</i>

OTHER RESERVES		1/7/2013	Transfers to Reserve	Transfers from Reserve	30/6/2014
CWMS Reserves		1,562	1,210	(624)	2,148
Off Street Parking Reserve		18	1	-	19
Clare Caravan Park Reserve		1,940	-	-	1,940
Waste Management Reserve		718	690	(566)	842
Unspent Grants and Loans Reserve		3,244	1,262	(2,566)	1,940
Clare Open Space Reserve		63	1	-	64
Riverton Open Space Reserve		58	2	-	60
Mid North Community Passenger Network Reserve		210	38	-	248
Windfarm Roads Infrastructure Reserve		1,484	39	(766)	757
Library Reserve		41	2	(43)	-
International Relations Reserve		9	1	(10)	-
Mistletoe Control Reserve		11	-	(11)	-
Riverton RSL Building Reserve		44	-	(44)	-
Section 41 Committee Funds Reserve		92	-	(92)	-
Clare Friends of Library Reserve		18	-	(18)	-
Gilbert Friends of Library Reserve		9	-	(9)	-
Riverton Caravan Park and Recreation Grounds Reserve		39	1	(40)	-
Other Reserves		3	-	(3)	-
TOTAL OTHER RESERVES		9,563	3,247	(4,792)	8,018
<i>Comparatives</i>		<i>9,962</i>	<i>3,682</i>	<i>(4,081)</i>	<i>9,563</i>

* Buildings & Other Structures decrement results from the transfer of leased buildings.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 9 - RESERVES (continued)

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

Other Reserves

CWMS Reserves - for maintenance and upgrade of Community Wastewater Management Systems in Clare, Riverton and Saddleworth

Clare Caravan Park Reserve - proceeds from sale of Clare Caravan Park cabins and equipment to lessee

Off Street Parking Reserve - for Developers' contributions to parking provision

Waste Management Reserve - for provision of refuse collection and disposal

Unspent Grant and Loan Funds Reserve - unexpended grant and loan funds carried forward

Clare Open Space Reserve - developer contributions towards future acquisition of open space areas

Riverton Open Space Reserve - developer contributions towards future acquisition of open space areas

Mid North Passenger Transport Reserve - funding for community passenger network scheme

Windfarm Roads Infrastructure Reserve - for future works required on access roads to Waterloo Windfarm

The following reserves are held separately for managerial control purposes only and are not reported separately on the Balance Sheet.

Library Reserve - for sundry art and literacy programs and future capital renewal

Clare Friends of the Library Reserve - funds raised by the Clare Friends of the Library Committee

Gilbert Friends of the Library Reserve - funds raised by the Gilbert Friends of the Library Committee

Section 41 Committee Funds Reserve - funds set aside for use of various Section 41 committees

Riverton Caravan Park and Recreation Grounds Reserve - for maintenance and upgrade of the Riverton Caravan Park and Recreation Grounds

International Relations Reserve - to further relationships with 'sister' cities in Ireland and Japan

Mistletoe Control Reserve - for environmental and vegetation issues such as mistletoe control

Riverton RSL Building Reserve - for building maintenance

Ngadjuri Lodge Reserve - for the operation of elderly citizens' facility in Clare

Other Sundry Reserves - for various minor activities

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 10 - ASSETS SUBJECT TO RESTRICTIONS

No assets are subject to externally imposed restrictions.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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	2014 \$'000	2013 \$'000
Total cash & equivalent assets	5	<u>8,041</u>	<u>9,108</u>
Balances per Cash Flow Statement		<u>8,041</u>	<u>9,108</u>

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

Net Surplus (Deficit)		44	409
Non-cash items in Income Statement			
Depreciation, amortisation & impairment		4,110	4,183
Net increase (decrease) in unpaid employee benefits		(35)	5
Premiums & discounts recognised & unwound		22	27
Non-cash asset acquisitions		(29)	(32)
Grants for capital acquisitions treated as Investing Activity		-	(18)
Net (Gain) Loss on Disposals		<u>363</u>	<u>605</u>
		4,475	5,179
Add (Less): Changes in Net Current Assets			
Net (increase) decrease in receivables		362	1,841
Net (increase) decrease in inventories		(196)	660
Net increase (decrease) in trade & other payables		572	79
Net increase (decrease) in other provisions		<u>13</u>	<u>(807)</u>
Net Cash provided by (or used in) operations		<u>5,226</u>	<u>6,952</u>

(c) Non-Cash Financing and Investing Activities

Acquisition of assets by means of:

- Physical resources received free of charge	2	<u>29</u>	<u>32</u>
		<u>29</u>	<u>32</u>

(d) Financing Arrangements

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

Bank Overdrafts			
Corporate Credit Cards		7	7
LGFA Cash Advance Debenture facility			

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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	2014	2013	2014	2013
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Business Undertakings	1,487	1,338	888	891	599	447	140	-	11,345	12,058
Community Services	321	344	1,300	1,503	(979)	(1,159)	140	149	16,470	17,537
Culture	47	80	742	711	(695)	(631)	30	25	4,182	3,729
Economic Development	42	72	337	383	(295)	(311)	-	-	473	494
Environment	1,144	1,304	2,108	2,439	(964)	(1,135)	57	262	3,755	3,692
Recreation	1,288	811	3,534	2,906	(2,246)	(2,095)	513	25	25,639	27,046
Regulatory Services	219	253	730	811	(511)	(558)	-	-	155	45
Transport & Communication	1,005	1,633	4,600	4,396	(3,595)	(2,763)	938	1,183	98,957	97,906
Plant Hire & Depot/Indirect	-	-	-	-	-	-	8	-	3,800	4,123
Unclassified Activities	201	289	187	183	14	106	8	5	-	-
Council Administration	9,801	9,837	751	774	9,050	9,063	622	1,023	12,216	13,453
TOTALS	15,555	15,961	15,177	14,997	378	964	2,308	2,672	176,992	180,083

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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 12 - COMPONENTS OF FUNCTIONS

The activities relating to Council functions are as follows:

Business Undertakings

Caravan Parks
Community Wastewater Management Systems (CWMS)

Community Services

Public Order and Safety - Emergency Services, Fire Protection, Other Public Order and Safety, Health Services
Community Support – Community Halls, Services for the Aged and Disabled, Children and Youth Services, Community Assistance, Community Transport, Other Community Support
Community Amenities – Cemeteries, Public Conveniences, Car Parking – non-fee-paying, Other Community Amenities.

Culture

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

Economic Development

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

Environment

Waste Management - Domestic Waste, Green Waste, Recycling, Transfer Stations, Other Waste Management
Other Environment - Stormwater and Drainage, Street Cleaning, Street Lighting, Streetscaping, Natural Resource Management Levy, and Other Environment.

Recreation

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

Regulatory Services

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

Transport

Bridges, Footpaths and Kerbing, Roads, Traffic Management, Other Transport.

Plant Hire & Depot

Unclassified Activities

Council Administration

Governance - Elected Members, Organisational
Support Services, Accounting/Finance, Payroll, Human Resources, Information Technology, Communication, Rates Administration, Records, Occupancy, Contract Management, Customer Service, Other Support Services, Revenue – General Rates, Local Government Grants Commission Grants.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 13 - FINANCIAL INSTRUMENTS

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

Accounting Policies - Recognised Financial Instruments

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

Terms & conditions: Deposits are returning interest rates of 2.5% (2013: 2.75%). Short term deposits have an average maturity of 180 days and average interest rates of 3.5% (2013: 180 days, 4.1%).

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

Receivables - Rates & Associated Charges (including legals & penalties for late payment) **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.

Terms & conditions: Secured over the subject land, arrears attract interest of 0.6667% (2013: 0.7083%). Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries in the State.
Carrying amount: approximates fair value (after deduction of any allowance).

Receivables - Fees & other charges **Accounting Policy:** 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.

Terms & conditions: Unsecured, and do not bear interest. Although Council is not materially exposed to any individual debtor, credit risk exposure is concentrated within the Council's boundaries.

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

Receivables - other levels of government **Accounting Policy:** Carried at nominal value.

Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.

Carrying amount: approximates fair value.

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

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

Carrying amount: approximates fair value.

Liabilities - Interest Bearing Borrowings **Accounting Policy:** Carried at the principal amounts. Interest is charged as an expense as it accrues.

Terms & conditions: secured over future revenues, borrowings are repayable 6 monthly; interest is charged at fixed rates between 6.12% and 7.9% (2013: 6.12% and 7.9%)

Carrying amount: approximates fair value.

Liabilities - Finance Leases **Accounting Policy:** accounted for in accordance with AASB 117.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 13 - FINANCIAL INSTRUMENTS (continued)

Liquidity Analysis

2014	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assets					
Cash & Equivalents	8,041	-	-	8,041	8,041
Receivables	350	268	267	885	707
Other Financial Assets	434	-	-	434	434
Total	8,825	268	267	9,360	9,182
Financial Liabilities					
Payables	868	-	-	868	867
Current Borrowings	1,563	-	-	1,563	905
Non-Current Borrowings	-	6,249	5,753	12,002	9,029
Total	2,431	6,249	5,753	14,433	10,801

2013	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assets					
Cash & Equivalents	9,108	-	-	9,108	9,108
Receivables	941	271	334	1,546	1,334
Other Financial Assets	418	-	-	418	418
Total	10,467	271	334	11,072	10,860
Financial Liabilities					
Payables	629	-	-	629	629
Current Borrowings	1,563	-	-	1,563	850
Non-Current Borrowings	-	6,252	7,313	13,565	9,934
Total	2,192	6,252	7,313	15,757	11,413

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

	30 June 2014		30 June 2013	
	Weighted Average Interest Rate	Carrying Value	Weighted Average Interest Rate	Carrying Value
	%	\$'000	%	\$'000
Other Variable Rates	6.77	9,934	6.74	10,784
		<u>9,934</u>		<u>10,784</u>

Net Fair Value

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

Risk Exposures

Credit Risk represents the loss that would be recognised if counterparties fail to perform as contracted. The maximum credit risk on financial assets of the Council is the carrying amount, net of any allowance for doubtful debts. 95% of Council investments are made with the SA Local Government Finance Authority and 5% with Beyond Bank Australia and all are guaranteed by the SA Government. Except as detailed in Notes 5 & 6 in relation to individual classes of receivables, exposure is concentrated within the Council's boundaries, and there is no material exposure to any individual debtor.

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

Liquidity Risk is the risk that Council will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates. Council also has available a range of bank overdraft and standby borrowing facilities that it can access.

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

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 14 - COMMITMENTS FOR EXPENDITURE

	Notes	2014 \$'000	2013 \$'000
Capital Commitments			
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:			
Plant & Equipment - trucks committed for purchase but not delivered as at 30 June 2014 (net of trade-in)		100	-
		<u>100</u>	<u>-</u>
These expenditures are payable:			
Not later than one year		100	-
		<u>100</u>	<u>-</u>
Other Expenditure Commitments			
Audit services		18	27
Waste management services		3,176	3,493
Employee remuneration contracts		1,222	1,615
CWMS plant maintenance contract		230	300
		<u>4,646</u>	<u>5,435</u>
These expenditures are payable			
Not later than one year		605	607
Later than one year and not later than 5 years		2,396	2,528
Later than 5 years		1,644	2,300
		<u>4,645</u>	<u>5,435</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 15 - FINANCIAL INDICATORS

	2014	2013	2012
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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>	4%	9%	33%
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

	8%	9%	30%
--	----	----	-----

*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>	15%	10%	14%
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>	108%	100%	68%
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.*

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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

	2014 \$'000	2013 \$'000
Income	15,555	15,961
less Expenses	<u>15,177</u>	<u>14,997</u>
Operating Surplus / (Deficit)	378	964
less Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	4,804	4,264
Depreciation, Amortisation and Impairment	(4,110)	(4,183)
Proceeds from Sale of Replaced Assets	<u>(117)</u>	<u>(98)</u>
	577	(17)
less Net Outlays on New and Upgraded Assets		
Capital Expenditure on New and Upgraded Assets (including investment property & real estate developments)	901	882
Amounts received specifically for New and Upgraded Assets	-	(18)
Proceeds from Sale of Surplus Assets (including investment property and real estate developments)	<u>(123)</u>	<u>-</u>
	778	864
Net Lending / (Borrowing) for Financial Year	<u>(977)</u>	<u>117</u>

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 17 - OPERATING LEASES

Council has no operating lease commitments.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 18 – 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 (9.25% in 2013/14; 9% in 2012/13). 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 2012/13) 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, and employees may transfer to another employer within the local government sector and retain membership of the Fund, the Actuary is unable to allocate benefit liabilities, assets and costs between employers. As provided by AASB 119.32(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.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 19 - EQUITY ACCOUNTED COUNCIL BUSINESSES

Section 41 Committees

The financial statements of the following Section 41 Committees have been consolidated into Council's statements for the year ended 30 June 2014.

(a) Mid North Passenger Community Passenger Network

This Committee is an advisory committee of interested parties including representatives of the Clare & Gilbert Valleys Council, Wakefield Regional Council, Regional Council of Goyder and District Council of Mallala.

A funding deed exists between the Clare & Gilbert Valleys Council and the Minister for Communities and Social Inclusion with additional funding coming from the partner Councils. The aim of the MNCPN is to address the transport needs of communities in the region particularly the transport disadvantaged, by co-ordinating and brokering transport services within the region, providing an information service and delivering transport where no other appropriate services exist.

(b) Other

Auburn Institute Committee
Auburn Recreation Park Committee
Clare & Gilbert Valleys Arts
Clare Town Hall Committee
Manoora Hall Committee
Riverton Community Hall Committee
Riverton Recreation Grounds Committee
Saddleworth Institute Committee
Saddleworth Recreation Ground Committee
Scholz Park Committee
Winkler Park Development Committee
Clare & Gilbert Valleys Dry Zone Committee
Youth Advisory Committee
Bushfire Prevention Committee
2015 Clare SA Masters Games Committee

Regional Subsidiaries

Council is a member of the Central Local Government Region of South Australia. The objects of the Region are set out in Clause 2 of its Constitution as follows:

- (a) To undertake co-ordinating, advocacy and representational roles for its constituent councils at a regional level.
- (b) To facilitate and co-ordinate activities of Local Government at a regional level related to community and economic development with the object of achieving continual improvement for the
- (c) To develop, encourage, promote, foster and maintain consultation and co-operation and to strengthen the representation and status of Local Government when dealing with other
- (d) To develop further co-operation between its constituent councils for the benefit of the communities of the region.

The financials of this regional committee have not been included into Council's statements as they are not considered to be material.

CLARE & GILBERT VALLEYS COUNCIL

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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

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.

BANK GUARANTEES

No Loans or banking facilities advanced to community organisations have been guaranteed by Council.



INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE CLARE & GILBERT VALLEYS COUNCIL

We have audited the accompanying financial report of the Clare & Gilbert Valleys Council which comprises the statement of financial position as at 30 June 2014 and the statement of comprehensive income, statement of changes in equity, statement of cash flows, summary of significant accounting policies, other explanatory notes and the certification of financial statement for the year ended 30 June 2014.

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 Clare & Gilbert Valleys Council as of 30 June 2014, 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.

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

Signed 12 day of November 2014 , at Adelaide, South Australia

Liability limited by a scheme approved under Professional Standards Legislation

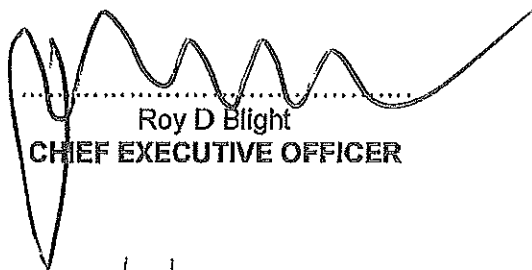
CLARE & GILBERT VALLEYS COUNCIL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2014

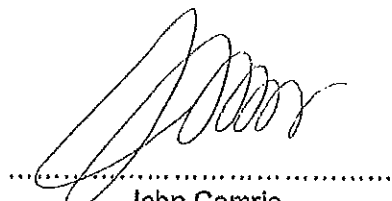
CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of Clare & Gilbert Valleys Council for the year ended 30 June 2014, the Council's Auditor, Ian G McDonald FCA, 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*.



Roy D Blight
CHIEF EXECUTIVE OFFICER



John Comrie
PRESIDING MEMBER
AUDIT COMMITTEE

Date: 7/11/2014

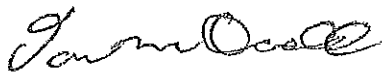
CLARE & GILBERT VALLEYS COUNCIL

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2014

STATEMENT BY AUDITOR

I confirm that, for the audit of the financial statements of Clare & Gilbert Valleys Council for the year ended 30 June 2014, 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 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 7 day of November 2014

Subsidiaries

The Central Local Government Region Inc was incorporated under provisions of the Local Government Act 1999. A regional subsidiary of its member Councils: Barossa, Barunga West, Clare & Gilbert Valleys, Copper Coast, Flinders Ranges, Light, Mallala, Mount Remarkable, Northern Areas, Orroro/Carrieton, Peterborough, Port Pirie, Wakefield and Yorke Peninsula. The Central Region is established to undertake co-ordinating, advocacy and representation roles on behalf of its Constituent Councils at a regional level. A copy of the 2013/14 Annual report is attached and also available from Council's website www.claregilbertvalleys.sa.gov.au.



Appendix

Central Local Government Region of South Australia

Annual Report for 2013/2014

Will also be available from Council's website
www.claregilbertvalleys.sa.gov.au



Central

Local Government Region of South Australia

Incorporated under provisions of the Local Government Act

Annual Report for 2013 – 2014

A regional subsidiary of:

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

Contact Details

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Website:

www.centralregion.sa.gov.au

The Central Local Government Region of South Australia

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

The Central Region is established to:

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

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

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

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

Office Bearers for 2013/14

Chairman:	Mayor Ray Agnew (Yorke Peninsula)
Deputy Chairs:	Mayor Allan Aughey (Clare & Gilbert Valleys) Mayor James Maitland (Wakefield)
Executive Members:	Mayor Ruth Whittle (Peterborough) Mayor Denis Clark (Northern Areas)
Delegate to the LGA State Executive:	Mayor Ray Agnew (Wakefield) Mayor Allan Aughey (Clare & Gilbert Valleys) Mayor Denis Clark (Northern Areas) - proxy
Executive Officer:	Anita Crisp until March 30 th 2014 Paul McInerney interim part-time Executive Officer from March 31 st 2014
Auditor:	Ian G. McDonald

Central Local Government Region Board of Management

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

Following the November 2010 Local Government elections, constituent Councils of the Central Local Government Region appointed the following Council delegates to the CLGR Board of Management for a term to expire at the 2014 Local Government elections, subject to the provisions within the Charter or amendment by a constituent Council:

Council	Delegate	Proxy Delegate
The Barossa Council	Mayor Brian Hurn	Cr Scotty Milne (part) Cr Bob Sloane (continuing)
District Council of Barunga West	Mayor Dean Dolling	Cr Brian Rooney
District Council of the Copper Coast	Mayor Paul Thomas	D/Mayor Dean Rodda
Clare & Gilbert Valleys Council	Mayor Allan Aughey	Cr Elizabeth Calvert
Flinders Ranges Council	Mayor Peter Slattery	D/Mayor John Shute
Regional Council of Goyder	Mayor Peter Matthey	D/Mayor Jane Kellock
Light Regional Council	D/Mayor Dean Rohrlach	Nil
District Council of Mallala	Mayor Duncan Kennington	Nil
District Council of Mount Remarkable	Mayor Sandra Wauchope	D/Mayor Ray Walker D/Mayor Peter Jacobs
Northern Areas Council	Mayor Denis Clark	D/Mayor John Barberien
District Council of Orroroo Carrieton	Chair Colin Parkyn	D/Chair Malcolm Byerlee
District Council of Peterborough	Mayor Ruth Whittle	Cr Frank Hardbottle
Port Pirie Regional Council	Cr Neville Wilson	D/Mayor John Rhode
Wakefield Regional Council	Mayor James Maitland	D/Mayor Darryl Ottens
District Council of Yorke Peninsula	Mayor Ray Agnew	Cr John Rich

Meetings of the Central Region Board of Management

Four meetings of the Central Local Government Region Board of Management were held during the 2013/14, each hosted by one of the member Councils.

The meeting host and location is rotated throughout the region on alphabetical order.

Meetings were held:

- ⤴ Annual General Meeting, Friday 9th August 2013 (hosted by Flinders Ranges)
- ⤴ General Meeting, Friday 8th November 2013 (hosted by Goyder)
- ⤴ General Meeting, Friday 21st February 2014 (hosted by Light)
- ⤴ General Meeting, Friday 16th May 2014 (hosted by Mallala)

Committee Meetings

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

Committee	Members	Meeting Dates
Executive Committee:	Mayor James Maitland, Mayor Ray Agnew, Mayor Allan Aughey, Mayor Ruth Whittle, Mayor Peter Matthey	5 July 2013 24 October 2013 29 January 2014 21 February 2014 19 March 2013 7 May 2014
Audit Committee:	Mayor Ray Agnew (Chair), Cr Kathie Bowman, Dr Andrew Johnson, Mr Colin Davies	Exempt
Member Councils CEO's Forums:	Mr Martin McCarthy(Barossa), Mr Peter Ward (A/CEO, Barunga West),Mr Andrew Cole (CEO, Barunga West) Mr Roy Blight (Clare & Gilbert Valleys), Mr Peter Harder (Copper Coast), Mr Colin Davies (Flinders Ranges), Mr John Brak (Goyder), Mr Brian Carr (Light), Mr Charles Mansueto (Mallala), Mr Wayne Hart (Mt Remarkable), Mr Roger Crowley (Northern Areas), Mr Iain Wilson (Orroroo/Carrieton), Mr Peter McGuiness (Peterborough), Dr Andrew Johnson (Pirie Regional), Ms Cate Atkinson (Wakefield), Mr Andrew Cameron (Yorke Peninsula)	12 July 2013 11 October 2013 13 December 2013 4 April 2014 6 June 2014
Transport Infrastructure Planning Committee:	Mr Iain Wilson - Chair (Orroroo Carrieton), Mr Colin Davies (Flinders Ranges), Mr Peter Broughill (Northern Areas), Mr Steve Kaesler (Barossa), Mr Fred Linke (Barunga West), Mr Brenton Pearce (Mt Remarkable), Ms Joanne Buchanan (Regional Development), Mr Bob Bemmerl (DTEI)	5 November 2013
Regional Climate Change Steering Committee:	Ms Anita Crisp (CLGR Executive Officer), Ms Kelly-Anne Saffin (RDA Y&MN), Mr Jarrod White (N&Y NRM Board)	4 February 2013 29 April 2013 3 June 2013
Coastal Councils Network:	Mr Warrick Barnes (Mallala), Ms Lynda Painter (Wakefield), Mr Stephen Goldsworthy (Yorke Peninsula), Mr Andy West (Copper Coast), Ms Deb Brokenshire (Barunga West), Mr Patrick Clifton (Port Pirie), Muriel Scholz (Mt Remarkable). Ms Deborah Allen (Coastcare Facilitator) – ex officio	Nil
Regional Waste Management Committee:	Mayor Ruth Whittle (Chair), Ms Cate Atkinson (Wakefield), Cr Ken Anderson (Flinders Ranges), Ms Paula Duncan-Tiver (Northern Areas), Mr Roger Crowley (Northern Areas). Ms Vanessa Loechel (Waste Coordinator) – ex officio	15 July 2013 23 October 2013
Water Project Steering Committee:	Mr Iain Wilson (Orroroo Carrieton), Cr Denis Clarke (Northern Areas), Mr Ian Baldwin. Ms Kelly-Anne Saffin (RDAY&MN), Ms Jennifer Munro (Northern & Yorke NRM), Ms Kris Swaffer (DFW), Mr Paul Doherty (SA Water)	Nil
Windfarm Project Steering Committee:	Mayor Allan Aughey (C&GV), Cr Paul Kretschmer (Mt Remarkable), Gabby Swearse/Alan Thomson (NAC), Mr John Brak (Goyder). Kelly-Anne Saffin (RDA), Mr Jarrod White. Mr Trevor White (Windfarm Liaison Officer) – ex officio	17 July 2013

Regional Forums and Workshops

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

The forums and workshops provide an opportunity for greater awareness, understanding and engagement with various Central Local Government Region activities and increases the level of active involvement by stakeholders. The following issue-specific forums were held during the 2013/14 financial year.

9 August 2013	Integrated Transport and Land Use Strategy Forum – Crystal Brook
October 2013	Launch of Regional Climate Change Action Plan in October 2013 and presentations to various regional, state and national forums (Greenhouse Oct 2013, SA Climate Change Adaption Showcase February 2014)
28 November 2013	Regional Waste Forum – Port Pirie
21 st February 2014	Opportunities for Collaboration and Shared Services Workshop - Hewett
28 th March 2014	Regional Planning Review Forum – Port Pirie – hosted in conjunction with the Northern & Yorke Natural Resources Management Board and Regional Development Australia Yorke and Mid North.

Achievements for 2013/14

During the 2013/14 year, the Central Region continued to progress a number of priority activities, pursued under the three key target areas identified within the strategic and business plan:

1. Board Governance and Operations

- ✓ **The operation of the Central Region subsidiary is in accordance with legislative requirements and board policy**
- ✓ **CLGR is well regarded by its member councils and stakeholders as a valid and relevant organisation**

Achievements for 2013/14

- ✦ CLGR Board meeting agendas & minutes distributed in accordance with policy
- ✦ Committee operations executed within terms of reference
- ✦ Interim Executive support review implemented.
- ✦ Future Direction Review of CLGR developed for LGA R & D Scheme funding.
- ✦ Review of operation of Standing and other Committees and restructure of activities through the CEO's Forum
- ✦ CEO's Forum meetings altered from three monthly to two monthly to allow for Outreach Services Project and other committee work to be progressed.

2. Local Government Leadership and Sustainability

- ✓ **The Central Local Government Region Councils supported to collaboratively improve service delivery, resourcing & financial capacity**
- ✓ **Central Local Government Region Councils well represented & regarded at state and national Local Government levels**
- ✓ **Improved awareness & understanding of Central Region Council issues and activities by key stakeholders & political decision makers**

Achievements for 2013/14

- ✦ Allocation of \$320,000 CLGR reserve funds towards Council collaborations and shared services
- ✦ Funding received for LGA Outreach Officer – additional research and project support for Councils
- ✦ Developed Central and Eyre Peninsula Region election strategy.
- ✦ Invited attendance by Local Government Minister to quarterly meetings of Central Region
- ✦ Attendance by Local Government Association (LGA) and Department of Planning and Local Government (DPLG) at Central Region quarterly meetings
- ✦ Communications with LGA and Office of Local Government staff as required
- ✦ Convened Council Chief Executive Officer forums
- ✦ Coordination of Central Zone appointments to LGA State Executive Committee
- ✦ Regional representation at SA Regional Organisation of Councils (SAROC) and LGA State Executive meetings
- ✦ Attendance at Local Government Association SA general meetings and forums in Adelaide
- ✦ Attendance at Australian Local Government Association assembly in Canberra
- ✦ Communication with SAROC Executive Officers on key issues as required
- ✦ Participation of relevant regional agencies and bodies on Central Region committees and at workshops and forums as appropriate
- ✦ Member of Parliament briefings as required
- ✦ Relevant ABC local radio and newspaper media coverage of Central Region projects and events
- ✦ Central Region website updated up to 30 March 2014.

3. Regional and Community Sustainability

- ✓ **The long-term economic, environmental and social sustainability of the Central Local Government Region is fostered through pro-active, innovative, efficient and collaborative**

Achievements for 2013/14

Regional Identity, Planning & Cohesion

- ✧ Regional Strategic Alliance meetings with Northern & Yorke Natural Resources Management Board (NRM) and Regional Development Australia Yorke and Mid North (RDA)
- ✧ Yorke/Mid North Annual Planning Review Forum in Port Pirie with NRM and RDA
- ✧ Convened workshop with Dept Planning on update of the Mid North and Yorke Peninsula Planning Strategy
- ✧ Participation in Upper Spencer Gulf Working Group
- ✧ Convened update briefings of RDA and NRM to Central Region meetings
- ✧ Continued Central Region office co-location with Regional Department of Transport, Crystal Brook

Waste Management

- ✧ Funding continued from ZWSA to engage Regional Waste Coordinator for 2 years concluding in 2014/15
- ✧ Regional waste management committee operational and linking directly with CEO's Forum
- ✧ Convened regional waste management forum
- ✧ Supported investigation into future options for Everard regional landfill site
- ✧ Ongoing liaison with national e-waste recycling program, ZWSA, LGA and Councils regarding regional e-waste collection
- ✧ Liaison with EPA regarding Illegal Dumping unit
- ✧ Support to Councils regarding waste management issues – green and hazardous waste, tyres
- ✧ Lodged LGA R & D Scheme application for organics project; recruited consultants to undertake cost modelling component, training and supply of equipment to trial sites.
- ✧ Recycling/anti-litter & illegal dumping displays.
- ✧ Illegal Dumping proposal put for Crime Prevention Grant.
- ✧ Updates Regional Waste Strategy

Transport

- ✧ Convened Central Region Transport Committee, including participation by DTEI and RDA
- ✧ Assessment, inspection and regional submission to Special Local Roads program
- ✧ Commitment towards development of Regional Transport Strategy with Regional Development Australia

Environment and Natural Resources

- ✧ Local Government representative attendance at Regional NRM Board meetings
- ✧ Participation in regional Native Vegetation Council forum

Water Resources

- ✧ Support for development of business cases and funding submissions for water projects

Climate Change and Emergency Management

- ✧ Funding for regional climate change coordinator to work across local govt, regional development & NRM
- ✧ Launch of Regional Climate Change Action Plan in October 2013 and presentations to various regional, state and national forums (Greenhouse Oct 2013, SA Climate Change Adaption Showcase February 2014)
- ✧ Concept and business case for regional sustainability centre completed and "Goyder's Line Sustainability Hub" steering committee formed and launched.
- ✧ Commenced regional "low carbon" investment strategy, including surveys and community workshops.
- ✧ Liaison with Government for high resolution Digital Elevation Modelling for the regions coastline.
- ✧ Resilient Australia Awards 2013 – CLGR received "Highly Commended" for the Integrated Climate Change Vulnerability Assessment
- ✧ Submission to the Emissions Reduction Fund review.
- ✧ Submission to the Premier's Climate Change Council.
- ✧ Commenced State Government Climate Change Policy Review
- ✧ Participation in NRM Plan Review Team.
- ✧ Funding applications made to "Prospering in a Changing Climate" and Natural Disaster Resilience Program" grant programs – successful projects to be delivered in 2014/15.
- ✧ Regional Forum in March 2014 with sustainability theme.
- ✧ Coordinated LG representation to Yorke/Mid North Zone Emergency Management committees (ZEMC)

Windfarm Development

- ⤴ Project completion through LGA Research and Development fund for preparation of local government planning guidelines for windfarm development

Community Wellbeing, Health and Prosperity

- ⤴ Liaison with NBN Co and RDA regarding broadband rollout and regional gaps and opportunities for network extensions
- ⤴ Mid North University Knowledge Partnerships Steering Committee

CENTRAL LOCAL GOVERNMENT
REGION of SA Inc



Annual Financial
Statements

For the financial year

July 1st 2013 – June 30th 2014

Central Local Government Region of SA Inc

General Purpose Financial Reports for the year ended 30 June 2014

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(NR - Not Required)

Region Certificate of Audit Independence
Audit Certificate of Audit Independence
Audit Report

Central Local Government Region of SA Inc

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2014


CERTIFICATION OF FINANCIAL STATEMENTS

We have been authorised by the Central Local Government Region of SA Inc 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 Region's financial position at 30 June 2014 and the results of its operations and cash flows for the financial year.
- *➤ internal controls implemented by the Region provide a reasonable assurance that the Region's financial records are complete, accurate and reliable and were effective throughout the financial year.
- the financial statements accurately reflect the Region's accounting and other records.


Paul McInerney

INTERIM CHIEF EXECUTIVE OFFICER


Mayor Raymond Agnew
PRESIDENT

Date: 15th August 2014

Central Local Government Region of SA Inc

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2014

	Notes	2014 \$	2013 \$
INCOME			
Grants, subsidies and contributions	2	852,300	636,060
Investment income	2	16,070	17,433
Other income	2	171,950	159,758
Total Income		<u>1,040,320</u>	<u>813,251</u>
EXPENSES			
Employee costs	3	93,259	57,201
Materials, contracts & other expenses	3	697,046	749,118
Depreciation	3	5,101	6,160
Total Expenses		<u>795,406</u>	<u>812,479</u>
OPERATING SURPLUS / (DEFICIT)		244,914	772
Asset disposal & fair value adjustments	4	-	(7,140)
TOTAL COMPREHENSIVE INCOME		<u>244,914</u>	<u>(6,368)</u>

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

Central Local Government Region of SA Inc

STATEMENT OF FINANCIAL POSITION as at 30 June 2014

	Notes	2014 \$	2013 \$
ASSETS			
Current Assets			
Cash and cash equivalents	5	749,243	601,152
Trade & other receivables	5	119,804	55,249
Total Current Assets		869,047	656,401
Non-current Assets			
Property, plant & equipment	7	28,907	34,008
Total Non-current Assets		28,907	34,008
Total Assets		897,954	690,409
LIABILITIES			
Current Liabilities			
Trade & other payables	8	23,248	54,838
Provisions	8	-	5,668
Total Current Liabilities		23,248	60,506
Non-current Liabilities			
Provisions	8	-	111
Total Non-current Liabilities		-	111
Total Liabilities		23,248	60,617
NET ASSETS		874,706	629,792
EQUITY			
Accumulated Surplus		25,212	3,486
Other Reserves	9	849,494	626,306
TOTAL EQUITY		874,706	629,792

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

Central Local Government Region of SA Inc

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2014

		Accumulated Surplus	Other Reserves	TOTAL EQUITY
2014	Notes	\$	\$	\$
Balance at end of previous reporting period		3,486	626,306	629,792
Net Surplus / (Deficit) for Year		244,914		244,914
Transfers between reserves		(223,188)	223,188	-
Balance at end of period		25,212	849,494	874,706
2013				
Balance at end of previous reporting period		303,660	332,500	636,160
Net Surplus / (Deficit) for Year		(6,368)		(6,368)
Transfers between reserves		(293,806)	293,806	-
Balance at end of period		3,486	626,306	629,792

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

Central Local Government Region of SA Inc

STATEMENT OF CASH FLOWS

for the year ended 30 June 2014

	Notes	2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
<u>Receipts</u>			
Investment receipts		16,474	17,865
Grants & Council Contributions		906,483	654,641
Other revenues		122,464	250,124
<u>Payments</u>			
Employee costs		(105,421)	(45,039)
Materials, contracts & other expenses		(791,909)	(837,255)
Finance payments		-	-
Net Cash provided by (or used in) Operating Activities		148,091	40,336
CASH FLOWS FROM INVESTING ACTIVITIES			
<u>Receipts</u>			
Sale of replaced assets		-	10,909
<u>Payments</u>			
Expenditure on renewal/replacement of assets		-	(36,687)
Net Cash provided by (or used in) Investing Activities		-	(25,778)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net Cash provided by (or used in) Financing Activities		-	-
Net Increase (Decrease) in cash held		148,091	14,558
Cash & cash equivalents at beginning of period	11	<u>601,152</u>	586,594
Cash & cash equivalents at end of period	11	<u>749,243</u>	<u>601,152</u>

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

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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.

Basis of Preparation

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

The financial report was authorised for issue by certificate under regulation 14 of the *Local Government (Financial Management) Regulations 2011* dated (9th August 2014)

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

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

Historical Cost Convention

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

1.2 The Local Government Reporting Entity

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

The Constituent Councils are:

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

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

1.3 Income recognition

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

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 - Significant Accounting Policies (cont)

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 Region's operations for the current reporting period.

1.4 Cash, Cash Equivalents and other Financial Instruments

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

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

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

1.5 Infrastructure, Property, Plant & Equipment

All non-current assets purchased are capitalised as the expenditure is incurred and depreciated as soon as the asset is held "ready for use". All assets are recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition.

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

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

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

1.6 Payables

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

Amounts received from external parties in advance of service delivery are recognised as liabilities until the service is delivered or damage reinstated, or the amount is refunded as the case may be.

2 Employee Benefits

2.1 Salaries, Wages & Compensated Absences

As at 30th June 2014 the Region does not have any employees and hence there are no employee provisions at the reporting date.

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 1 - Significant Accounting Policies (cont)

2.2 Superannuation

The Region made employer superannuation contributions in respect of its employee to the Statewide Superannuation Scheme until the termination date of 31st March 2014.

3 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.

4 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 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 2012-2, AASB 2012-3, AASB 2012-5, AASB 2012-6, AASB 2012-10, AASB 2013-3, AASB 2013-8 and AASB 2013-9.

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

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

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.

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

for the year ended 30 June 2014

Note 2 - INCOME

	Notes	2014 \$	2013 \$
INVESTMENT INCOME			
Interest on investments			
Local Government Finance Authority		15,961	17,041
Banks & other		109	392
		<u>16,070</u>	<u>17,433</u>
OTHER INCOME			
Council Contributions		148,159	145,245
Motor Vehicle Contribution		-	5,400
Sundry		23,791	9,113
		<u>171,950</u>	<u>159,758</u>
GRANTS, SUBSIDIES, CONTRIBUTIONS			
Other grants, subsidies and contributions		852,300	636,060
		<u>852,300</u>	<u>636,060</u>
<i>The functions to which these grants relate are shown in Note 2.</i>			
Sources of grants			
Commonwealth government		376,950	402,636
State government		56,000	135,000
Other (inc NRM)		419,350	98,424
		<u>852,300</u>	<u>636,060</u>
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>			
Unexpended at the close of the previous reporting period		285,876	221,816
Less: expended during the current period from revenues recognised in previous reporting periods			
P002-Flood Remediation			(9,910)
P010-Windfarm Liaison		(20,010)	(28,462)
P008-Coastal Councils Project		(69,027)	
P009-Climate Change		(8,918)	
P014-Water Project		(21,439)	
Subtotal		<u>(119,394)</u>	<u>(38,372)</u>
<i>Plus: amounts recognised as revenues in this reporting period but not yet expended in accordance with the conditions</i>			
P003-Waste Management		18,434	7,890
A009-Special Projects		543	3,493
P008-Coastal Councils Project			13,923
P009-Climate Change			34,229
P014-Water Project			21,439
P022-Roads & Transport		5,927	21,458
P023-Outreach Collaboration Project		52,667	
P016-Upper Spencer Gulf RSP		182,941	
P018-Policy Amendment Review		30,000	
P019-Coastal Adaptation		30,000	
P020-Risk Assessment		30,000	
Subtotal		<u>350,512</u>	<u>102,432</u>
Unexpended at the close of this reporting period		<u>516,994</u>	<u>285,876</u>
Net increase (decrease) in assets subject to conditions in the current reporting period		<u>231,118</u>	<u>64,060</u>

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 3 - EXPENSES

	Notes	2014 \$	2013 \$
EMPLOYEE COSTS			
Salaries and Wages		73,877	44,653
Employee leave expense		7,163	5,779
Superannuation - defined contribution plan contributions	18	6,251	4,019
FBT		5,968	-
Other : Career Development		-	2,750
Total Operating Employee Costs		93,259	57,201
Total Number of Employees		-	1
<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		1,650	1,500
Other Audit/Accounting Fees		486	300
Subtotal - Prescribed Expenses		2,136	1,800
<u>Other Materials, Contracts & Expenses</u>			
Contractors & Consultants		552,016	513,514
Energy & Fuel		4,383	4,502
Donations - Plants		-	10,000
Grants		79,000	175,040
Members Allowances & Support		4,058	3,979
Meetings & Conferences		22,216	4,244
Insurance		8,687	7,346
Professional legal services		-	1,800
Sundry		24,550	26,893
Subtotal - Other Materials, Contracts & Expenses		694,910	747,318
		697,046	749,118
DEPRECIATION, AMORTISATION & IMPAIRMENT			
Depreciation			
Motor Vehicle		5,101	5,388
Software		-	772
		5,101	6,160

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 4 - ASSET DISPOSAL & FAIR VALUE ADJUSTMENTS

	Notes	2014 \$	2013 \$
INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT			
<i>Assets renewed or directly replaced</i>			
Proceeds from disposal		-	10,909
Less: Carrying amount of assets sold		-	18,049
Gain (Loss) on disposal		-	(7,140)
NET GAIN (LOSS) ON DISPOSAL OR REVALUATION OF ASSETS		-	(7,140)

Note 5 - CURRENT ASSETS

	Notes	2014 \$	2013 \$
CASH & EQUIVALENT ASSETS			
Cash on Hand and at Bank		129,379	2,653
Deposits at Call		619,864	598,499
		749,243	601,152
TRADE & OTHER RECEIVABLES			
Accrued Revenues		3,543	45,947
Debtors - general		90,000	9,302
GST Recoupment		26,261	-
		119,804	55,249

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Fair Value Level	2013 \$				2014 \$			
	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT	AT FAIR VALUE	AT COST	ACCUM DEP'N	CARRYING AMOUNT
Note 7 - PROPERTY, PLANT & EQUIPMENT								
Motor Vehicle	-	35,915	(1,907)	34,008	-	35,915	(7,008)	28,907
Software	-	772	(772)	-	-	-	-	-
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	-	36,687	(2,679)	34,008	-	35,915	(7,008)	28,907
<i>Comparatives</i>	-	28,059	(6,529)	21,530	-	36,687	(2,679)	34,008

	2013	CARRYING AMOUNT MOVEMENTS DURING YEAR							2014
	\$	\$							\$
	CARRYING AMOUNT	Additions		Disposals	Depreciation	Impairment	Transfers	Net Revaluation	CARRYING AMOUNT
New /Upgrade		Renewals							
Note 7 - PROPERTY, PLANT & EQUIPMENT									
Motor Vehicle	34,008	-	-	-	(5,101)	-	-	-	28,907
Software	-	-	-	-	-	-	-	-	-
TOTAL INFRASTRUCTURE, PROPERTY, PLANT & EQUIPMENT	34,008	-	-	-	(5,101)	-	-	-	28,907
Comparatives	21,530	36,687	-	(18,049)	(6,160)	-	-	-	34,008

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 8 - LIABILITIES

	Notes	2014		2013	
		\$		\$	
TRADE & OTHER PAYABLES		Current	Non-current	Current	Non-current
Goods & Services		8,615		48,455	
Accrued expenses - employee entitlements		-		6,383	
Accrued expenses - Contractors		14,633		-	
		<u>23,248</u>	<u>-</u>	<u>54,838</u>	<u>-</u>
PROVISIONS					
Employee entitlements (including oncosts)		-	-	5,668	111
		<u>-</u>	<u>-</u>	<u>5,668</u>	<u>111</u>
<i>Amounts included in provisions that are not expected to be settled within 12 months of reporting date.</i>		-		-	

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 9 - RESERVES

OTHER RESERVES	1/7/2013	Transfers to Reserve	Transfers from Reserve	30/6/2014
General Reserve	12,500			12,500
1 P003-Waste Management	13,474	18,434		31,908
2 A009-Special Projects	3,493	543		4,036
3 P009-Climate Change	109,382		(8,918)	100,464
4 P010-Wind Farm Liaison	47,603		(20,010)	27,593
5 P015-Local Government Reform	320,000			320,000
6 P016-Upper Spencer Gulf RSP	-	182,941		182,941
7 P018-Policy Alignment Review	-	30,000		30,000
8 P019-Coastal Adaptation	-	30,000		30,000
9 P020-Risk Assessment	-	30,000		30,000
10 P022-Roads & Transport	21,458	5,927		27,385
11 P023-Outreach Collaboration Project	-	52,667		52,667
P008-Coastal Councils	69,027		(69,027)	0
P011-Regional Broadband	2,940		(2,940)	0
P013-Environment & Roadside Vegetation	4,990		(4,990)	0
P014-Regional Water Supply	21,439		(21,439)	0
TOTAL OTHER RESERVES	626,306	350,512	(127,324)	849,494
<i>Comparatives</i>	<i>332,500</i>	<i>293,806</i>		<i>626,306</i>

PURPOSES OF RESERVES

(Other Reserves)

- 1 **P003-Waste Management**
State Government funded technical support programme - completion 2014/15
- 2 **A007-Special Projects**
LGA funded support programme - expiry 2014/15
- 3 **P009-Climate Change**
Regional Partners and State Government funded programme - Project managed by Yorke and Mid North
- 4 **P010-Wind Farm Liaison**
LGA funded programme - windfarm planning guide - completion 2014/15
- 5 **P015-Local Government Reform**
CLGR funded programme - Council Shared Services
- 6 **P016-Upper Spencer Gulf Regional Sustainability Project**
State Government funded technical support programme - completion 2015/16
- 7 **P018-Policy Amendment Review**
NRM funded project - completion 2014/15
- 8 **P019-Coastal Adaptation**
NRM funded project - completion 2014/15
- 9 **P020-Risk Assessment**
NRM funded project - completion 2014/15
- 10 **P022-Roads & Transport**
CLGR funded programme - Regional Development Australia Freight Strategy - anticipated 2014/15
- 11 **P023-Outreach Collaboration Project**
Federal Government funded programme - completion 2015/16

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

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	2014 \$	2013 \$
Total cash & equivalent assets	5	749,243	601,152
Balances per Cash Flow Statement		749,243	601,152

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

Net Surplus (Deficit)	244,914	(6,368)
Non-cash items in Income Statement		
Depreciation, amortisation & impairment	5,101	6,160
Net increase (decrease) in unpaid employee benefits	(12,162)	12,162
Net (Gain) Loss on Disposals	-	7,140
	237,853	19,094
Add (Less): Changes in Net Current Assets		
Net (increase) decrease in receivables	(64,555)	30,828
Net increase (decrease) in trade & other payables	(25,207)	(9,586)
Net Cash provided by (or used in) operations	148,091	40,336

(c) Non-Cash Financing and Investing Activities

-	-
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(d) Financing Arrangements

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

Corporate Credit Cards	2,000	2,000
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Note 12 - FUNCTIONS

The activities of the Region are categorised into the following programmes

- 1 A009-Special Projects
- 2 P003-Waste Management
- 3 P008-Coastal Councils
- 4 P009-Climate Change
- 5 P010-Wind Farm Liaison
- 6 P011-Regional Broadband
- 7 P013-Environment & Roadside Vegetation
- 8 P014-Regional Water Supply
- 9 P015-Local Government Reform
- 10 P016-Upper Spencer Gulf RSP
- 11 P018-Policy Alignment Review
- 12 P019-Coastal Adaptation
- 13 P020-Risk Assessment
- 14 P022-Roads & Transport
- 15 P023-Outreach Collaboration Project

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

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 13 - FINANCIAL INSTRUMENTS

All financial instruments are categorised as *receivables*.

Accounting Policies - Recognised Financial Instruments

Bank, Deposits at Call, Short Term Deposits	<p>Accounting Policy: Carried at lower of cost and net realisable value; Interest is recognised when earned.</p> <p>Terms & conditions: Short term deposits are available on 24 hour call with the LGFA and has an interest rate of 2.5% as at 30th June 2014</p> <p>Carrying amount: approximates fair value due to the short term to maturity.</p>
Receivables - other levels of government	<p>Accounting Policy: Carried at nominal value.</p> <p>Terms & conditions: Amounts due have been calculated in accordance with the terms and conditions of the respective programs following advice of approvals, and do not bear interest. All amounts are due by Departments and Agencies of State and Federal Governments.</p> <p>Carrying amount: approximates fair value.</p>
Liabilities - Creditors and Accruals	<p>Accounting Policy: Liabilities are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Region.</p> <p>Terms & conditions: Liabilities are normally settled on 30 day terms.</p> <p>Carrying amount: approximates fair value.</p>

Liquidity Analysis

2014	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	749,243			749,243	749,243
Receivables	119,804	-	-	119,804	119,804
Total	869,047	-	-	869,047	869,047
Financial Liabilities					
Payables	8,616			8,616	8,615
Total	8,616	-	-	8,616	8,615

2013	Due < 1 year	Due > 1 year; ≤ 5 years	Due > 5 years	Total Contractual Cash Flows	Carrying Values
Financial Assets	\$	\$	\$	\$	\$
Cash & Equivalents	601,152			601,152	601,152
Receivables	55,249			55,249	55,249
Total	656,401	-	-	656,401	656,401
Financial Liabilities					
Payables	48,455			48,455	48,455
Total	48,455	-	-	48,455	48,455

Net Fair Value

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

Risk Exposures

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

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

Liquidity Risk is the risk that the Region will encounter difficulty in meeting obligations with financial liabilities. In accordance with the model Treasury Management Policy (LGA Information Paper 15), liabilities have a range of maturity dates.

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

Central Local Government Region of SA Inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 16 - UNIFORM PRESENTATION OF FINANCES

The following is a high level summary of both operating and capital investment activities of the Region 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 & subsidiaries provide a common 'core' of financial information, which enables meaningful comparisons of each Council's finances

	2014 \$	2013 \$
Income	1,040,320	813,251
less Expenses	<u>795,406</u>	<u>812,479</u>
Operating Surplus / (Deficit)	244,914	772
less Net Outlays on Existing Assets		
Capital Expenditure on renewal and replacement of Existing Assets	-	36,687
Depreciation, Amortisation and Impairment	(5,101)	(6,160)
Proceeds from Sale of Replaced Assets	<u>-</u>	<u>(10,909)</u>
	(5,101)	19,618
less Net Outlays on New and Upgraded Assets	<u>-</u>	<u>-</u>
Net Lending / (Borrowing) for Financial Year	<u>250,015</u>	<u>(18,846)</u>

Central Local Government Region of SA inc

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS for the year ended 30 June 2014

Note 18 – SUPERANNUATION

The Region makes employer superannuation contributions in respect of its employee 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 (9.25% in 2013/14; 9% in 2012/13). No further liability accrues to the Region 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. The Region does not make employer contributions to Salarylink.

Note 19 - JOINT VENTURES & ASSOCIATED ENTITIES

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

A joint venture is a contractual agreement whereby two or more parties undertake an economic activity that is subject to joint control

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

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

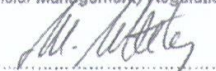
Central Local Government Region of SA Inc


ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014

CERTIFICATION OF AUDITOR INDEPENDENCE

To the best of our knowledge and belief, we confirm that, for the purpose of the audit of The Central Local Government Region of South Australia Incorporated for the year ended 30 June 2014, the Council's Auditor, Ian G McDonald has maintained his independence in accordance with the requirements of the Local Government Act 1999 and the Local Government (Financial Management) Regulations 2011 made under that Act.

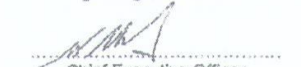
This statement is prepared in accordance with the requirements of Regulation 22(3) Local Government (Financial Management) Regulations 2011.


Chief Executive Officer
The Barossa Council

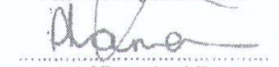

Chief Executive Officer
Clare and Gilbert Valleys Council


Chief Executive Officer
The Flinders Ranges Council

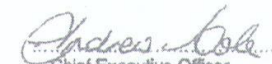

Chief Executive Officer
Light Regional Council


Chief Executive Officer
District Council of Mount Remarkable


Chief Executive Officer
Port Pirie Regional Council

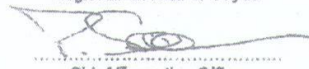

Chief Executive Officer
District Council of Yorke Peninsula

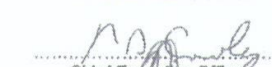

Chief Executive Officer
Wakefield Regional Council



Chief Executive Officer
District Council of Barunga West



Chief Executive Officer
District Council of the Copper Coast



Chief Executive Officer
Regional Council of Goyder


Chief Executive Officer
District Council of Mallala


Chief Executive Officer
Northern Areas Council


Chief Executive Officer
District Council of Ororoo-Carrieton


Chief Executive Officer
District Council of Peterborough


President
Central Local Government Region
Board of Management

Central Local Government Region of SA Inc

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 June 2014**

STATEMENT BY AUDITOR

I confirm that, for the audit of the financial statements of The Central Local Government Region of SA Inc for the year ended 30 June 2014, 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 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 Mc Donald FCA

Dated this 6 day of OCT 2014

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF THE CENTRAL LOCAL GOVERNMENT
REGION OF SA INC**

I have audited the accompanying financial report of the Central Local Government Region of SA Inc which comprises the balance sheet as at 30 June 2014 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 2014.

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

My responsibility is to express an opinion on the financial report based on my audit. I have conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

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

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of the Central Local Government Region of SA Inc. as of 30 June 2014, and of its financial performance 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.



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

Signed 6 day of October 2014, at Adelaide, South Australia Liability limited by a scheme approved under Professional Standards Legislation

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Adelaide SA 5000

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Henley Beach SA 5022

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☎ 08 8356 6397

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✉ nanicytran@creativeauditing.com.au